

**Pradeep Metals Limited Inc., USA**  
**Registered Office : 11505 W Little York Rd, Houston 77041, Texas, United States Of America**  
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**Statement of unaudited standalone financial results for the quarter and year ended 31st March 2022**

(Amount in USD)

Sr.No.	Particulars	Quarter ended			Year ended	
		31-Mar-2022	31-Dec-2021	31-Mar-2021	31-Mar-2022	31-Mar-2021
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited
1	Revenue from operations	7,11,279	7,84,815	7,96,917	30,48,137	30,56,856
2	Other income	1,52,945	1,36,781	1,40,395	5,40,382	1,68,320
	<b>(A) Total Income (1+2)</b>	<b>8,64,224</b>	<b>9,21,596</b>	<b>9,37,312</b>	<b>35,88,519</b>	<b>32,25,176</b>
3	<b>Expenses</b>					
(a)	Purchase of stock in trade and semi finished goods	7,27,761	5,39,097	8,39,231	26,06,300	25,72,655
(b)	Changes in inventories of finished goods, work-in-progress and stock-in-trade	(2,28,893)	20,354	(2,47,410)	(4,21,880)	(2,90,416)
(c)	Manufacturing expenses	391	4,304	14,500	4,694	2,53,846
(d)	Finance costs	55,111	59,350	40,412	2,12,072	1,51,388
(e)	Depreciation and amortisation expense	13,803	948	928	16,637	3,762
(f)	Other expenses	1,04,949	1,05,587	93,083	4,15,661	3,19,630
	<b>(B) Total Expenses</b>	<b>6,73,122</b>	<b>7,29,640</b>	<b>7,40,744</b>	<b>28,33,484</b>	<b>30,10,865</b>
4	Profit / (Loss) before exceptional items and tax (A-B)	<b>1,91,102</b>	<b>1,91,956</b>	<b>1,96,568</b>	<b>7,55,035</b>	<b>2,14,311</b>
5	Less: Exceptional items (refer note 3 below)	53,435	45,403	21,953	1,80,629	3,65,865
6	Profit / (Loss) before tax (4-5)	<b>1,37,667</b>	<b>1,46,553</b>	<b>1,74,615</b>	<b>5,74,406</b>	<b>(1,51,554)</b>
7	Tax Expense					
	1. Current tax	-	-	-	-	-
	2. Deferred tax	-	-	-	-	-
8	Profit (Loss) for the period from continuing operations (6-7)	<b>1,37,667</b>	<b>1,46,553</b>	<b>1,74,615</b>	<b>5,74,406</b>	<b>(1,51,554)</b>
9	Profit (Loss) from discontinuing operations	-	-	-	-	-
10	Tax expense of discontinuing operations	-	-	-	-	-
11	Profit (Loss) from discontinuing operations (after tax) (9-10)	-	-	-	-	-
12	Profit (Loss) for the period before minority interest (8+11)	<b>1,37,667</b>	<b>1,46,553</b>	<b>1,74,615</b>	<b>5,74,406</b>	<b>(1,51,554)</b>

(Refer notes 1 to 5 forming part of the above results)

**Notes to financial results:**

**Standalone Statement of Assets and Liabilities**

(Amount in USD)

Particulars	Year ended	
	31-Mar-2022	31-Mar-2021
	Unaudited	Unaudited
<b>ASSETS</b>		
<b>Non-current assets</b>		
Property plant and equipment	18,23,845	1,090
Other Intangible assets	6,976	10,434
Investment in subsidiary	29,43,333	31,23,962
Financial assets		
(i) Loans	13,36,935	16,26,935
Other assets	2,55,000	2,55,000
	<b>63,66,089</b>	<b>50,17,421</b>
<b>Current assets</b>		
Inventories	14,03,781	9,81,901
Financial assets		
(i) Trade receivable	4,96,205	9,45,264
(ii) Cash and cash equivalents	2,56,367	76,337
(iii) Other financial assets	1,14,520	1,18,318
Other assets	2,23,307	1,25,543
	<b>24,94,180</b>	<b>22,47,363</b>
<b>TOTAL ASSETS</b>	<b>88,60,269</b>	<b>72,64,784</b>
<b>EQUITY AND LIABILITIES</b>		
<b>Equity</b>		
Equity share capital	19,78,000	19,78,000
Other equity	(2,201)	(5,76,609)
<b>TOTAL EQUITY</b>	<b>19,75,799</b>	<b>14,01,391</b>
<b>LIABILITIES</b>		
<b>Non-current liabilities</b>		
Financial liabilities		
Borrowings	41,14,767	31,39,551
	<b>41,14,767</b>	<b>31,39,551</b>
<b>Current liabilities</b>		
Financial liabilities		
(i) Borrowings	7,78,932	6,00,091
(ii) Trade payable	17,83,523	19,63,507
(iii) Other financial liabilities	32,865	48,238
Other liabilities	1,74,383	1,12,006
	<b>27,69,703</b>	<b>27,23,842</b>
<b>TOTAL LIABILITIES</b>	<b>68,84,470</b>	<b>58,63,393</b>
<b>TOTAL EQUITY &amp; LIABILITIES</b>	<b>88,60,269</b>	<b>72,64,784</b>

(Refer notes 1 to 5 forming part of the above results)

Notes to financial results (continued)

Standalone Unaudited Cash Flow Statement for the year ended 31st March 2022

Particulars	Year ended 31st March 2022 Unaudited	Year ended 31st March 2021 Unaudited
<b>A. CASH FLOW FROM OPERATING ACTIVITIES</b>		
Net profit/(loss) before taxation and prior period item	5,74,406	(1,51,554)
<b>Adjustments for:</b>		
Depreciation	16,637	3,762
Impairment in the value of investment	1,80,629	3,65,865
Interest expenses	2,12,072	1,51,388
Sundry balances written back	(1,757)	-
Sundry balances written off	96	-
	4,07,677	5,21,015
<b>Operating profit before changes in assets and liabilities</b>	<b>9,82,083</b>	<b>3,69,461</b>
Movements in working capital : [Current and Non-current]		
(Increase) / decrease in loans & advances and other current assets	(1,17,609)	(1,69,658)
(Increase) / decrease in inventories	(4,21,881)	(2,90,415)
(Increase) / decrease in trade receivable	4,50,813	82,927
Increase / (decrease) in trade payable, other current liabilities and provisions	(1,33,038)	(9,37,197)
<b>Net cash generated/ (used in) from operating activities...(A)</b>	<b>7,60,368</b>	<b>(9,44,882)</b>
<b>B. CASH FLOW FROM INVESTING ACTIVITIES</b>		
Loan Repayment from wholly owned subsidiary	2,90,000	-
Purchase of Land, Building, Office Equipments and Furniture & Fixtures	(18,35,933)	-
<b>Net cash generated / (used in) from investing activities...(B)</b>	<b>(15,45,933)</b>	<b>-</b>
<b>C. CASH FLOW FROM FINANCING ACTIVITIES</b>		
Proceeds from short term borrowing	-	(9,05,700)
Investment by holding company in PML Inc	-	6,20,000
Loan taken from holding company	3,60,000	22,50,000
Loan taken from Bank	15,98,315	-
Repayment of term loans	(20,000)	(2,69,909)
Repayment of bank (ECB)	(7,60,710)	(6,38,100)
Interest paid on loans	(2,12,010)	(1,71,473)
<b>Net cash generated / (used) from financing activities...(C)</b>	<b>9,65,595</b>	<b>8,84,818</b>
<b>Net increase in cash and cash equivalents...(A + B + C)</b>	<b>1,80,030</b>	<b>(60,064)</b>
<b>Cash and cash equivalents at the beginning of the year</b>	76,337	1,36,401
<b>Cash and cash equivalents at the end of the year</b>	2,56,367	76,337
	<b>1,80,030</b>	<b>(60,064)</b>

**Statement of unaudited standalone financial results for the quarter and year ended 31st March 2022**

**Notes to financial results:**

- 1** The above unaudited standalone financial results for the quarter and year ended 31st March, 2022 has been reviewed and approved by the management. The auditors of holding company have carried out a limited review of the above unaudited standalone financial results for the quarter and year ended 31st March, 2022.
- 2** The above results have been prepared in accordance with Indian Accounting Standards [Ind AS] prescribed under section 133 of the Companies Act, 2013. This accompanying statement is prepared for the purpose of preparation of unaudited consolidated financial results by the holding company i.e. Pradeep Metals Limited, India.
- 3** In view of accumulated losses in the WOS, expected business impact of Covid-19 and provision for impairment of goodwill and tangible assets by WOS, the Company carried out impairment assessment in respect of its investment in WOS and loans granted to WOS. Based on such assessment, the Company has made a provision for impairment of USD 53,435 in the value of its investment in WOS during the quarter ended 31st March, 2022, USD 45,403 for the quarter ended 31st December 2021, USD 21,953 for the quarter ended 31st March 2021, USD 1,80,629 for the year ended 31st March 2022 and USD 3,65,865 for the year ended 31st March 2021 (aggregate impairment up to year ended 31st March 2022 USD 9,03,330). In the view of management, considering the long term and strategic nature of investment, the balance carrying value of investment would yield the required benefits and the loan given to the WOS is considered as fully recoverable.
- 4** The Company has opted for tax computation after considering the income from WOS. Since there are accumulated losses in WOS, there is a net loss on consolidated basis. Therefore, no provision for current tax is required to be made for the year ended 31st March, 2022. Further, no deferred tax asset is recognized on consolidated loss in absence of reasonable certainty of having taxable income in future years on consolidated basis.
- 5** In the opinion of the management, considering expected revival in the demand for the products of the Company and the financial support available from the holding company for repayment of secured borrowing as and when required, the above unaudited standalone financial results are prepared on going concern basis.

**For and on behalf of**  
**Pradeep Metals Limited Inc., USA**

**Pradeep Goyal**  
**Director**

**Place : Mumbai**  
**Date: 12th May 2022**