



NIDEC INDIA PRECISION TOOLS LIMITED

(Formerly Known as MITSUBISHI HEAVY INDUSTRIES INDIA PRECISION TOOLS LIMITED)

Annual Report
2023 - 2024

NIDEC INDIA PRECISION TOOLS LIMITED

(Formerly Known as MITSUBISHI HEAVY INDUSTRIES INDIA PRECISION TOOLS LIMITED)

Board of Directors

Mr. Yoshihiro Wada - Chairman (From 01.07.2024)
Mr. N. Valliappan - Managing Director (From 01.07.2024)
Mr. Munetaka Nomura - CMD (Up to 30.06.2024)
Director (From 01.07.2024)
Mr. Shingo Iwata - Director (From 01.07.2024)
Mr. R. Sankar - Director (From 01.07.2024)
Mr. M.A. Dhanasekaran - Director (From 01.07.2024)
Mr. Praful Lalwani - Non Executive Independent Director
Mrs. A. Priya - Non Executive Independent Director

Bankers

M/s. Bank of Tokyo Mitsubishi UFJ Ltd., Chennai.
M/s. Indian Bank, Ranipet.
M/s.Citi Bank NA, Chennai.

Auditors

M/s. Srikanth & Shanthi Associates
Chartered Accountants,
No. 17, Desika Road, First Floor
Mylapore, Chennai - 600 004.

Regd. Office

2, SIPCOT Industrial Complex,
Ranipet - 632 403, Tamilnadu,
Ph : 04172 - 244361
e-mail : secretarial@nidec-ipt.in

Registrar & Transfer Agent

KFIN Technologies Ltd.,
Karvy Selenium Tower B,
Plot No. 31 & 32, Gachirabowli Financial District,
Nanakramguda Serilingampally,
Hyderabad - 500 032.
Ph. : +91 040 67161500.
Email: einward.ris@karvy.com

Corporate Identification No.

U29130TN1963PLC004990

NIDEC INDIA PRECISION TOOLS LIMITED

(Formerly Known as Mitsubishi Heavy Industries India Precision Tools Limited)

Regd. Office: 2, SIPCOT Industrial Complex, Ranipet 632 403

NOTICE TO SHAREHOLDERS

Notice is hereby given that the Sixty First Annual General Meeting of the Company will be held at Hotel Emerald Inn, A 22,23, Opposite to TCL Emerald Nagar, SIPCOT, Ranipet 632 403 on Monday, 30th September 2024 at 10:15 A.M to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March 2024 together with the Reports of the Directors and the Auditors thereon.
2. To Appoint a Director in Place of a Director retiring by rotation:
Mr. Haruhiko Niitani, Director, retires by rotation at the conclusion of this Annual General Meeting and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

3. Ratification of Appointment of Mr. Yoshihiro Wada as the Chairman of the Company:

To consider and if thought fit, to pass the following as an Ordinary Resolution with or without modifications: -

“RESOLVED THAT Pursuant to the provisions of the Companies Act, 2013, to ratify the appointment of Mr. Yoshihiro Wada, (DIN: 10300387) as the of Chairman of the Company with effect from 01st July 2024 for a period of 5 Years.”

4. Ratification of Appointment of Mr. N. Valliappan as the Managing Director of the Company:

To consider and if thought fit, to pass the following as an Ordinary Resolution with or without modifications: -

“RESOLVED THAT in pursuance of Sections 196, 197, 203 and other applicable provisions of the Companies Act, 2013 read with Schedule V to the said Act, to ratify the appointment of Mr. N. Valliappan (DIN: 08493628) as the “Managing Director” of the Company with effect from 01.07.2024.

RESOLVED FURTHER THAT Mr. N. Valliappan, will be appointed for a period of 1 year from the date mentioned above till the conclusion of the next ensuing Annual General Meeting of the Company.”

5. Appointment of Mr. Shingo Iwata as the Whole-time Director of the Company:

To consider and if thought fit, to pass the following as an Ordinary Resolution with or without modifications: -

...2

“RESOLVED THAT in pursuance of Section 161(1), 196, 197, 203 read with Schedule V and other applicable provisions of Companies Act, 2013 (including any statutory modification or re-enactment thereof) Mr. Shingo Iwata (**DIN: 10721472**) who was appointed as an Additional Director to hold office till the conclusion of this Annual General Meeting, be and is hereby appointed as a Whole-Time Director of the Company.

RESOLVED FURTHER THAT Mr. Shingo Iwata (**DIN: 10721472**), will be appointed for a period of 1 year, till the conclusion of the next ensuing Annual General Meeting of the Company.”

6. Appointment of Mr. R. Sankar as the Whole-time Director of the Company:

To consider and if thought fit, to pass the following as an Ordinary Resolution with or without modifications: -

“RESOLVED THAT in pursuance of Section 161(1), 196, 197, 203 read with Schedule V and other applicable provisions of Companies Act, 2013 (including any statutory modification or re-enactment thereof) Mr. R. Sankar (**DIN: 08765696**) who was appointed as an Additional Director to hold office till the conclusion of this Annual General Meeting, be and is hereby appointed as a Whole-Time Director of the Company.

RESOLVED FURTHER THAT Mr. R. Sankar (**DIN: 08765696**), will be appointed for a period of 1 year, till the conclusion of the next ensuing Annual General Meeting of the Company.”

7. Appointment of Mr. M.A. Dhanasekaran as the Whole-time Director of the Company:

To consider and if thought fit, to pass the following as an Ordinary Resolution with or without modifications: -

“RESOLVED THAT in pursuance of Section 161(1), 196, 197, 203 read with Schedule V and other applicable provisions of Companies Act, 2013 (including any statutory modification or re-enactment thereof) Mr. M.A. Dhanasekaran (**DIN: 08775353**) who was appointed as an Additional Director to hold office till the conclusion of this Annual General Meeting, be and is hereby appointed as a Whole-Time Director of the Company.

RESOLVED FURTHER THAT Mr. M.A. Dhanasekaran (**DIN: 08775353**), will be appointed for a period of 1 year, till the conclusion of the next ensuing Annual General Meeting of the Company.”

By order of the Board
For Nidec India Precision Tools Limited

Place: Ranipet
Date: 05.09.2024

Yoshihiro Wada
Chairman
DIN: 10300387

Notes:

1. A member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote on a poll instead of him. A Proxy need not be a member of the Company. Proxy forms duly completed should be deposited at the Company's Registered office at least 48 hours before the commencement of the Meeting.
2. A person appointed as proxy shall act on behalf of such member or number of members not exceeding fifty and holding in aggregate not more than 10% (Ten percent) of the total share capital of the Company carrying voting rights and such proxy shall not represent more than 50 (Fifty) members of the Company.
3. But if a member is already holding more than 10% (Ten percent) of the total share capital of the Company carrying voting rights may appoint a single person as proxy for any other person or shareholder and such person shall not act as proxy for any other person or shareholder.
4. In order for proxies to be effective, the proxy forms duly completed and stamped should reach or must be deposited at the venue of the meeting before the meeting.
5. An Explanatory statement pursuant to section 102 of the Act in respect of Special Business is provided below.
6. Members are requested to notify any change in their address/ mandate/ other details immediately to the Company at its registered office.
7. Members/Proxies should fill the Attendance Slip for attending the Meeting.
8. Members are requested to address all correspondences, to the Registered Office of the Company.

ANNEXURE TO NOTICE

Explanatory statement as required by Section 102 of the Companies Act, 2013

As required by Section 102 of the Companies Act, 2013 (hereinafter referred to as “the Act”), the following explanatory statement sets out all material facts relating to the business mentioned under Special Business of the accompanying notice.

Special Business:

Resolution No. 3

“Mr. Yoshihiro Wada, (**DIN: 10300387**) was appointed as a “Chairman” of the Company at the meeting of the Board of Directors held on 05.09.2024, to take effect from 01.07.2024 for a period of FIVE Years from the effective date and now the approval for the shareholders is being sought by this resolution for his appointment.

Mr. Yoshihiro Wada, aged 49 Years, holding **DIN: 10300387** is Masters in Engineering. He has vast experience at Nidec Machine Tools Division, Japan in various capacities.

Mr. Yoshihiro Wada, shall not be provided any salary other than the sitting fees for attending the Meetings of the Company.

The Board recommends passing this resolution as an ordinary resolution.

None of the Directors, Key Managerial personnel and their relatives are, if any way, concerned or interested in the said resolutions, either financially or otherwise, except Mr. Yoshihiro Wada, who is being appointed in the said resolution.

Resolution No. 4:

“Mr. N Valliappan was appointed as an “Managing Director” by the Board of Directors at its meeting held on 05.09.2024 for a period of 1 year with effect from 01.07.2024 till the conclusion of the ensuing Annual General Meeting, and the approval of the shareholders is being sought by this resolution for his appointment.

Mr. N Valliappan, aged 59 years holding **DIN: 08493628** is an engineering graduate and is serving this Company for more than Three decades in various capacities and is having rich experience and knowledge in Gear Cutting Tools and Broaches manufacture and marketing.

Mr. N Valliappan shall not be liable to retire by rotation.”

The following are the terms and conditions of the Appointment of Mr. N Valliappan:

Particulars of Remuneration:

Salary : Rs. 1,00,000/- (Rupees One Lakh only) per month
Special Allowance : Rs. 50,000/- (Rupees Fifty Thousand only) per month

Statutory Payments:

The company will provide Provident Fund, Gratuity and other statutory benefits as applicable under the statute.

Commission:

Commission shall be payable on Net Profits calculated as per the provisions of Sections 197 and 198 of the Companies Act 2013, subject to the overall payments limit of 2.0 % of the Net Profits, that is the total payments including salary, commission and perquisites shall not exceed the overall limit of 2.0% with effect from 01.07.2024 of Net Profits during the financial year.

Perquisites:

I. Housing:

Either

a) Free furnished residential accommodation, owned or leased out by the Company

Or

b) House Rent Allowance subject to a ceiling of Rs. 30,000 per month.

c) The expenditure incurred by the Company on Gas, Electricity, Water and furnishings will be valued as per Income Tax Rules, 1962.

II: Medical Reimbursement:

Reimbursement of medical expenses incurred for self and family up to one month's salary.

III: Leave Travel Concession:

One month's salary per annum as per rules of the Company

IV: Personal Accident Insurance:

As per the rules of the Company the insurance will be provided.

V: Other perquisites:

Encashment of leave at the end of the tenure.

Leave:

One month privilege leave provided as per rules of the Company.

Telephone & Car:

Provision of Telephone at residence and mobile phone, Provision of Car for use on Company's business

Minimum Remuneration:

In the event of loss or inadequacy of profits in any financial year, Mr. N. Valliappan shall be paid remuneration by way of salary and perquisites as per provisions of Schedule V to the Companies Act 2013.

Termination:

Either party may terminate the Agreement by giving to the other party one months' notice or pay equivalent of one month's salary to the other person, in lieu thereof."

The Board recommends passing this resolution as an ordinary resolution.

None of the Directors, Key Managerial personnel and their relatives are, if any way, concerned or interested in the said resolutions, either financially or otherwise, except Mr. N Valliappan, who is being appointed in the said resolution.

Resolution No. 5:

"Mr. Shingo Iwata was appointed as "Additional Director" by the Board of Directors at its meeting held on 05.09.2024 to hold office till the next ensuing Annual General Meeting and the Board proposes to appoint Mr. Shingo Iwata as the Whole-time Director of the Company, subject to the approval of the shareholders.

Mr. Shingo Iwata, aged 43 years holding **DIN: 10721472** is master's in engineering and is serving this Company for Two decades in various capacities and is having rich experience Heat Treatment Process and knowledge in Gear Cutting Tools and Broaches manufacture.

Mr. Shingo Iwata's shall not be liable to retire by rotation."

The following are the terms and conditions of the Appointment of Mr. Shingo Iwata (DIN: 10721472):

Particulars of Remuneration:

Salary : Rs. 1,00,000/- (Rupees One Lakh only) per month
Special Allowance : Rs. 55,000/- (Rupees Fifty Five thousand only) per month

Statutory Payments:

The company will provide Provident Fund, Gratuity and other statutory benefits as applicable under the statute.

Commission:

Commission shall be payable on Net Profits calculated as per the provisions of Sections 197 and 198 of the Companies Act 2013, subject to the overall payments limit of 1.1 % of the Net Profits, that is the total payments including salary, commission and perquisites shall not exceed the overall limit of 1.1% with effect from 01.07.2024 of Net Profits during the financial year.

Perquisites:**I. Housing:**

Either

a) Free furnished residential accommodation, owned or leased out by the Company

Or

b) House Rent Allowance subject to a ceiling of Rs. 55,000 per month.

c) The expenditure incurred by the Company on Gas, Electricity, Water and furnishings will be valued as per Income Tax Rules, 1962.

II: Medical Reimbursement:

Reimbursement of medical expenses incurred for self and family up to one month's salary.

III: Leave Travel Concession:

One month's salary per annum as per rules of the Company

IV: Personal Accident Insurance:

As per the rules of the Company the insurance will be provided.

V: Other perquisites:

Encashment of leave at the end of the tenure.

Leave:

One month privilege leave provided as per rules of the Company.

Telephone & Car:

Provision of Telephone at residence and mobile phone, Provision of Car for use on Company's business

Minimum Remuneration:

In the event of loss or inadequacy of profits in any financial year, Mr. Shingo Iwata shall be paid remuneration by way of salary and perquisites as per provisions of Schedule V to the Companies Act 2013.

Termination:

Either party may terminate the Agreement by giving to the other party one months' notice or pay equivalent of one month's salary to the other person, in lieu thereof."

The Board recommends passing this resolution as an ordinary resolution.

None of the Directors, Key Managerial personnel and their relatives are, if any way, concerned or interested in the said resolutions, either financially or otherwise, except Mr. Shingo Iwata, who is being appointed in the said resolution.

Resolution No. 6:

"Mr. R. Sankar was appointed as "Additional Director" by the Board of Directors at its meeting held on 05.09.2024 to hold office till the next ensuing Annual General Meeting and the Board proposes to appoint Mr. R. Sankar as the Whole-time Director of the Company, subject to the approval of the shareholders.

Mr. R. Sankar, aged 52 years holding **DIN: 08765696** is an Engineering Graduate and is serving this Company for more than Two decades in various capacities and is having rich experience and knowledge in Gear Cutting Tools and Broaches Design and manufacture.

Mr. R. Sankar shall not be liable to retire by rotation."

The following are the terms and conditions of the Appointment of Mr. R. Sankar (**DIN: 08765696**)

Particulars of Remuneration:

Salary : Rs. 93,528/- (Rupees Ninety-Three thousand five hundred twenty-Eight only)
per month
Special Allowance : Rs. 7,030/- (Rupees Seven thousand Thirty only) per month

Statutory Payments:

The company will provide Provident Fund, Gratuity and other statutory benefits as applicable under the statute.

Commission:

Commission shall be payable on Net Profits calculated as per the provisions of Sections 197 and 198 of the Companies Act 2013, subject to the overall payments limit of 0.9 % of the Net Profits, that is the total payments including salary, commission and perquisites shall not exceed the overall limit of 0.9% with effect from 01.07.2024 of Net Profits during the financial year.

Perquisites:**I. Housing:**

Either

a) Free furnished residential accommodation, owned or leased out by the Company

Or

b) House Rent Allowance subject to a ceiling of Rs. 27,459 per month.

c) The expenditure incurred by the Company on Gas, Electricity, Water and furnishings will be valued as per Income Tax Rules, 1962.

II: Medical Reimbursement:

Reimbursement of medical expenses incurred for self and family up to one month's salary.

III: Leave Travel Concession:

One month's salary per annum as per rules of the Company

IV: Personal Accident Insurance:

As per the rules of the Company the insurance will be provided.

V: Other perquisites:

Encashment of leave at the end of the tenure.

Leave:

One month privilege leave provided as per rules of the Company.

Telephone & Car:

Provision of Telephone at residence and mobile phone, Provision of Car for use on Company's business

Minimum Remuneration:

In the event of loss or inadequacy of profits in any financial year, Mr. R. Sankar shall be paid remuneration by way of salary and perquisites as per provisions of Schedule V to the Companies Act 2013.

Termination:

Either party may terminate the Agreement by giving to the other party one months' notice or pay equivalent of one month's salary to the other person, in lieu thereof."

The Board recommends passing this resolution as an ordinary resolution.

None of the Directors, Key Managerial personnel and their relatives are, if any way, concerned or interested in the said resolutions, either financially or otherwise, except Mr. R. Sankar, who is being appointed in the said resolution.

Resolution No. 7:

"Mr. M.A. Dhanasekaran was appointed as "Additional Director" by the Board of Directors at its meeting held on 05.09.2024 to hold office till the next ensuing Annual General Meeting and the Board proposes to appoint Mr. M.A. Dhanasekaran as the Whole-time Director of the Company, subject to the approval of the shareholders.

Mr. M.A. Dhanasekaran, aged 50 years holding **DIN: 08775353** is an Engineering Graduate and is serving this Company for more than Two decades in various capacities and is having rich experience and knowledge in Gear Cutting Tools and Broaches Manufacture and Design.

Mr. M.A. Dhanasekaran shall not be liable to retire by rotation."

The following are the terms and conditions of the Appointment of Mr. M.A. Dhanasekaran (**DIN 08775353**):

Particulars of Remuneration:

- | | |
|----------------------|--|
| a. Salary | : Rs. 88,868/- (Rupees Eighty Eight Thousand Eight Hundred and Sixty Seven only) per month |
| b. Special Allowance | : Rs. 8,808/- (Rupees Eight Thousand Eight hundred and Eight only) per month |

Statutory Payments:

The company will provide Provident Fund, Gratuity and other statutory benefits as applicable under the statute.

Commission:

Commission shall be payable on Net Profits calculated as per the provisions of Sections 197 and 198 of the Companies Act 2013, subject to the overall payments limit of 0.9 % of the Net Profits, that is the total payments including salary, commission and perquisites shall not exceed the overall limit of 0.9% with effect from 01.07.2024 of Net Profits during the financial year.

Perquisites:**I. Housing:**

Either

a) Free furnished residential accommodation, owned or leased out by the Company

Or

b) House Rent Allowance subject to a ceiling of Rs.26,660 per month.

c) The expenditure incurred by the Company on Gas, Electricity, Water and furnishings will be valued as per Income Tax Rules, 1962.

II: Medical Reimbursement:

Reimbursement of medical expenses incurred for self and family up to one month's salary.

III: Leave Travel Concession:

One month's salary per annum as per rules of the Company

IV: Personal Accident Insurance:

As per the rules of the Company the insurance will be provided.

V: Other perquisites:

Encashment of leave at the end of the tenure.

Leave:

One month privilege leave provided as per rules of the Company.

Telephone & Car:

Provision of Telephone at residence and mobile phone, Provision of Car for use on Company's business

Minimum Remuneration:

In the event of loss or inadequacy of profits in any financial year, Mr.M.A.Dhanasekaran shall be paid remuneration by way of salary and perquisites as per provisions of Schedule V to the Companies Act 2013.

Termination:

Either party may terminate the Agreement by giving to the other party one months' notice or pay equivalent of one month's salary to the other person, in lieu thereof."

The Board recommends passing this resolution as an ordinary resolution.

None of the Directors, Key Managerial personnel and their relatives are, if any way, concerned or interested in the said resolutions, either financially or otherwise, except Mr. M.A. Dhanasekaran, who is being appointed in the said resolution.

By order of the Board
For Nidec India Precision Tools Limited

Place: Ranipet
Date: 05.09.2024

Yoshihiro Wada
Chairman
DIN: 10300387

N. Valliappan
Managing Director
DIN: 08493628

REPORT OF DIRECTORS

To
The Shareholders,
Ladies and Gentlemen,

The Directors take pleasure in presenting their Sixty-First Annual Report with the Audited Accounts of the Company for the year ended 31st March 2024.

1. FINANCIAL RESULTS:

Rs. in Lakhs

PARTICULARS	2023-2024 Current Year	2022-2023 Previous Year
Revenue from Operations	11,332	11,237
Other Income	1,033	684
Total Revenue	12,364	11,921
Total Expenditure	9,249	8,520
Profit/(Loss) before Prior period Items & tax	3,116	3,401
Less: Prior period Items	-	-
Profit/(Loss) Before Tax	3,116	3,401
Less: Taxes	876	989
Profit /(Loss) After Tax	2,240	2,412
Dividend proposed @ CY-0% /PY- 0%	0	0
Add: Balance b/f from the previous year	13,082	10,670
Balance Profit /(Loss) c/f to the next year	15,322	13,082

Since the Company does not have any subsidiaries, associates and joint venture companies during the year under review, it does not need to consolidate its accounts.

2. OPERATIONS & STATEMENT OF AFFAIRS:

The total revenue (net of GST) during this year amounted to **Rs.11,332** lakhs as against Rs.11,237 lakhs in the previous year. The operations for the year resulted in a profit of **Rs. 3,116** lakhs as against Rs. 3,401 lakhs in the previous year.

Your Company has performed as par with the previous year and lesser profits for the year under consideration owing to Price Increase in Raw Material, Depreciation Cost increased owing to our capacity enhancement and Competition in the market. Your Directors are expecting growth in economic conditions in the current year and expect that it will translate into better performance in terms of order booking, increased sales and Profitability. The material costs and input costs are likely to increase. However, the Company has in place mitigation mechanisms to protect profitability.

3. DIVIDEND:

Your Board of Directors has not proposed any dividend for the Financial Year 2023-24. Owing to Proposed substantial Investment in the Plant Expansion activities.

4. TRANSFER TO GENERAL RESERVE:

The Company has decided not to transfer any amounts to the General Reserve this year.

5. RESPONSIBILITY STATEMENT:

As required under Section 134 (3) (c) of the Companies Act 2013, the Directors confirm: -

- a. That in the preparation of the annual accounts, the applicable accounting standards have been followed along with proper explanation relating to material departures.
- b. That they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit or loss of the Company for that period.
- c. That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- d. That they have prepared the Annual accounts on a going concern basis.
- e. That internal financial controls were in place and were adequate and operating effectively.
- f. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

6. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

- a. Mr. Munetaka Nomura, has stepped down as the Chairman and Managing Director of the Company from the closure of 30th June 2024 owing to his preoccupation in Japan. Also, Mr. Munetaka Nomura shall be part of the Board of Directors who shall be liable to retire by rotation.
- b. Mr. Yoshihirao Wada was appointed as the Chairman of the Company at the Board Meeting held on 05.09.2024 and his appointment as Chairman will take effect from 01.07.2024. It is placed before the Shareholders for ratification.
- c. Mr. N. Valliappan, Whole-Time Director (Sales) of our Company has been appointed as the Managing Director of the Company at the Board Meeting held on 05.09.2024 and his appointment as Managing Director will take effect from 01.07.2024. Mr. N Valliappan shall be appointed for a period of 1 year to hold office till the conclusion of the next ensuing Annual General Meeting.

- d. Mr. Shingo Iwata, Chief Engineer of our Company has been appointed as the Additional Director of the Board of Directors in the Board meeting held on 05.09.2024 to hold office till the ensuing Annual General Meeting. The Company proposes to appoint Mr. Shingo Iwata as the Whole-Time Director of the Company from the date of AGM to hold office till the conclusion of the next ensuing Annual General Meeting. If appointed Mr. Shingo Iwata shall not be liable to retire by rotation.
- e. Mr. R. Sankar, Vice President (EDD&QAD) of our Company has been appointed as the Additional Director of the Board of Directors in the Board meeting held on 05.09.2024 to hold office till the ensuing Annual General Meeting. The Company proposes to appoint Mr. R. Sankar as the Whole-Time Director of the Company from the date of AGM to hold office till the conclusion of the next ensuing Annual General Meeting. If appointed Mr. R. Sankar shall not be liable to retire by rotation.
- f. Mr. M.A. Dhanasekarn, Vice President (Manufacturing) of our Company has been appointed as the Additional Director of the Board of Directors in the Board meeting held on 05.09.2024 to hold office till the ensuing Annual General Meeting. The Company proposes to appoint Mr. M.A. Dhanasekarn as the Whole-Time Director of the Company from the date of AGM to hold office till the conclusion of the next ensuing Annual General Meeting. If appointed Mr. M.A. Dhanasekarn shall not be liable to retire by rotation.
- g. Mr. Haruhiko Niitani, Director, is due to retire by rotation at the conclusion of this Annual General meeting and, being eligible, offers himself for re-appointment.

7. FINANCIAL ACCOUNTING

The financial statements have been prepared in accordance with the generally accepted Accounting Principles and in compliance with all applicable Indian Accounting Standards (hereinafter referred to as the "Ind AS") as notified by Ministry of Corporate Affairs pursuant to Section 133 of the Companies Act, 2013 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and Companies (Indian Accounting Standards) Amendment Rules, 2016. The significant accounting policies which are consistently applied have been set out in the Notes to the financial statements.

8. DISCLOSURE OF ORDERS PASSED BY REGULATORS OR COURTS OR TRIBUNAL

No significant and material orders had been passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future during the year.

9. ANNUAL REPORT:

The Annual Report in Form MGT - 9 is appended hereto in <https://www.nidec.com/en/nidec-machinetool/corporate/network/factory/nidec-machinetool-india-fa/>

10. BOARD MEETINGS HELD: Please refer Annexure B.

11. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013(14 of 2013) under Section 21:

The Company has in place an anti-sexual harassment policy in line with the requirements of the Sexual Harassment of Woman at Workplace (Prevention, Prohibition and Redressal) Act, 2013 under Section 21. The Company has not received any complaint about sexual harassment during the year 2023-24.

12. STATUTORY AUDITORS:

The members at the Annual General Meeting has appointed M/s. Srikanth and Shanthi Associates, Chartered Accountant, Chennai (Firm Registration No. 004006S) as the Statutory Auditor of your Company for a period of five years to hold office until the conclusion of 64th Annual General Meeting, The appointment was effected from 59th Annual General Meeting held in the financial year 2022.

The Notes on Financial Statement referred to in Auditor's report are Self-Explanatory and do not call for any further comments.

13. EMPLOYEES:

Employee relations in the Company continue to remain cordial and your directors wish to place on record their appreciation. There are no employees drawing remuneration beyond the limits prescribed under Section 197 of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014.

14. DISCLOSURES:

Information, as required under Section 134 (3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 is set out in the Annexure C forming part of this report.

15. RELATED PARTY TRANSACTIONS:

All transactions with the related parties entered into during the year under review were approved by the Board/ Audit Committee that the same were at arm's length and in the ordinary course of business and in accordance with the provisions of Companies Act, 2013 and the Rules made thereunder.

Details of each of the Related Party Transaction entered into by the Company during the year under review are annexed herewith in Form AOC-2 as "Annexure D".

16. DEPOSITS

The Company has not accepted or renewed any amount falling within the purview of provisions of Section 73 of the Companies Act 2013 ("the Act") read with the Companies (Acceptance of Deposit) Rules, 2014 during the year under review. Hence, the details relating to deposits as also requirement for furnishing of details of deposits which are not in compliance with Chapter V of the Act is not applicable.

17. MATERIAL CHANGES AND COMMITMENTS

There was no material changes and commitments affecting the financial position of the Company during the financial year to which the financial statements relate and the date of the report.

18. COMPLIANCE WITH SECRETARIAL STANDARDS

The company has complied with the applicable Secretarial Standards as required under the provisions of the Companies Act, 2013

19. DETAILS OF SUBSIDIARY, JOINT VENTURE OR ASSOCIATES

The Company does not hold any Subsidiary/Joint Venture/Associate Companies during the year under review.

20. DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY

The Company has a Risk Management Policy with an objective to formalize the process of identification of potential risk and adopt appropriate risk mitigation measures through a risk management structure. The risk policy is a step taken by the Company towards strengthening the existing internal Controls and updating the same as may be required from time to time.

21. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186.

During the year under review, the Company has not advanced any loans/ given guarantees/ made investments under section 186 of the Companies Act, 2013.

22. DETAILS OF FRAUDS REPORTED BY AUDITORS

There were no frauds reported by the Statutory Auditor under Section 143(12) of the Companies Act, 2013 read with Companies Amendment Act, 2015.

23. COST RECORDS

Cost records are not required to be maintained by the company as specified by the Central Government under Section 148(1) of the Companies Act, 2013, and accordingly such records and accounts are not maintained.

24. EXPLANATION TO ADVERSE REMARKS

Since there were no reservation, qualification or adverse remarks in the Auditors report, no explanation is required.

25. CORPORATE SOCIAL RESPONSIBILITY

1. CSR policy of the company is, "Serving the community to support common people and the underprivileged, by way of providing health services, education etc.,".
2. CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

3. Details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social responsibility Policy) Rules, 2014, if applicable (attach the report)-NIL
4. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any

Sl. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs.in Lakhs)	Amount required to be set- off for the financial year, if any (in Rs.in Lakhs)
1	2020-21	1,604	32
2	2021-22	3,037	61
3	2022-23	3,401	68
	TOTAL	8,042	161

5. Average net profit of the company as per section 135(5).Rs.2,680(in lakhs)
6. (a) Two percent of average net of the company as per section 135(5) is Rs.54 (in lakhs)
- (b) Surplus arising out of the CSR projects or programs or activities of the previous financial years.
- (c) Amount required to be set off for the financial year, if any
- (d) Total CSR obligation for the financial year (7a+7b-7c).
7. (a) CSR amount spent or unspent for the financial year:NIL

Total Amount Spent for the Financial Year. (in Rs.in lakhs)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount.	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
54	-	-	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	(9)	(10)	(11)	
Sl. No.	Name of the Project.	Item from the list of activities in Schedule VII to the Act.	Local area (Yes/ No).	Location of the project.		Project duration	Amount allocated for the project (in Rs.).	Amount spent in the current financial Year (in Rs.).	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.).	Mode of Implementation Direct (Yes/ No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Regn Number.
1.	Donation of Chair, bench and desk for T.V.Govt	I	Yes	Tamil Nadu	Ranipet	-	6	6	-	Yes	-	-
2.	Donation of Construction of Class	I	Yes	Tamil Nadu	Ranipet	-	24	24	-	Yes	-	-
3.	Donation of Medical Equipments G. H. Ladavaram	I	Yes	Tamil Nadu	Ranipet	-	7	7	-	Yes	-	-
4.	Donation of Medical Equipments G. H. Pudupadi	I	Yes	Tamil Nadu	Ranipet	-	7	7	-	Yes	-	-
5.	Donation of Medical Equipments Thirumalai Mission Hospital	I	Yes	Tamil Nadu	Ranipet	-	5	5	-	Yes	-	-
6.	Furnitures , Computer to GH Hospital Walajapet	I	Yes	Tamil Nadu	Ranipet	-	4	4	-	Yes	-	-
7.	Donation Prime Minister Relief Fund	VIII	Yes	Tamil Nadu	Ranipet	-	1	1	-	Yes	-	-
	Total	-	-	-	-	-	54	54	-	-	-	-

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/ No).	Location of the project.		Amount spent for the project (in Rs.).	Mode of implementation - Direct (Yes/ No).	Mode of implementation - Through implementing agency.	
				State.	District.			Name.	CSR registration number.
-	-	-	-	-	-	-	-	-	-
	TOTAL	-	-	-	-	-	-	-	-

(d) Amount spent in Administrative Overheads

(e) Amount spent on Impact Assessment, if applicable

(f) Total amount spent for the Financial Year – Rs. 54
(8b+8c+8d+8e)

(g) Excess amount for set off, if any

Sl.No.	Particular	Amount (Rs. In Lakhs)
(i)	Two percent of average net profit of the company as per section 135(5)	54
(ii)	Total amount spent for the Financial Year	54
(iii)	Excess amount spent for the financial year [(ii)-(i)]	0.12
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	-
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	-

8. 9. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (Rs. in Lakhs)	Amount spent in the reporting Financial Year (Rs. in Lakhs).	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any.			Amount remaining to be spent in succeeding financial years. (in Rs. in Lakhs)
				Name of the Fund	Amount (Rs. in Lakhs).	Date of transfer.	
1.	-	-	-	-	-	-	-
	Total	-	-	-	-	-	-

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	Project ID.	Name of the Project.	Financial Year in which the project was commenced.	Project duration.	Total amount allocated for the project (in Rs.).	Amount spent on the project in the reporting Financial Year (in Rs).	Cumulative amount spent at the end of reporting Financial Year. (in Rs.)	Status of the project - Completed/ Ongoing.
1.	-	-	-	-	-	-	-	-
	TOTAL	-	-	-	-	-	-	-

9. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details).

- Date of creation or acquisition of the capital asset(s).
- Amount of CSR spent for creation or acquisition of capital asset.
- Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.
- Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset).

10. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5).

Sd/- (Chief Executive Officer or Managing Director or Director)	Sd/- Person specified under clause (d) of sub-section 1) of section 380 of the Act (Wherever applicable).
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26. INSOLVENCY AND BANKRUPTCY:

The Company has not made application and no proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year.

27. LOAN:

The details of difference between amount of the Valuation done at the time of one time Settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof is not applicable since Company did not avail any loan with Banks or any Financial Institutions.

28. ACKNOWLEDGEMENT:

The Directors wish to acknowledge and thank the Customers, Bankers, the Sales Agents, Government Departments, Professional Consultants and lastly, but not the least the employees of the Company for their continued support and co-operation during the year and expect their continued support in the years to come.

By order of the Board
For Nidec India Precision Tools Limited

Place: Ranipet
Date: 05.09.2024

Yoshihiro Wada
Chairman
DIN: 10300387

Annexure-B

Board Meetings and Committee Meetings held during the year under consideration:

The Board met 4 times during the year on dates. – 09/06/2023, 28/09/2023, 12/10/2023, & 08/02/2024.

Name of the Director	Board Meetings Attended (No. of Meetings held)	Attendance at last AGM	Shares held.
Munetaka Nomura	4 – (4)	Yes	Nil
N Valliappan	4 – (4)	Yes	5
Haruhiko Niitani	1 - (1)	No	Nil
Yoshihiro Wada	1 - (1)	No	Nil
Praful Lalwani	4 – (4)	Yes	Nil
A.Priya	4 – (4)	Yes	Nil

Audit Committee - Met 3 times during the year on dates 09/06/2023, 12/10/2023, 08/02/2024,

Name of the Committee Member	Audit Committee Meetings Attended (No. of Meetings held)
A.Priya	3 – (3)
Prafful Lalwani	3 – (3)
N Valliappan	3 – (3)

Remuneration & Nomination Committee – Met 2 times during the year on dates 09/06/2023, 28/09/2023

Name of the Committee Member	Nomination and Remuneration Committee Meetings Attended (No. of Meetings held)
Prafful Lalwani	2 – (2)
A.Priya	2 – (2)
Munetaka Nomura	2 – (2)

CSR Committee – Met 1 time during the year on date 29/03/2024

Name of the Committee Member	Audit Committee Meetings Attended (No. of Meetings held)
Munetaka Nomura	1 – (1)
N Valliappan	1 – (1)
A.Priya	1 – (1)

Annexure C

Information as per Section 134 (3)(m) of the Companies act, 2013 read with the Companies (Accounts) Rules, 2014 and forming part of the Directors' Report for the year ended 31st March 2024.

A. Particulars with respect of conservation of energy :

(a) Energy Conservation measures taken:

- i) Improvement of Power Factor by Installing Capacitor banks:
Sufficient Capacitor Banks were added and the Power Factor is normally maintained, more than 0.94 at any time, in much improved conditions.
- ii) Automatic controls are sufficiently provided in all the furnaces for better control of consumption of energy with clear make and break facility.
- iii) The maximum demand, loading conditions are staggered and run in such a way that the recorded maximum demand is always within limits, every time and less recording of maximum demand.
- iv) Systematic replacement of low efficient luminaries.

- b) Proposals under implementation for reduction of consumption of energy:
The energy audit system is under implementation to reduce consumption of energy.
- c) Impact of energy conservation measures:
Energy usage optimised by process control and installation of efficient equipments.
- d) Total energy consumption and energy consumption per unit of production:
The Company is not covered in the list of specific industries. Hence the information is not furnished.
- B. Technology absorption As per Form B here-under.
- C. Foreign exchange earnings and Outgo
- f) activities relating to exports, initiatives taken to increase exports, development of new export market for products and services and export plans. The Company is taking all steps to garner more export orders from all sources.
- g) total foreign exchange used and earned. Foreign exchange used 69
Foreign exchange earned 685

Details of Foreign Exchange Earned

Rs in Lakhs

Particulars	Current Year	Previous Year
	1 st April 2023 to 31 st March 2024	1 st April 2022 to 31 st March 2023
Export of Goods calculated on FOB Basis	646	355
Other Income	-	-
Total earning in foreign exchange	646	355

Details of Foreign Exchange Outgo

Particulars	Current Year	Previous Year
	1 st April 2023 to 31 st March 2024	1 st April 2022 to 31 st March 2023
Import of Capital Goods calculated on CIF Basis:	984	320
(i) raw material	851	653
(ii) component and spare parts	118	113
(iii) capital goods – Software Purchase		
Expenditure on account of:		
Royalty		
Know-how		
Professional and Consultancy fees		
Interest		
Other matters		
Dividend paid		
Total expenditure in foreign exchange	1,953	1,086

ANNEXURE - D
Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

1. Details of contracts or arrangements or transactions not at arm's length basis:

There were no contracts or arrangement or transactions enter into during the year under review which were not at arm's length basis.

2. Details of material contracts or arrangement or transactions at arm's length basis

The details of material contracts or arrangement or transactions at arm's length basis for the year ended March 31, 2024 are as follows:

Sr. No.	Name of Related Party and Nature of Relationship	Nature of Contracts / Arrangements / Transactions	Duration of the contracts / Arrangements/ Transactions	Salient terms of the Contracts/ Arrangements/ Transactions including the value, if any	Date(s) of approval by the Board	Amount paid as advances, if any
1	Nidec India Private Limited.	Purchase of Services.	NA	NA	NA	6
2	Nidec Machine Tool. Co. Ltd., Kyoto	Purchase of Goods	NA	NA	NA	1
3	Nidec Machine Tool Co. Ltd.,	Purchase of Goods and Service	NA	NA	NA	34
		Receiving Services Royalty	NA	NA	NA	110
		Receiving Sales Intellectual Property	NA	NA	NA	76
		Sale of Goods	NA	NA	NA	585

FORM B

Form for disclosure of particulars with respect to absorption

Research and Development (R&D)

1. Specific areas in which R&D carried out by the Company Even though the Company does not have a separate R & D wing,
2. Benefits derived as a result of the above R&D the R & D activities are carried out along with our regular operations resulting in effective utilisation of imported raw materials which help in reducing the outgo on foreign exchange.
3. Future plan of action R & D Activity will be geared up as and when required.
4. Expenditure on R & D Nil.

Technology absorption, adaptation and innovation:

1. Efforts, in brief, made towards technology absorption,1. Trials of Dry Cut Hobs is successfully completed and a few customers placed regular orders.
adaptation and innovation.
2. Benefits derived as a result of the above efforts 2. Use of special High Speed Steel which are developed by NMTJ, Japan.
e.g. Product improvement, Cost reduction, product Import substitution of dry cut hobs and further business. Able to
development import substitution, etc. meet international competition in Indian Market.
3. In case of imported technology (imported during the last five years reckoned from the beginning of the financial year) following information may be furnished.
- A. Technology : Design and manufacture of Dry Cut Hobs.
Application of special grade high speed steel and its procedure to use.
- B. Year of import : 2005 -2006.
- C. Has technology been fully absorbed : Yes.
- D. If not fully absorbed, areas where this has not taken place, reasons there for, and future plans of action : N.A.

By order of the Board
For Nidec India Precision Tools Limited

Place: Ranipet
Date: 05.09.2024

Yoshihiro Wada
Chairman
DIN: 10300387

INDEPENDENT AUDITOR'S REPORT

To the Members of "NIDEC INDIA PRECISION TOOLS LIMITED"
(Formerly known as MITSUBISHI HEAVY INDUSTRIES INDIA PRECISION TOOLS LIMITED)
Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone Ind AS financial statements of "NIDEC INDIA PRECISION TOOLS LIMITED"(Formerly known as "MITSUBISHI HEAVY INDUSTRIES INDIA PRECISION TOOLS LIMITED") (the "Company") which comprises the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone Ind AS financial statements give the information required by the Companies Act, 2013("Act") in the manner so required and give a true and fair view in conformity with the Ind AS and accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024, and profit/loss, other comprehensive income, for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the standalone Ind AS financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key Audit Matters are those matters that, in our professional judgement, were of most significance in our audit of the standalone Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Standalone Ind AS financial statements as a whole, and informing our opinion thereon, and we do not provide a separate opinion on these matters.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the standalone financial statements and our auditor's report thereon. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Standalone Ind AS Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("Act") with respect to the preparation of these standalone Ind AS financial statements that give a true and fair view of the state of affairs, profit/loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India, including Indian Accounting Standards (Ind AS) prescribed under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone Ind AS financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Standalone financial statements, the management and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. The Board of Directors is also responsible for overseeing the company's financial reporting process.

Auditor's Responsibilities for the Audit of Standalone Financial Statement

Our objectives are to obtain reasonable assurance about whether the Standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As a part of audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- a. Identify and assess the risk of material misstatements of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or override of internal control.

- b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- d. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- e. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and audit findings, including any significant deficiencies in internal control that we identify during the audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged governance, we determine those matters that were of most significance in the audit of the financial statements of current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public benefits of such communication.

Report on Other Legal and Regulatory Requirements

- 1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the Annexure A a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on 31st March, 2024 taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.
- f) With respect to the adequacy of the Internal Financial Control with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B"
- g) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations to disclose in its standalone financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. (a). Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts , no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(is), including foreign entities (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (b). Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries, and
 - (c). Based on the audit procedures adopted by us, nothing has come to our notice that has caused us to believe that the representations made by the management under sub clause (a) and (b) above, contain any material misstatement.

- v. The dividend has paid by the company during the financial year which is approved in the AGM as in accordance Section 123 of the Companies Act, 2013.
- vi. With respect to the other matters to be included in the Auditor's Report in accordance with

Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:

The Company has used an accounting software (Tally Prime Edit Log) for maintaining its books of accounts for the financial year ended March 31,2024 which has a feature of recording Audit Trail. The Audit Trail feature is Configurable and was enabled with effect from 01-04-2023 and thereon operated throughout the year.

All the transactions recorded in the software are covered in the Audit Trail feature. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

- 3. With respect to the matter to be included in the Auditor's Report under section 197(16) of the Act.

In our Opinion and according to the information and explanations given to us, the remuneration paid by the company to its directors during the current year is in accordance with the provisions of the section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the act.

For SRIKANTH & SHANTHI ASSOCIATES
Chartered Accountants [FRN NO.004006S]

[M.C. SRIKANTH] [M.NO.018588]
Partner

PLACE : Chennai

DATE : 05.09.2024

UDIN : 24018588BKHBFF3847

ANNEXURE A TO INDEPENDENT AUDITORS' REPORT

(Referred to in our report of even date)

- 1) (i). The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
- (ii). The Company has a regular program of physically verifying all the Property, Plant and Equipment at its plants/offices in a phased manner over a period of 1 year, which in our opinion is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies as compared to book records were noticed on such verification.
- (iii). According to the information and explanations given to us and on the basis of our examinations of the records of the Company, the title deeds of immovable properties are held in the name of the Company.
- (iv). The Company has not revalued its Property, Plant and Equipment during the year.
- (v). The Company has no proceedings, initiated or pending against it for holding any benami property under the Benami transactions (Prohibitions) Act, 1988 during the year.
- 2) (i). Physical verification of inventory has been conducting by the management at reasonable intervals.
- (ii). The company has not borrowed from banks and any other financial institutes for working capital.
- 3) According to the information and explanations given to us, the Company has not granted any loans secured or unsecured to Companies, firms or other parties covered in the register maintained under Section 189 of the Companies Act.
- 4) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Section 185 and 186 of the Act, with respect to the loans and investments made.
- 5) According to the information and explanations given to us, the Company has not accepted any deposits from the public. Accordingly, paragraph 3(v) of the Order is not applicable.
- 6) The Central Government has not prescribed the maintenance of Cost records under Section 148 (1) of the Companies Act. Accordingly, paragraph 3(vi) of the Order is not applicable.
- 7) (i). According to the information and explanations given to us and on the basis of our examination of the records of the Company, amounts deducted/accrued in the books of account in respect of undisputed statutory dues including provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, cess and other material statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, sales- tax, service tax, goods and service tax, duty of customs, duty of excise, cess and other material statutory dues were in arrears as at 31st March 2024 for a period of more than six months from the date they became payable.

- (ii). According to the information and explanations given to us, there are no material dues of income tax, Goods and Service Tax, duty of customs, and Cess which have not been deposited with the appropriate authorities on account of any dispute. However, according to information and explanation given to us, the following dues have not been deposited by the company on account of dispute:
- 8) The Company not disclosed any transactions as income which are not recorded in the books during the year in the tax assessment under Income Tax Act, 1961.
- 9) i) The Company did not have any outstanding dues to financial institutions, banks, government or debenture holders during the year.
- ii) The company has not declared wilful defaults by any bank or financial institutes or by any other lender.
- iii) The Company has not borrowed any term loans.
- iv) The company has not raised any funds for short term uses.
- 10) i) The Company did not raise any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, paragraph 3(x) of the Order is not applicable.
- ii) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year.
- 11) i) According to the information and explanations given to us, no material fraud by the Company or on the Company by its officers or employees has been noticed or reported during the course of our audit.
- ii) No report has been filed by the auditor under sub-section (12) of section (143) in Form ADT-4
- iii) The company has not received any whistle blower complaints during the year.
- 12) In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the Order is not applicable.
- 13) According to the information and explanations given to us and based on our examination of the records of the Company, transactions with related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- 14) i) According to the information and explanations given to us, the company has an internal audit system commensurate with the size and nature of its business.
- ii) We have considered the reports of the Internal Auditors for the period under audit.
- 15) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered any cash transactions with the directors & if so provisions of section 192 of Companies Act, 2013 have been complied with.

- 16) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.
- 17) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not incurred cash losses during the financial year and preceding to the financial year.
- 18) The Auditor has not resigned during the year.
- 19) In our opinion and according to the information and explanations given to us, there is no existence of material uncertainty.
- 20) In our opinion and according to the information and explanations given to us there is no unspent amount under sub-section (5) of section 135 of the Act pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable.
- 21) According to the information and explanations given to us and based on our examination of the records of the Company, the company has no group companies. Accordingly, the clause 3 (xxi) is not applicable.

For SRIKANTH & SHANTHI ASSOCIATES
Chartered Accountants [FRN NO.004006S]

[M.C. SRIKANTH] [M.NO.018588]
Partner

PLACE : Chennai

DATE : 05.09.2024

UDIN : 24018588BKHBFF3847

ANNEXURE B TO INDEPENDENT AUDITORS' REPORT

Report on the Internal Financial Controls under Clause (i) of sub-section 3 of Section 143 of the Companies Act,2013 ('the Act')

Opinion

We have audited the internal financial controls over financial reporting of "NIDEC INDIA PRECISION TOOLS LIMITED" (Formerly known as "MITSUBISHI HEAVY INDUSTRIES INDIA PRECISION TOOLS LIMITED"), ('the Company') as of 31 March 2024 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31 March 2024, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting were established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness.

Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of Management and Directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For SRIKANTH & SHANTHI ASSOCIATES
Chartered Accountants [FRN NO.004006S]

[M.C. SRIKANTH] [M.NO.018588]

Partner

PLACE : Chennai

DATE : 05.09.2024

UDIN : 24018588BKHBFF3847

NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Balance Sheet as at 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

Particulars	Notes	As at 31-March-2024 ₹	As at 31-March-2023 ₹
ASSETS			
Non-current assets			
Property, plant and equipment	3(a)	4,616	3,267
Capital work-in-progress	3(b)	422	640
Intangible assets	3(c)	51	12
Investment property	3(d)	4	-
Right-of-use asset	3(e)	1	-
Financial assets			
- Other financial assets	4	43	-
Deferred Tax Assets		9	44
Other non-current assets	5	223	565
Total non-current assets		5,369	4,528
Current assets			
Inventories	6	2,979	2,291
Financial assets			
- Trade receivables	7(a)	2,543	1,974
- Cash and cash equivalents	7(b)	698	570
- Bank balances other than above	7(c)	13,899	13,335
- Other financial assets	7(d)	334	214
Other current assets	8	391	338
Total current assets		20,843	18,722
Total assets		26,212	23,250
EQUITY AND LIABILITIES			
Equity			
Equity share capital	9	697	697
Other equity	10	23,617	21,423
		24,314	22,120
Non-current liabilities			
Financial liabilities			
- Lease liabilities	11	-	-
Provisions	12	145	-
Deferred tax liabilities (net)	13	-	-
Other non-current liabilities	14	-	-
Total non-current liabilities		145	-
Current liabilities			
Financial liabilities			
- Lease liabilities	15(a)	1	-
- Trade payables due to	15(b)		
- Micro and small enterprises		-	29
- Other than micro and small enterprises		1,363	656
- Other financial liabilities	15(c)		
Provisions	16	324	340
Other current liabilities	17	65	106
Total current liabilities		1,754	1,131
Total equity and liabilities		26,212	23,250

The accompanying notes are an integral part of the financial statements.
This is the Balance Sheet referred to in our report of even date.

For Srikanth & Shathi Associates
Chartered Accountants
Firm registration number: 0044006S

For and on behalf of the Board of Directors of
Nidec India Precision Tools Limited

SRIKANTH M C
Partner
Membership number: 018588
Date: 05.09.2024
Place: Chennai

Yoshihiro Wada
Chairman
DIN: 10300387
Place: Ranipet
Date : 05.09.2024

N.Valliappan
Managing Director
DIN: 08493628
Place : Ranipet
Date : 05.09.2024

NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Statement of Profit and Loss for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

Particulars	Notes	For the year ended	For the year ended
		31-March-2024	31-March-2023
		₹	₹
Income			
Revenue from operations	18	11,332	11,237
Other income	19	1,033	684
Total Income		12,364	11,921
Expenses			
Cost of materials consumed	20	2,928	2,596
	21	(43)	191
Changes in inventories of finished goods, work-in-progress and stock-in-trade			
Employee benefits expense	22	2,791	2,626
Finance costs	23	1	-
Depreciation and amortization expense	24	963	800
Other expenses	25	2,608	2,288
Total Expenses		9,249	8,501
Profit before tax		3,116	3,420
Tax expense:			
- Current tax		840	1,005
- Tax relating to prior years			
- Deferred tax		35	(17)
Total tax expense		875	988
Profit after tax for the year		2,240	2,432
Other comprehensive income for the year (net of tax)			
Items that will not be reclassified to profit or loss			
- Remeasurement gain and (losses) on defined benefit obligations (net)		(46)	(10)
- Income tax relating to items that will not be reclassified to profit or loss			-
Total comprehensive income for the year		(46)	(10)
		2,194	2,422
Earnings per equity share (in Rs.):			
Basic and diluted (Face value Rs.1,000 each)	26	32.14	34.89

The accompanying notes are an integral part of the financial statements.

This is the Statement of Profit and Loss referred to in our report of even date.

For Srikanth & Shathi Associates
Chartered Accountants
Firm registration number: 0044006SSRIKANTH M C
Partner
Membership number: 018588
Date: 05.09.2024
Place: ChennaiFor and on behalf of the Board of Directors of
Nidec India Precision Tools LimitedYoshihiro Wada
Chairman
DIN:10300387
Place: Ranipet
Date : 05.09.2024N.Valliappan
Managing Director
DIN: 08493628
Place : Ranipet
Date : 05.09.2024

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NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Statement of Cash Flows for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

	For the year ended 31-March-2024	For the year ended 31-March-2023
	₹	₹
A. Cash flows from operating activities		
Net profit before tax	3,116	3,420
Adjustments for non-cash items		
Depreciation and amortization expense	963	800
Unrealised exchange (gain)		
Government grant (recognised)		
Other comprehensive loss		
Provision for warranty reversed		
Loss on sale of assets/scrapped		
Other non operating income		
Property, plant and equipment written-off		
Provision for doubtful debts		
Adjustments for non-operating items		
Rental income from land & buliding		
Gain on sale of asset	(4)	(5)
Finance cost (interest cost)	1	-
Finance cost (lease liabilities)		
Interest income	(989)	(670)
Dividend income (from subsidiary)		
Operating profit before working capital changes	3,088	3,545
Changes in working capital:		
Adjustments for (increase) / decrease in operating assets		
Inventories	(688)	(182)
Trade receivables	(568)	165
Financial assets	(564)	-
Other financial assets (non current)	(43)	-
Short-term loans and advances		
Other assets	248	(526)
Other financial assets (current)	(120)	(1,448)
Adjustments for increase/(decrease) in operating liabilities		
Lease liabilities		
Trade payables	678	274
Other financial liabilities (current)		
Other current liabilities	(40)	(89)
Provisions	83	15
Other non-current liabilities		
Net cash generated from operating activities	2,073	1,740
Income tax paid (net)	(799)	(953)
Net cash generated from operating activities	1,274	786
B. Cash flows from investing activities		
Purchase of property, plant and equipment (includes capital advance)	(2,064)	(1,114)
Proceeds from sale of property, plant and equipment		5
Purchase of intangible assets	(43)	-
Purchase of capital work-in-progress		
Interest received	989	607
Rental income from land & buliding		
Encashment/(investment) in fixed deposit (Restricted cash)		
Net cash used in investing activities	(1,118)	(502)
C. Cash flows from financing activities		
Proceeds from issue of share capital		
Dividends Paid	-	(230)
Term loan received from/(repaid to) related party		
Interest paid		
Lease liabilities payment	(27)	
Net cash generated from financing activities	(27)	(230)
Net (decrease)/increase in cash or cash equivalents (A+B+C)	129	56
Cash and cash equivalents as at beginning of the year	570	519
Cash and cash equivalents as at the end of the year	698	570
Components of cash and cash equivalents		
Balance with banks		
-in current account	680	550
-in deposit account	15	18
Unpaid Dividend Account	-	-
Cash on hand	3	1
Total cash and cash equivalents	698	570

This is the Cash Flow Statement referred to in our report of even date.

For Srikanth & Shathi Associates
Chartered Accountants
Firm registration number: 0044006S

SRIKANTH M C
Partner
Membership number: 018588
Date: 05.09.2024
Place: Chennai

For and on behalf of the Board of Directors of
Nidec India Precision Tools Limited

Yoshihiro Wada
Chairman
DIN:10300387
Place: Ranipet
Date : 05.09.2024

N.Valliappan
Managing Director
DIN: 08493628
Place : Ranipet
Date : 05.09.2024

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NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Statement of Changes in Equity for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

A) Equity share capital

Balance as at 01-April-2022	697.00
Add: Issued during the year	-
Balance as at 31-March-2023	697.00
Add: Issued during the year	-
Balance as at 31-March-2024	697.00

B) Other equity

Particulars	Capital Reserve	Capital Redemption Reserve	Shares Premium	Revaluation Reserve	General Reserve	Retained Earnings	Total equity
As at 01-April-2022	55	99	4,000	125	4,120	10,832	19,231
Profit for the year						2,422	2,422
Other comprehensive income							
- Remeasurement of post employment benefit obligations/ Dividends Paid						(230)	(230)
As at 31-March-2023	55	99	4,000	125	4,120	13,024	21,423
As at 01-April-2023	55	99	4,000	125	4,120	13,024	21,423
Profit for the year						2,240	2,240
Other comprehensive income							
- Remeasurement of post employment benefit obligations						(46)	(46)
As at 31-March-2024	55	99	4,000	125	4,120	15,218	23,617

The accompanying notes are an integral part of the financial

This is the Statement of Changes in Equity referred to in our report

For Srikanth & Shathi Associates
Chartered Accountants
Firm registration number: 0044006S

SRIKANTH M C
Partner
Membership number: 018588
Date: 05.09.2024
Place: Chennai

For and on behalf of the Board of Directors of
Nidec India Precision Tools Limited

Yoshihiro Wada
Chairman
DIN: 10300387
Place: Ranipet
Date : 05.09.2024

N.Valliappan
Managing Director
DIN: 08493628
Place : Ranipet
Date : 05.09.2024

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NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

3(e)	Tangible assets									
Description of assets	Land	Buildings	Plant and machinery	Computer	Furniture and fixtures	Office equipment	Motor vehicles	Installation and equipment	Electrical	Total tangible assets
Gross carrying amount										
As at 01-April-2023	124.75	250.46	2,668.74	27.95	21.52	102.93	17.96	-	52.59	3,267
Additions	-	808.74	1,292.92	9.80	24.98	87.30	-	-	43.89	2,268
Deletions/adjustments	-	27.75	33.41	-	0.16	1.50	-	-	-	63
As at 31-March-2024	124.75	1,031.45	3,928.25	37.75	46.34	188.72	17.96	-	96.47	5,472
Accumulated depreciation										
As at 01-April-2023	-	-	-	-	-	-	-	-	-	-
Depreciation charge for the year	-	82.62	760.57	18.02	7.24	21.58	1.91	-	20.97	913
Deletions/adjustments	-	23.06	32.55	0.03	0.16	1.00	-	-	-	57
As at 31-March-2024	-	59.57	728.02	17.99	7.07	20.58	1.91	-	20.97	856.11
Net book value										
As at 31-March-2024	124.75	971.88	3,200.23	19.76	39.27	168.14	16.06	-	75.50	4,616
As at 31-March-2023	124.75	250.46	2,668.74	27.95	21.52	102.93	17.96	-	52.59	3,267
Gross carrying amount										
As at 01-April-2022	124.75	299.20	3,691.66	70.98	25.55	131.92	24.01	-	86.09	4,454
Additions	-	-	-463.08	3.59	3.25	7.47	-	-	-	476
Deletions/adjustments	-	-	(9.85)	(0.86)	(0.38)	-	-	-	0.08	(11)
As at 31-March-2023	124.75	299.20	4,143.90	73.71	28.42	139.39	24.01	-	86.17	4,920
Accumulated depreciation										
As at 01-April-2022	-	25.58	786.20	11.19	3.57	18.93	3.47	-	18.07	867
Depreciation charge for the year	-	23.06	698.30	35.43	3.71	17.54	2.57	-	15.52	796
Revaluation	-	0.31	0.43	-	-	-	-	-	-	1
Deletions/adjustments	-	-	(9.77)	(0.86)	(0.38)	(0.14)	-	-	-	(11)
As at 31-March-2023	-	48.95	1,475.16	45.76	6.89	36.33	6.05	-	33.59	1,653
Net book value										
As at 31-March-2023	124.75	250.25	2,668.74	27.95	21.52	103.07	17.96	-	52.59	3,267
Gross Carrying Amount										
As at 01-April-2021 (Deemed cost)	124.75	292.94	3,025.66	10.04	20.95	85.82	24.01	-	69.68	3,654
Additions	-	6.26	695.11	84.19	4.60	46.51	-	-	16.41	853
Deletions/adjustments	-	-	(29.11)	(23.24)	-	(0.41)	-	-	-	(53)
As at 31-March-2022	124.75	299.20	3,691.66	70.98	25.55	131.92	24.01	-	86.09	4,454
Accumulated depreciation										
As at 01-April-2021 (Deemed cost)	-	-	-	-	-	-	-	-	-	-
Depreciation charge for the year	-	25.45	814.75	34.43	3.57	19.07	3.47	-	18.07	919
Revaluation	-	0.13	0.56	-	-	-	-	-	-	1
Deletions/adjustments	-	-	(29.11)	(23.24)	-	(0.14)	-	-	-	(53)
As at 31-March-2022	-	25.58	786.20	11.19	3.57	18.93	3.47	-	18.07	867
Net book value										
As at 31-March-2022	124.75	273.62	2,905.47	59.80	21.98	112.99	20.54	-	68.03	3,587
As at 31-March-2021	124.75	292.94	3,025.66	10.04	20.95	85.82	24.01	-	69.68	3,654

3(b) Capital work-in-progress

	As at 31-March-2024	As at 31-March-2023
	₹	₹
Opening balance	640.44	1.76
- Addition during the year*	2,230.72	1,178.58
- Capitalisation during the year	2,449.13	539.90
Closing balance	422	640

Capital-Work-in Progress (CWIP) ageing schedule

Projects in progress-Neemrana, Rajasthan

Amount in CWIP for a period of less than 1 year	420	638
Amount in CWIP for a period of more than 1 year but less than 2 years	2	
Amount in CWIP for a period of more than 2 year but less than 3 years	-	
Amount in CWIP for a period of more than 3 years	-	2
	422	640

3(c) Intangible assets

Description of Assets	Computer software	Total intangible assets
Gross Carrying Amount		
As at 01-April-2023	11.65	11.65
Additions	63.20	63.20
Deletions/adjustments	-	-
As at 31-March-2024	74.85	74.85
Accumulated amortisation		
As at 01-April-2023	-	-
Charge for the year	24.33	24.33
Disposals	-	-
As at 31-March-2024	24.33	24.33
Net book value		
As at 31-March-2024	50.52	50.52
As at 31-March-2023	12.00	12.00
Gross Carrying Amount		
As at 01-April-2022	25.50	25.50
Additions	-	-
Deletions/adjustments	-	-
As at 31-March-2023	25.50	25.50
Accumulated amortisation		
As at 01-April-2022	10.29	10.29
Charge for the year	3.57	3.57
Deletions/adjustments	-	-
As at 31-March-2023	13.85	13.85
Net book value		
As at 31-March-2023	11.65	11.65
As at 31-March-2022	15.22	15.22

Gross Carrying Amount		
As at 01-April-2021 (Deemed cost)	24.04	24.04
Additions	1.47	1.47
Deletions/adjustments	-	-
As at 31-March-2022	25.50	25.50
Accumulated amortisation		
As at 01-April-2021 (Deemed cost)	-	-
Charge for the year	10.29	10.29
Deletions/adjustments	-	-
As at 31-March-2022	10.29	10.29
Net book value		
As at 31-March-2021	24.04	24.04
As at 31-March-2022	15.22	15.22

3(d) Investment property

Description of Assets	Investment property
Gross Carrying Amount	
As at 01-April-2023	
Additions	4.70
Deletions/adjustments	
As at 31-March-2024	4.70
Accumulated amortisation	
As at 01-April-2023	
Charge for the year	0.24
Disposals	
As at 31-March-2024	0.24
Net book value	
As at 31-March-2024	4.46
As at 31-March-2023	-

3(e) Right-of-use-asset

Description of Assets	Right-of-use-asset
Gross Carrying Amount	
As at 01-April-2023	-
Additions	27.31
Deletions/adjustments	-
As at 31-March-2024	27.31
Accumulated amortisation	
As at 01-April-2023	-
Charge for the year	26.44
Disposals	
As at 31-March-2024	26.44
Net book value	
As at 31-March-2024	0.87
As at 31-March-2023	-

NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

	As at 31-March-2024 ₹	As at 31-March-2023 ₹
NON-CURRENT ASSETS		
Financial assets		
4 Other financial assets (Unsecured, considered good)		
At amortised costs		
Balance with banks:		
- in deposit account*		
- with maturity of more than 12 months		
At fair value through profit and loss		
Statutory Authorities	43	
Derivative asset (mark-to-market)	43	-
	<u>43</u>	<u>-</u>
*Fixed deposit maturity details		
with maturity of 3 months or less		
3 months -1 year		
More than 1 year	43	13,335
	<u>43</u>	<u>13,335</u>
5 Other non-current assets (Unsecured, considered good)		
Capital advances	146	461
Security deposits with		
- Statutory authorities	1	37
- Others	76	67
	<u>223</u>	<u>565</u>
CURRENT ASSETS		
6 Inventories		
Raw materials		
- in stores	2,140	1,523
- in transit	-	-
Less: Provision for obsolete stock (at stores)	-	-
	<u>2,140</u>	<u>1,523</u>
Work-in-progress	561	507
Less: Provision for obsolete stock	-	-
	<u>561</u>	<u>507</u>
Finished goods	48	60
Less: Provision for obsolete stock	-	-
	<u>48</u>	<u>60</u>
Traded goods	-	-
Stores and spares	229	201
	<u>2,979</u>	<u>2,291</u>
		...45

	As at 31-March- 2024	As at 31-March- 2023
	₹	₹
Financial assets		
7 a) Trade receivables		
Undisputed		
- considered good*	2,543	1,962
Disputed		
- considered doubtful	-	13
Less: Credit impaired	-	-
	2,543	1,974
*includes dues to related parties (refer note 31)		
Trade Receivables ageing schedule	As at 31-March-2024	As at 31-March-2023
	₹	₹
Outstanding for following periods from due date of payment	Undisputed, considered good	Undisputed, considered doubtful
Unbilled dues		
Less than 6 months	-	1,952
6 months -1 year	2,543	7
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	15
Total	2,543	1,974
	As at 31-March- 2024	As at 31-March- 2023
	₹	₹
b) Cash and cash equivalents		
Balance with banks:		
- on current account	680	550
- in deposit account/unpaid dividend account	15	18
- maturity less than 3 months	-	-
Cash on hand	3	1
	698	570
c) Other bank balances:		
- in deposit account*	-	-
- maturity less than 3 months	-	-
- maturity more than 3 months but upto one year	13,899	13,335
	13,899	13,335
*under lien against bank guarantees issues by banks secured against these fixed deposits.		
d) Other financial assets		
(Unsecured, considered good)		
Interest accrued on bank deposits	327	207
Rental Advance	8	7
Reimbursement receivables from related party*	-	-
	334	214
8 Other current assets		
(Unsecured, considered good)		
Advance to		
- Expenses	3	6
- Employees	1	3
Prepaid expenses	65	48
Claims receivable	-	-
Balance with government authorities		
- Income tax TDS/TCS receivables	322	281
- GST credit/cash balance	-	-
- GST refund receivable	-	-
- Custom duty credit balance	-	-
- Custom duty refund receivable	-	-
- Cess recoverable	-	-
	391	338

NIDEC INDIA PRECISION TOOLS LIMITED

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Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

9 Equity share capital

	As at 31-March-2024		As at 31-March-2023	
	Number of shares	₹	Number of shares	₹
(a) Authorised equity share capital 80,00,000 (Previous year 80,00,000) Equity shares of Rs.10/-each	80	10.00	80	10.00
(b) Issued, subscribed and fully paid-up 69,70,000 (previous year 69,70,000) Equity shares of Rs.10 each	697	10.00	697	10.00
Total	697	697	697	10.00

Notes:

(i) Reconciliation of the shares outstanding at the beginning and the end of the reporting year

Equity shares

	As at 31-March-2024		As at 31-March-2023	
	Number of shares	₹	Number of shares	₹
At the beginning of the year	69,700	10.00	69,700	10.00
Add: Issued during the year				
Outstanding at the end of the year	69,700	10	69,700	10

(ii) Terms/ rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10, per share. Each shareholder is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend, if any, proposed by the board of directors is subject to the approval of shareholders in the ensuing general meeting.

In the event of liquidation of the Company, the holders of equity shares will be entitled to receive the remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

The shareholders have all other rights as available to equity shareholders as per provisions of the Companies Act, 2013 read together with the Memorandum and Articles of Association of the Company, as applicable.

(iii) Details of shares held by the holding company, the ultimate holding company, their subsidiaries and associates:

Name of the shareholder

	As at 31-March-2024		As at 31-March-2023	
	Number of shares	₹	Number of shares	₹
Nidec India Private Limited [the Holding Company]	67,25,000		67,25,000	
	67,25,000	-	67,25,000	-

(iv) Details of shares held by each shareholder holding more than 5% shares:

Class of shares / Name of shareholder

	As at 31-March-2024		As at 31-March-2023	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Nidec India Private Limited [the Holding Company]	67,25,000		67,25,000	
	67,25,000	-	67,25,000	-

(v) Details of shares held by promoters of the Company:

As at 31-March-2024

Shares held by promoters at the end of the year						
Sl. No.	Name of the promoter	No. of Shares at beginning of the year	Change during the year	No. of Shares at the year end	% of total shares	% change during the year
1	Nidec India Private Limited (the Holding Company)	67,25,000		67,25,000	96.48%	-
		67,25,000	-	67,25,000	1	-

As at 31-March-2023

Shares held by promoters at the end of the year						
Sl. No.	Name of the promoter	No. of Shares at beginning of the year	Change during the year	No. of Shares at the year end	% of total shares	% change during the year
1	Nidec India Private Limited (the Holding Company)	67,25,000		67,25,000	96.48%	0.00%
		67,25,000	-	67,25,000	1	-

vi) No equity shares have been issued as bonus shares and no equity shares have been bought back during the preceding five financial years. Further, no equity shares have been issued for a consideration other than cash during the preceding five financial years.

	As at 31-March-2024	As at 31-March-2023
	₹	₹
10 Other equity		
a) Retained earnings		
Deficit in the statement of profit and loss		
Opening balance at the beginning of the year*	21,422.65	19,231.05
Add: Profit after tax for the year	2,194.03	2,421.61
Add: Revaluation reserve	-	-
Other comprehensive income		
Add: Other comprehensive income for the year	0.00	-
Less: Dividend Paid	-	(230.00)
Total other equity	23,616.68	21,422.65

Retained earning: This reserve represent the cumulative profits of the Company and effect of re-measurement of defined benefit obligations. This reserve can be utilised in accordance with the provision of the Companies Act, 2013.

NIDEC INDIA PRECISION TOOLS LIMITED

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Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

	As at 31-March-2024 ₹	As at 31-March-2023 ₹
NON-CURRENT LIABILITIES		
Financial liabilities		
11 Lease liabilities		
- Lease liabilities (Non-current portion)	-	-
	-	-
12 Provisions		
Provision for:		
defined benefit obligations (refer note (i) below)		
- gratuity [refer note 29(b)]	51.98	-
- compensated absence	92.84	-
- warranty(refer note (ii) below)	-	-
	<u>144.82</u>	<u>-</u>
(i) The provision for employee benefits includes sick leave, gratuity, earned leave and vested long-term service reward.		
(ii) Movement in warranties provisions		
Opening balance	-	-
Additions during the year	-	-
Amount utilised during the year	-	-
Reversed through P&L during the year	-	-
Closing balance	<u>-</u>	<u>-</u>
	As at	As at 31-March-
	31-March-2024	2023
	₹	₹
13 Deferred tax liabilities (net)		
Arising on account of:-		
- Depreciation	(4)	(42)
Tax effect of items constituting deferred tax liability	<u>(4)</u>	<u>(42)</u>
Arising on account of:-		
- Provision for gratuity and leave encashment	5	3
- Provision for unascertained liabilities		
- Brought forward business losses and depreciation [#]		
Tax effect of items constituting deferred tax assets	<u>5</u>	<u>3</u>
Net deferred tax liability/asset	<u>(9.03)</u>	<u>(44.37)</u>

[#] Recognised only to the extent of deferred tax liability(net).

Movement of Deferred tax liabilities/(assets) as at 31-March-2024	Opening balance	Recognised in Profit and Loss	Closing Balance
	₹	₹	₹
Deferred tax liability			
Arising on account of:-			
- Depreciation	(44)	(41)	(4)
Deferred tax asset			
- Provision for gratuity and leave encashment		(5)	5
- Provision for unascertained liabilities			
- Brought forward business losses and depreciation [#]			
	-	(5)	5
Net deferred tax liability/asset	(44)	(35)	(9)

[#] Recognised only to the extent of deferred tax liability (net).

Movement of Deferred tax liabilities/(assets) as at 31-March-2023	Opening balance	Recognised in Profit and Loss	Closing Balance
	₹	₹	₹
Deferred tax liability			
Arising on account of:-			
- Depreciation	(28)	14	(42)
Deferred tax asset			
- Provision for gratuity and leave encashment	-	(3)	3
- Provision for unascertained liabilities	-		
- Brought forward business losses and depreciation [#]	-	-	-
	-	(3)	3
Net deferred tax liability/asset	(28)	17	(44)

[#] Recognised only to the extent of deferred tax liability (net).

14 Other non-current liabilities

	As at 31-March-2024	As at 31-March-2023
	₹	₹
Deferred government grant [Non-current portion]	-	-
Security deposit	-	-
	-	-

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15 Financial liabilities**a) Lease liabilities**

- Lease liabilities [Current portion]

1	-
1	-

b) Trade payables**Undisputed**

- Due to micro and small enterprises

- 29

- Due to other than micro and small enterprises

1,363 656

Trade Payables ageing schedule

1,363 685

Outstanding for following periods from due date of payment

	As at 31-March-2024		As at 31-March-2023	
	₹		₹	
	Undisputed		Undisputed	
	MSME	Others	MSME	Others
Unbilled dues				
Less than 1 year	-	1,363	29	652
1-2 years	-		-	0
2-3 years	-		-	-
More than 3 years	-		-	4
Total	-	1,363	29	656

Particulars

The principal amount and the interest due thereon (to be shown separately) remaining unpaid to any supplier as at the end of each accounting year.

The amount of interest paid by the buyer in terms of Section 16 of the MSMED Act 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.

The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.

The amount of interest accrued and remaining unpaid at the end of each accounting year.

The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under Section 23 of the MSMED Act 2006.

c) Other financial liabilities

Employee emoluments payables

-

Liability towards capital goods

-

	As at 31-March-2024		As at 31-March-2023	
	₹		₹	
	-		-	
	-		-	
	-		-	

16 Provisions

Provision for defined benefit obligation

- gratuity [refer note 29(b)] [current portion]

1 19.9

- compensated absence [current portion]

1 75

Others

323 245

324 340

17 Other current liabilities

Government grant [current portion]

Unpaid Dividend

14 18

Advance from customers

-

Statutory dues payables

51 88

65 106

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NIDEC INDIA PRECISION TOOLS LIMITED

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Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

	For the year ended 31-March-2024	For the year ended 31-March-2023
	₹	₹
18 Revenue from operations		
Sale of:		
- manufactured goods	10,515	10,619
- traded goods	149	
Rendering of services	290	259
	10,955	10,879
Other operating revenue:		
Sale of scrap	373	358
Liabilities/provision no longer required written back	-	-
Rental income*	4	-
	377	358
	11,332	11,237
19 Other income		
Interest income on		
- Bank deposits [measured at amortised cost]	984	667
- Other deposits [measured at amortised cost]	4	3
- Other Statutory authorities [Income tax refund]	-	-
Dividend income [from subsidiary, measured at amortised cost]	-	-
Government grant	-	-
Provision for warranty reversal	-	-
Export incentive	-	-
Net gain on foreign currency transactions and translations	-	-
Gain on sale of property, plant and equipment	4	5
Derivative gain	-	-
Credit Balance Written Off	27	-
Miscellaneous income	14	9
	1,033	684
20 Cost of materials consumed		
Raw material inventory at the beginning of year	1,523	1,192
Add: Purchases during the year	3,545	2,927
Less: Raw material inventory at the end of year	2,140	1,523
	2,928	2,596
21 Changes in inventories of finished goods, work-in-progress and stock-in-trade		
Opening balances		
Work-in-progress	507	700
Finished goods manufactured	60	57
Traded goods	-	-
	A 566	757
Closing balances		
Work-in-progress	561	507
Finished goods manufactured	48	60
Traded goods	-	-
	B 609	566
	(A-B) (43)	191

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NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

	For the year ended 31-March-2024 ₹	For the year ended 31-March-2023 ₹
22 Employee benefits expense		
Salary and wages	2,211.41	2,048
Contribution to provident and other funds [refer note 29(a)]	119.75	107
Gratuity expense [refer note 29(b)]	39.29	33
Compensated absences	24.06	14
Staff welfare expenses	288.02	239
Director Remuneration	108.56	185
	2,791.09	2,626
23 Finance costs		
Interest on		
- External commercial borrowings	-	-
- Lease liabilities	1	-
- Delay in payment of custom duties	-	-
Other borrowing costs:		
- Hedging premium	-	-
	1	-
24 Depreciation and amortization expense		
Depreciation on property, plant and equipment	913	800
Amortisation of		
- Right-of-use asset	26	-
- Intangible asset	24	-
	963	800
25 Other expenses		
Consumption of stores and spare parts	576	578
Purchase for trading	132	-
Manpower services	279	244
Freight outward	117	-
Power and fuel	419	393
Research and development	-	-
Insurance	27	20
Travelling and conveyance	51	-
Legal and professional	16	-
Commission	-	-
Audit Fee	-	-
Rent	1	27
License	16	18
Commssion and Discount on sales	161	193

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Repairs and maintenance		
- Plant and machinery	175	170
- Buildings	63	12
- Others	110	104
Rates and taxes	-	-
Loss on sale of property, plant and equipment	0.16	-
Property, plant and equipment written-off	-	-
Royalty Payment	185	-
Payment to auditor		
- for statutory audit	7	7
- for certification	-	-
- for tax audit	6	4
- Other matter	1	1
CSR expenditure*	54	44
Provision for		
- warranty	-	-
- tax litigation	-	-
Allowance for expected credit loss		
- obsolete stock	-	-
Miscellaneous expenses**	210	516
	<u>2,608</u>	<u>2,288</u>

** Does not include any item of expenditure with a value of more than 1% of the revenue from operations.

a) Payment to Auditors*

As auditor:

Statutory audit	7.00	7.00
Tax audit	5.54	4.12
Other matter	0.81	0.63
	<u>13.35</u>	<u>11.75</u>

*** Excluding GST and other taxes etc.**

b) Details of CSR expenditure

(i) Gross amount required to be spent by the Company during the year	53.61	43.00
(ii) Amount spent in cash during the year on:		
- Construction/ acquisition of any asset	0	-
- For purposes other than (i) above	(53.63)	(42.99)
(iii) Shortfall at the end of the year	0	-
(iv) Total of Current years shortfall	0	-
(v) Total of previous years shortfall	0	-
	<u>0</u>	<u>0</u>

26 Earnings per equity share

Earnings per Share ("EPS") is determined based on the net profit attributable to the shareholders of the Company. Basic earnings per share is computed using the weighted-average number of shares outstanding during the year.

Net profit attributable to equity shareholders

Net profit after tax for the year	2,240.38	2,431.60
Nominal value of equity share (₹)	10.00	10
Total number of equity shares outstanding at the end of the year	69.70	70
Weighted-average number of equity shares	69.70	70
Earnings per equity share [basic and diluted]	32.14	34.89

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NIDEC INDIA PRECISION TOOLS LIMITED

CIN: U29130TN1963PLC004990

Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

27 Capital Commitments

28 Details on derivatives instruments and unhedged foreign currency exposures

I. The year-end foreign currency exposures that have not been hedged by a derivative instrument or otherwise are given below:

	As at		As at	
	31-March-2024	31-March-2023	31-March-2024	31-March-2023
	Receivable/ (Payable) in INR	Receivable/ (Payable) in Foreign currency	Receivable/ (Payable) in INR	Receivable/ (Payable) in Foreign currency
Receivables				
Payables				

II. The year-end foreign currency exposure on account of borrowing that has been hedged by a derivative instrument or otherwise are given below:

	As at		As at	
	31-March-2024	31-March-2023	31-March-2024	31-March-2023
	Payable / (Receivable) in INR	Payable / (Receivable) in Foreign currency	Payable / (Receivable) in INR	Payable / (Receivable) in Foreign currency

NIDEC INDIA PRECISION TOOLS LIMITED

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Summary of significant accounting policies and other explanatory information forming part of the financial statements for the year ended 31-March-2024

[All amounts are in rupees lakh, except share data and earning per share (EPS)]

29 Employee benefit plans

(a) Defined contribution plans

The Company's employee provident fund scheme and Employees' State insurance Corporation is a defined contribution plans.

	For the year ended 31-March-2024	For the year ended 31-March-2023
	₹	₹
Employer's contribution to provident fund and labour welfare fund	102.06	88.47
Employer's contribution to employee state insurance	17.69	18.68
	<u>119.75</u>	<u>107.16</u>

(b) Defined benefit plans

Gratuity (funded)

In accordance with the Payment of Gratuity Act, 1972, the Company provides for gratuity, as defined benefit plan. The gratuity plan provides for a lump sum payment to the employees at the time of separation from the service on completion of vested year of employment i.e. five years. The liability of gratuity plan is provided based on actuarial valuation as at the end of each financial year.

Gratuity is payable to all eligible employees of the Company on superannuation, death or permanent disablement, in terms of the provisions of the Payment of Gratuity Act or as per the Company's scheme whichever is more beneficial. Leave encashment is payable to all permanent employees of the Company on superannuation, death or permanent disablement as per the Company's scheme.

i) Changes in Net Defined Benefit Obligation

S.No	Particulars	Gratuity as at (Funded)	
		31-March-2024	31-March-2023
a)	Present value of obligation as at the beginning of the period	447.90	387.85
b)	Interest cost	30.07	27.72
c)	Service cost	39.09	31.85
d)	Benefits paid	34.17	11.95
e)	Total Actuarial (gain)/loss on obligation	49.38	12.43
f)	Present value of obligation as at the end of period	<u>532.28</u>	<u>447.90</u>

ii) Changes in the fair value of plan assets

S.No	Particulars	Gratuity as at (Funded)	
		31-March-2024	31-March-2023
a)	Fair value of Plan Assets at Beginning of period	427.99	364.30
b)	Interest Income	29.87	26.45
c)	Employer Contributions	53.06	46.75
d)	Benefits Paid	34.17	11.95
e)	Return on Plan Assets excluding Interest Income	3.03	2.44
f)	Fair value of Plan Assets at End of measurement period	<u>479.78</u>	<u>427.99</u>

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iii) Amount recognised in the balance sheet		
a) Present value of obligation as at the end of the period	532.28	447.90
b) Fair value of plan assets as at the end of the period	479.78	427.99
b) Funded Liability/provision in Balance Sheet	<u>(52.49)</u>	<u>(19.91)</u>
iv) Expenses recognised in the statement of profit and loss		
a) Total Service Cost	39.09	31.85
b) Net interest cost	0.20	1.28
c) Expenses recognized in the statement of profit and loss	<u>39.29</u>	<u>33.12</u>
v) The major categories of plan assets as a percentage of the fair value of total plan assets are as follows: Not applicable.		
vi) Return on plan assets Not applicable.		
v) Other comprehensive income (OCI)		
a) Net cumulative unrecognized actuarial gain/(loss) opening		
b) Actuarial (gain) /loss for the year on PBO	46.35	10.00
d) Unrecognized actuarial gain/(loss) for the year	<u>46.35</u>	<u>10.00</u>
vi) Bifurcation of PBO at the end of year in current and non current.		
	Gratuity as at	
	31-March-2024	31-March-2023
a) Current liability (Amount due within one year)	5.18	5.09
b) Non-Current liability (Amount due over one year)	527.10	442.81
	<u>532.28</u>	<u>447.90</u>
vii) Expected contribution for the next Annual reporting period.		
	Gratuity as at	
	31-March-2024	31-March-2023
Service Cost	42.06	34.43
Net Interest Cost	36.97	32.33
Expected Expense for the next annual reporting period	<u>79.03</u>	<u>66.75</u>
	Gratuity as at(Unfunded)	
	31-March-2024	31-March-2023
viii) Sensitivity Analysis of the defined benefit obligation.		
a) Impact of the change in discount rate		
Present Value of Obligation at the end of the period		
Impact due to increase of 0.50%	-6.89%	-6.50%
Impact due to decrease of 0.50 %	7.60%	7.17%
b) Impact of the change in salary increase		
Present Value of Obligation at the end of the period		
Impact due to increase of 0.50%	7.60%	7.18%
Impact due to decrease of 0.50 %	-6.94%	-6.56%

ix) Maturity Profile of Defined Benefit Obligation.

Year	Amount	Amount
0 to 1 Year	5.36	5.27
1 to 2 Year	5.69	5.65
2 to 3 Year	37.34	19.27
3 to 4 Year	50.06	66.73
4 to 5 Year	6.28	45.17
5 to 6 Year	198.37	134.99
6 year onwards	1,468.48	1,231.69

x) Principal actuarial assumptions at the balance sheet date are as follows:

A. Economic Assumptions

The principal assumptions are the discount rate and salary growth rate. The discount rate is based upon the market yield available on the Government bonds at the accounting date with a term that matches that of the liabilities and the salary growth rate takes account of inflation, seniority, promotion and other relevant factors on long term basis.

	As at 31-March-2024	As at 31-March-2023
1. Discount rate	6.98%	7.26%
2. Future salary increase	6.00%	6.00%

B. Demographic Assumption

	As at 31-March-2024	As at 31-March-2023
1. Retirement age	60 years	60 years
2. In service mortality	IALM (2012-2024) ULTIMATE	IALM (2012-2024) ULTIMATE
3. Withdrawal rate	1% to 3% depending on age	1% to 3% depending on age

xi) Description of Risk Exposures:

Salary Increases: Actual salary increases will increase the Plan's liability. Increase in salary increase rate assumption in future valuations will also increase the liability.

Investment Risk: If Plan is funded then assets liabilities mismatch & actual investment return on assets lower than the discount rate assumed at the last valuation date can impact the liability.

Discount Rate: Reduction in discount rate in subsequent valuations can increase the plan's liability.

Mortality & disability: Actual deaths & disability cases proving lower or higher than assumed in the valuation can impact the liabilities.

Withdrawals: Actual withdrawals proving higher or lower than assumed withdrawals and change of withdrawal rates at subsequent valuations can impact Plan's liability.

Nidec India Precision Tools Limited
Summary of significant accounting policies and other explanatory information forming part of
the standalone financial statements for the year ended 31-March-2024
[All amounts are in rupees lakh, except share data and earnings per share]

31. Related party transactions

(i) Details of related parties:

Description of relationship	Names of related parties
Holding Company (where control exists)	Nidec India Private Limited (w.e.f. 01.08.2021)
Fellow Subsidiaries /associates (with whom transactions have taken Place)	Nidec Machine Tool Division, Japan Nidec Shimpo India Manufacturing Pvt. Ltd. Nidec Machine Tool Corporation, Kyoto
Key Managerial Personnel	Mr.Yoshihiro Wada(Chairman - 01.07.2024) Mr.Munetaka Nomura(Chairman and Managing Director - 30.06.2024) Mr.Munetaka Nomura (Director - 01.07.2024) Mr.N.Valliappan (Managing Director - 01.07.2024) Mr.N.Valliappan (Director - Sales - 30.06.2024) Mr.Haruhiko Niitani(Director) Mr.Shingo Iwata(Director - 01.07.2024) Mr.R.Sankar (Director - 01.07.2024) Mr.M.A.Dhanasekaran(Director - 01.07.2024) Mr.Prafful Lalwani (Non-Executive Independent Director) Mrs.A.Priya (Non-Executive Independent Director)

Nidec India Precision Tools Limited
Summary of significant accounting policies and other explanatory information forming part of
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[All amounts are in rupees lakh, except share data and earnings per share]

31 (ii) Transactions during the year ended 31-March-2023 and balances outstanding as on that date

Nature of transaction	For the year ended 31-March-2024	For the year ended 31-March-2023
Purchase of traded goods		
Nidec Machine Tool Co. Ltd	33.61	236.71
Nidec Machie Tool Corporation, Kyoto	1.48	-
Nidec Shimpoo India Manufacturing Pvt Ltd	-	7.68
Sale of goods		
Nidec Machine Tool Co. Ltd	584.05	221.25
Purchase of service		
Business Support Service Charges - Mr. Lakshmi Kanth	4.06	3.91
Dividend Paid		
Nidec India Private Limited	-	221.93
Reimbursement of expense claim		
Reimbursement of CGL Policy	1.47	1.55
Reimbursement of expenses		
Reimbursement of Travelling Expenses - Mr.Lakshmi Kanth	0.22	0.26
Royalty Expenses		
Nidec Machine Tool Co. Ltd	109.51	111.97
Expense on Sales Intellectual Property		
Nidec Machine Tool Co. Ltd	75.69	-
Remuneration to Directors		
Munetaka Nomura - Chairman & Managing Director	94	108
Valliappan - Director	59	68

Nidec India Precision Tools Limited

Summary of significant accounting policies and other explanatory information forming part of the standalone financial statements for the year ended 31-March-2024
 [All amounts are in rupees lakh, except share data and earnings per share]

31 (iii) Balance outstanding of related parties

Nature of transaction	For the year ended 31-March-2024	For the year ended 31-March-2023
Share Capital Nidec India Private Limited	6,72,50,000	6,72,50,000
Trade payable Nidec Machine Tool Co. Ltd - Royalty Payable	49.09	50.46
Nidec Machine Tool Co. Ltd - Sales Intellectual Property	75.69	-
Nidec Machine Tool Co. Ltd - Purchase of Traded Goods	2.68	-
Business Support Service Charges - Mr. Lakshmi Kanth	0.37	0.36
Trade receivable Nidec Machine Tool Co. Ltd	180.82	22.60

Nidec India Precision Tools Limited
Summary of significant accounting policies and other explanatory information forming part of the
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[All amounts are in rupees lakh, except share data and earning per share (EPS)]

36 Financial Ratios

A financial ratio are the tool used by investors to analyse and gain information about the finance of a company's history or the entire business sector. Accordingly for the purpose of calculation of the following financial ratios, numbers are taken from the Balance Sheet, Statement of Profit & Loss, and Cash Flow Statement.

Ratio	31-March-2024	31-March-2023	% change	Reason for variance
Current Ratio ⁽¹⁾	3.96	4.76	-16.88	NA
Debt-Equity Ratio ⁽²⁾	NA	NA	NA	NA
Debt Service Coverage Ratio ⁽³⁾	NA	NA	NA	NA
Return on Equity Ratio ⁽⁴⁾	3.21	3.49	-7.86	NA
Inventory turnover ratio ⁽⁵⁾	4.30	5.11	-15.80	NA
Trade Receivables turnover ratio ⁽⁶⁾	5.02	5.46	-8.17	NA
Net capital turnover ratio ⁽⁷⁾	2.18	2.64	-17.31	NA
Net profit ratio ⁽⁸⁾	0.18	0.20	-11.17	NA
Return on Capital employed ⁽⁹⁾	4.47	4.91	-8.89	NA

Formula for calculating ratios

	Numerator	Denominator
(1) Current ratio	Current Assets	Current Liabilities
(2) Debt-Equity Ratio	Total debt	Shareholder's equity
(3) Debt Service Coverage Ratio	Earnings available for debt service = Net profit before taxes + Depreciation and amortization + Interest cost - Profit on sale of property, plant and equipment	Debt service = Interest & Lease Payments + Principal Repayments
(4) Return on Equity Ratio	Net Profits after taxes-Preference Dividend (if any)	Average shareholder's Equity
(5) Inventory turnover ratio	Cost of goods sold OR sales	Average Inventory
(6) Trade Receivables turnover ratio	Net Credit sales	Average Accounts Receivable
(7) Trade payables turnover ratio	Net Credit Purchases	Average Trade Payables
(8) Net capital turnover ratio	Net Sales	Average Working Capital
(9) Net profit ratio	Net Profit	Net Sales
(10) Return on Capital employed	Earning before interest and taxes	Capital Employed = Tangible Net worth + Total Debt + Deferred tax liability
(11) Return on investment	Earning from investments during the year	Aggregate amount of investments at year end

* Average= (Opening+Closing)/2

Nidec India Precision Tools Limited
Summary of significant accounting policies and other explanatory information forming part of the
financial statements for the year ended 31-March-2024
[All amounts are in rupees lakh, except share data and earning per share (EPS)]

31) Financial Instruments by Category

a) Fair value hierarchy

Financial assets and financial liabilities are measured at fair value in the financial statement and are grouped into three levels of a fair value hierarchy. The three Levels are defined based on the observability of significant inputs to the measurement, as follows:

Level 1: quoted prices (unadjusted) in active markets for financial instruments.

Level 2: inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: unobservable inputs for the asset or liability

b) Fair value of instruments measured at amortised cost:

Particulars	Level	As at 31-March-2024		As at 31-March-2023	
		₹		₹	
		Carrying value	Fair value	Carrying value	Fair value
Financial assets (non-current)					
- Investment	Level 3	-	-	-	-
- Other financial assets	Level 3	13,942.33	-	13,335.01	-
Financial assets (current)					
- Trade receivables	Level 3	2,542.58	-	1,974.08	-
- Cash and cash equivalents	Level 3	697.76	-	569.85	-
- Bank balance other than above	Level 3	-	-	-	-
- Other financial assets	Level 3	334.16	-	214.27	-
Total financial assets		17,516.82		16,093.21	
Financial liabilities ((non-current))					
- Lease liabilities	Level 3	-	-	-	-
Financial liabilities ((current))					
- Borrowings	Level 3	-	-	-	-
- Lease liabilities	Level 3	0.89	-	-	-
- Trade payables	Level 3	1,363.12	-	684.82	-
- Other financial liabilities	Level 3	-	-	-	-
Total financial assets		1,364.01		684.82	

The above disclosures are presented for non-current financial assets and non-current financial liabilities. Carrying value of current financial assets and current financial liabilities (cash and cash equivalents, trade receivables, other receivables, trade payables and other current financial liabilities) represents the best estimate of fair value.

32) Financial risk management

a) Financial instruments by category

For amortised cost instruments, carrying value represents the best estimate of fair value

Particulars	As at 31-March-2024			As at 31-March-2023		
	₹			₹		
	FVOCI	FVTPL	Amortised cost	FVOCI	FVTPL	Amortised cost
Financial assets (non-current)						
- Investment*	-	-	-	-	-	-
- Other financial assets	-	-	13,942.33	-	-	13,335.01
Financial assets (current)						
- Trade receivables	-	-	2,542.58	-	-	1,974.08
- Cash and cash equivalents	-	-	697.76	-	-	569.85
- Bank balance other than above	-	-	-	-	-	-
- Other financial assets	-	-	334.16	-	-	214.27
Total financial assets	-	-	17,516.82	-	-	16,093.21
Financial liabilities ((non-current))						
- Lease liabilities	-	-	-	-	-	-
Financial liabilities ((current))						
- Borrowings	-	-	-	-	-	-
- Lease liabilities	-	-	0.89	-	-	-
- Trade payables	-	-	1,363.12	-	-	684.82
- Other financial liabilities	-	-	-	-	-	-
Total financial assets	-	-	1,364.01	-	-	684.82

Investment in equity shares of subsidiaries are measured as per Ind AS 27, "Separate financial statements".

b) Risk Management

The Company's activities expose it to market risk, liquidity risk and credit risk. The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk and the related impact in the financial statements.

i) Credit risk

Credit risk is the risk that a counterparty fails to discharge its obligation to the Company. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, trade receivables and financial assets measured at amortised cost. The Company continuously monitors defaults of customers and other counterparties and incorporates this information into its credit risk controls. Credit risk related to cash and cash equivalents and bank deposits is managed by only accepting highly rated banks and diversifying bank deposits. Other financial assets measured at amortized cost includes loans to employees, security deposits and others. Credit risk related to these other financial assets is managed by monitoring the recoverability of such amounts continuously, while at the same time internal control system in place ensure the amounts are within defined limits.

a) Credit risk management

i) Credit risk rating

The Company assesses and manages credit risk of financial assets based on following categories arrived on the basis of assumptions, inputs and factors specific to the class of financial assets.

A: Low credit risk

B: Moderate credit risk

C: High credit risk

The Company provides for expected credit loss based on the following:

Assets group	Particulars	Provision for expected credit loss*
A: Low credit risk	Cash and cash equivalents, other bank balances, investments, trade receivables and other financial assets	12 month expected credit loss/life time expected credit loss.
B: Moderate credit risk	Other financial assets	12 month expected credit loss
C: High credit risk	Other financial assets	12 month expected credit loss/life time expected credit loss/fully provided for

*Life time expected credit loss is provided for trade receivables.

Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract. Loss rates reflecting defaults are based on actual credit loss experience and considering differences between current and historical economic conditions.

Assets are written-off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or a litigation decided against the Company. The Company continues to engage with parties whose balances are written-off and attempts to enforce repayment. Recoveries made are recognised in statement of profit and loss.

In respect of trade receivables, the Company recognises provision for lifetime expected credit loss.

Credit rating	Particulars	As at 31-March-2024	As at 31-March-2023
A: Low credit risk	Other non-current financial assets, Trade receivables, Cash and cash equivalents, Bank balance other than above and Other financial assets.		
B: Moderate credit risk	Other financial assets		
C: High credit risk	Other financial assets		

b) Credit risk exposure

Provision for expected credit loss

The Company provides for expected credit loss based on 12 months and lifetime expected credit loss basis for following financial assets:

Particulars	As at 31-March-2024			As at 31-March-2023		
	Estimated gross carrying amount at default	Expected credit loss	Carrying amount net of impairment provision	Estimated gross carrying amount at default	Expected credit loss	Carrying amount net of impairment provision
Financial assets (non-current)						
- Investment	-	-	-			
- Other financial assets	13,942.33	-	13,942.33	13,335.01	-	13,335.01
Financial assets (current)						
- Trade receivables	2,542.58	-	2,542.58	1,974.08	-	1,974.08
- Cash and cash equivalents	697.76	-	697.76	569.85	-	569.85
- Bank balance other than at	-	-	-	-	-	-
- Other financial assets	334.16	-	334.16	214.27	-	214.27
Total financial assets	17,516.82	-	17,516.82	16,093.21	-	16,093.21

Reconciliation of loss allowance provision - Trade receivables

Reconciliation of loss allowance	As at 31-March-2024	As at 31-March-2023
Opening balance	0.00	0.00
Allowance for expected credit loss	0.00	0.00
Closing balance	0.00	0.00

ii) Liquidity Risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due. Due to the nature of the business, the Company maintains flexibility in funding by maintaining availability under committed facilities.

Management monitors rolling forecasts of the Company's liquidity position and cash and cash equivalents on the basis of expected cash flows. The Company takes into account the liquidity of the market in which the entity operates.

Maturities of financial liabilities

The tables below analyse the Company's financial liabilities into relevant maturity groupings based on their contractual maturities.

As at 31-March-2024

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Borrowings	-	-	-	-
Lease liabilities	0.89	-	-	0.89
Trade payables	1,363.12	-	-	1,363.12
Other financial liabilities	-	-	-	-
Total	1,364.01			

As at 31-March-2023

Particulars	Less than 1 year	1-5 years	More than 5 years	Total
Borrowings	-	-	-	-
Lease liabilities	-	-	-	-
Trade payables	684.82	-	-	684.82
Other financial liabilities	-	-	-	-
Total	684.82			

iii) Market risk

Market risk is the risk of any loss in future earnings, in realisable fair values or in future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity price fluctuations, liquidity and other market changes. Future specific market movements cannot be normally predicted with reasonable accuracy.

a) Foreign currency exchange rate risk:

Foreign currency risk is the risk that the fair value of future cash flows of financial instruments will fluctuate because of the change in foreign currency exchange rates. The fluctuation in foreign currency exchange rates may have potential impact on the income statement, statement of comprehensive income, balance sheet, statement of changes in equity and statement of cash flows where any transaction references more than one currency or where assets/liabilities are denominated in a currency other than the functional currency.

The Company has upto 31-March-2022, as per its risk management policy has used currency derivatives and interest rate swap primarily to hedge foreign exchange and interest rate exposure. Any weakening of the functional currency therefore did not impact the Company's cost of exports and cost of borrowings and consequently may increase the cost of financing the Company's expenditures. However, during the year ended 31-March-2023, the Company has converted all its borrowings to fixed rate rupee borrowings and therefore, the exposure related to borrowings has been managed.

Considering the countries and economic environment in which the Company operates, its operations are subject to risks arising from fluctuations in exchange rates in those countries. The risks primarily relate to fluctuations in U.S. dollar, Euro, JPY, CNY against the respective functional currencies of the Company.

The Company does not hedge its foreign currency receivables and payables as it facilitates a natural hedge to a substantial extent.

b) Interest rate risk

i) Assets

The Company's fixed deposits and interest bearing security deposits are carried at fixed rate. Therefore, the said assets are not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

c) Price risk

The Company's investment are carried at amortised cost. Therefore, the said investment are not subject to price risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in price.

d) Legal, taxation and accounting risk

Change to any of the above laws, rules, regulations related to the Company business could have a material impact on its financial results. Compliance with any proposed changes could also result in significant cost for the Company. Failure to fully comply with various laws, rules and regulations may expose the Company to proceedings which may materially affect its performance.

To mitigate these risks, the Company employs in-house counsel and uses third party tax & legal experts to assist in structuring significant transactions and contracts. The Company also has systems and controls that ensure the timely delivery of financial information in order to meet contractual and regulatory requirements and has implemented disclosure controls and internal controls over financial reporting which are tested for effectiveness on an ongoing basis.

33) Capital management

The purpose of the Company's capital management is:

- Maintain an optimal capital structure to reduce the cost of capital.

The Company monitors capital on the basis of the carrying amount of equity and net debt (adjusted for cash and cash equivalents) as presented on the face of balance sheet.

The Company manages its capital structure and makes adjustments to it in the light of changes in economic conditions and the risk characteristics of the underlying assets. In order to maintain or adjust the capital structure, the Company may adjust the amount of dividend paid to shareholders, return capital to shareholders or issue new shares.

Particulars	As at 31-March-2024	As at 31-March-2023
Net debt (A)	1,200.78	560.89
Total equity	24,313.68	22,119.65
Capital and net debt (B)	25,514.46	22,680.54
Net debt to equity ratio (gearing ratio) (A/ B)	0.05	0.02

Nidec India Precision Tools Limited
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[All amounts are in rupees lakh, except share data and earning per share (EPS)]

34 FIRST TIME ADOPTION OF IND AS

A) Explanation of transition to Ind AS

These are the Company's first financial statements prepared in accordance with Ind AS.

The accounting policies have been applied consistently in preparing the financial statements for the year ended 31-March-2024, the comparative information presented in these financial statements for the year ended 31-March-2022 and in the preparation of an opening Ind AS balance sheet at 01-April-2021 (the Company's date of transition). An explanation of how the transition from financial statements prepared in accordance with accounting standards notified under the Section 133 of the Act, read together with paragraph 7 of the Companies (Accounts) Rules, 2014 (Previous GAAP) to Ind AS has affected the Company's financial position, financial performance and cash flows is set-out in the following tables and notes:

1. Reconciliation of total equity as at 31-March-2022 and 01-April-2021

Particulars	As at 31-March-2022			As at 01-April-2021		
	Previous GAAP*	Effect of transition to Ind AS	Ind AS	Previous GAAP*	Effect of transition to Ind AS	Ind AS
ASSETS						
Non-current assets						
Property, plant and equipment		0.00			0.00	
Capital work-in-progress		0.00			0.00	
Intangible assets		0.00			0.00	
Right-of-use asset		0.00			0.00	
Investment in subsidiary		0.00			0.00	
Financial assets		0.00			0.00	
- Other financial assets		0.00			0.00	
Deferred Tax Assets		0.00			0.00	
Other non-current assets		0.00			0.00	
Total non-current assets	0.00	0.00	0.00	0.00	0.00	0.00
Current assets						
Inventories		0.00			0.00	
Financial assets		0.00			0.00	
- Trade receivables		0.00			0.00	
- Cash and cash equivalents		0.00			0.00	
- Bank balances other than above		0.00			0.00	
- Loans and advances		0.00			0.00	
- Other financial assets		0.00			0.00	
Other current assets		0.00			0.00	
Total current assets	0.00	0.00	0.00	0.00	0.00	0.00
Total assets	0.00	0.00	0.00	0.00	0.00	0.00

EQUITY AND LIABILITIES		0.00		0.00
Equity		0.00		0.00
Equity share capital		0.00		0.00
Other equity		0.00		0.00
Total equity	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Non-current liabilities		0.00		0.00
Financial liabilities		0.00		0.00
- Lease liabilities		0.00		0.00
Other non-current liabilities		0.00		0.00
Provisions		0.00		0.00
Deferred tax liabilities (net)		0.00		0.00
Total non-current liabilities	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Current liabilities		0.00		0.00
Financial liabilities		0.00		0.00
- Lease liabilities		0.00		0.00
- Trade payables due to		0.00		0.00
- Micro and small enterprises		0.00		0.00
- Other than micro and small enterprises		0.00		0.00
- Other financial liabilities		0.00		0.00
Other-current liabilities		0.00		0.00
Provisions		0.00		0.00
Total current liabilities	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Liabilities	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>

* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

2. Reconciliation of total comprehensive income for the year ended 31-March-2022

Particulars	Notes	Previous GAAP*	Effect of transition to Ind AS	As per Ind AS
Income				
Revenue from operations			0.00	
Other income			0.00	
Total Income		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Expenses				
Cost of materials consumed			0.00	
Purchases of stock-in-trade			0.00	
Changes in inventories of finished goods, work-in-progress and stock-in-trade			0.00	
Employee benefits expense			0.00	
Finance costs				
Depreciation and amortization expense			0.00	
Other expenses			0.00	
Total Expenses		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Profit before tax		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Tax expense:				
- Current tax			0.00	
Tax relating to PY.			0.00	
- Deferred tax			0.00	
Total tax expense		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Profit after tax for the year		<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Other comprehensive income for the year (net of tax)				
- Items that will not be reclassified to profit or loss				
- Income tax relating to items that will not be reclassified to profit or loss				
Total comprehensive income for the year				

* The previous GAAP figures have been reclassified to confirm to Ind AS presentation requirements for the purpose of this note.

B) Ind AS optional exemptions**1. Deemed cost for property, plant and equipment, investment property and intangible assets**

Ind AS 101 permits a first-time adopter to elect to continue with the carrying value for all of its property, plant and equipment as recognized in the financial statements as at the date of transition to Ind AS, measured as per the previous GAAP and use that as its deemed cost as at the date of transition. This exemption can also be used for intangible assets covered by Ind AS 38 Intangible Assets. Accordingly, the Company has elected to measure all of its property, plant and equipment, intangible assets at their previous GAAP carrying value.

2. Investment

Ind AS 101 permits a first-time adopter to continue previous GAAP carrying value for investment in equity instrument of subsidiaries. Accordingly, the Company has elected to apply the said exemption.

3. Business combination

Ind AS 101 provides the option to apply Ind AS 103 prospectively from the transition date or from a specific date prior to the transition date. This provides relief from full retrospective application that would require restatement of all business combinations prior to the transition date. The Company elected to apply Ind AS 103 prospectively to business combinations occurring after its transition date. Business combinations occurring prior to the transition date have not been restated.

C) Ind AS mandatory exceptions**1. Estimates**

An entity's estimates in accordance with Ind AS at the date of transition to Ind AS shall be consistent with estimates made for the same date in accordance with previous GAAP (after adjustments to reflect any difference in accounting policies), unless there is objective evidence that those estimates were in error. Ind AS estimates as at 01-April-2021 are consistent with the estimates as at the same date made in conformity with previous GAAP. The Company made estimates for following items in accordance with Ind AS at the date of transition as these were not required under previous GAAP:

a) Impairment of financial assets based on expected credit loss model.

2. Classification and measurement of financial assets and liabilities

Classification of financial asset is required to be made on the basis of the facts and circumstances that exist at the date of transition to Ind AS. Further, if it is impracticable for the Company to apply retrospectively the effective interest method in Ind AS 109, the fair value of the financial asset or the financial liability at the date of transition to Ind AS shall be the new gross carrying amount of that financial asset or the new amortised cost of that financial liability at the date of transition to Ind AS.

D) Reconciliations between previous GAAP and Ind AS

Ind AS 101 requires an entity to reconcile equity, total comprehensive income and cash flows for periods before reporting period. The following tables represent the reconciliations from previous GAAP to Ind AS.

1. Reconciliation of total equity as at 01-April-2022

Particulars	As as 01-April-2022
Total equity (shareholder's funds) as per previous GAAP	19,296.64
Adjustments:	
Actuarial gain/(loss) of gratuity on liability	-75.31
Gratuity Expense	-3.97
Leave Salary Expense	-5.76
Actuarial gain/(loss) of leave encashment liability	19.42
Total adjustments	<u>-65.62</u>
Total equity as per Ind AS	<u><u>19,231.02</u></u>

2. Reconciliation of total comprehensive income for the year ended 31-March-2023

Particulars	As on 31-March-2023
Profit after tax as per previous GAAP	2,412.00
Adjustments:	
Actuarial gain/(loss) of gratuity	-10.00
Gratuity Expense	13.97
Actuarial gain/(loss) of leave encashment	5.76
Total adjustments	<u>9.73</u>
Total comprehensive income for the year ended 31-March-2023	<u><u>2,422</u></u>

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PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies
(Management and Administration) Rules, 2014)

NIDEC INDIA PRECISION TOOLS LIMITED

(Formerly Known as MITSUBISHI HEAVY INDUSTRIES INDIA PRECISION TOOLS LIMITED)
Regd. Office: 2, SIPCOT Industrial Complex, Ranipet 632 403
CIN : U29130TN1963PLC004990

Name of the Member(s) :

Registered Address :

Email ID :

Folio No. / Client ID No. : DP ID No.

I/We, members of NIDEC India Precision Tools Limited holding..... No. of equity shares of
Re.10/- each hereby appoint:

1. Name: Email ID :

Registered Address :

Signature.....

or failing him

2. Name: Email ID :

Registered Address :

Signature.....

or failing him

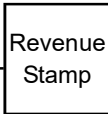
3. Name: Email ID :

Registered Address :

Signature.....

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 61st Annual
General Meeting of the Company to be held on 30th September 2024 at 10.15 A.M.at Hotel Emerald
Inn, A 22,23, Opposite to TCL Emerald Nagar, SIPCOT, Ranipet 632 403 and at any adjournment
thereof in respect of such resolutions as are indicated below:

1. To Consider and Adopt the Audited Financial Statements of the Company for the year ended 31st March 2024 together with the Reports of the Directors and Auditors thereon.
2. To appoint a Director in a place of a Director retiring by rotation Mr. Haruhiko Niitani
3. Ratification of Appointment of Chairman of the Company Mr. Yoshihiro Wada Director.
4. Ratification of Appointment of Managing Director of the Company Mr. N. Valliappan.
5. Regularisation of Appointment of Whole Time Director of the Company Mr. Shingo Iwata
6. Regularisation of Appointment of Whole Time Director of the Company Mr. R. Sankar
7. Regularisation of Appointment of Whole Time Director of the Company Mr. M.A. Dhanasekaran

Signature of the member -----  ----- Signature of proxy holder(s) -----
 Signed this day of 2024

NOTE:

This Form in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the Meeting.

ATTENDANCE SLIP

(To be presented at the entrance)

61st ANNUAL GENERAL MEETING on Monday, the 30th September 2024 at 10.15 A.M. at Hotel Emerald Inn, A 22,23, Opposite to TCL Emerald Nagar, SIPCOT, Ranipet - 632 403.

Folio No. ----- DP. ID No. ----- Client ID. -----

Name of the Member - ----- Signature -----

Name of Proxy Holder - ----- Signature -----

1. Only Member/Proxy-holder can attend the Meeting.
2. Member/Proxy-holder should bring his/her copy of the Annual Report for reference at the Meeting

NIDEC India Precision Tools Ltd.,
2, SIPCOT Industrial Complex,
Ranipet - 632 403.
CIN : U29130TN1963PLC004990