

NRB Bearings Europe GMBH

Financial statements for the year ended March 31, 2025

NRB Bearings Europe GMBH

FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

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Report of Factual Findings in Connection with Agreed-upon Procedures Assignment Related to Fit for Consolidation Financial Statement for year ended March 31, 2025.

To,
The Board of Directors
NRB Bearings Europe GMBH

We have performed the procedures agreed with you and enumerated below with respect to review of the financial statements for the year ended March 31, 2025, set forth in the accompanying schedules to this report. Our engagement was undertaken in accordance with the International Standard on Related Services (ISRS 4400) applicable to agreed-upon procedures engagements. The procedures were performed solely for the purpose of assisting you in the consolidation of financial information of NRB Bearings Europe GMBH with NRB Holdings Limited, the parent company.

Management's Responsibility for the Procedures Agreed

Management and any intended users party to the terms of the engagement are responsible for the adequacy or otherwise of the procedures agreed to be performed by us. Management is responsible for determining whether the factual findings provided by us, in combination with any other information obtained, provide a reasonable basis for any conclusions which you or other intended users wish to draw on the subject matter.

Practitioner Responsibility

Our responsibility is to report factual findings obtained from conducting the procedures agreed. We conducted the engagement in accordance with the ISRS 4400 on Agreed-Upon Procedures Engagements to Report Factual Findings. We have complied with ethical requirements equivalent to those applicable to Other Assurance Engagements. Because the agreed-upon procedures do not constitute either a reasonable or limited assurance engagement in accordance with auditing, review or other assurance engagement standards issued by the International Auditing and Assurance Standards Board (IAASB), we do not express any conclusion and provide no assurance on financial statements for the year ended March 31, 2025. Had we performed additional procedures, or had we performed an audit of the financial statements of in accordance with audit, review or other assurance engagement standards issued by the IAASB, other matters might have come to our attention that may need to be reported.

CNK and Associates LLP (Dubai Branch)

Procedure and Findings

Procedure performed by the practitioner:

1. We obtained and checked the trial balance of company for the year ended March 31, 2025, generated from the accounting system maintained by Company, and
2. We traced the individual / Group ledger balance as appearing in the trial balance with groupings and disclosures made in the financial statement enclosed herewith.
3. We have checked the accounting policies of the company to be fit for consolidation with the parent company.

We report our findings below:

- a) With respect to above, and the balances appearing in the trial balance to be in agreement with the financial statement.
- b) The accounting policies adopted by the company are in line with International financial reporting standards.

For and on behalf of

CNK and Associates LLP – Dubai Branch



Place: Dubai, UAE

Date: April 29, 2025



NRB Bearings Europe GMBH

STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2025
(Amount in EURO)

	Note No.	As at March 31, 2025	As at March 31, 2024
Assets			
Non-current assets			
Property, plant and equipment		-	-
Total non-current assets		-	-
Current assets			
Trade Receivables	3	3,942,013	2,400,763
Inventories	4	8,119,105	6,742,144
Cash and cash equivalents	5	580,957	26,801
Other current assets	6	411,603	86,231
Total current assets		13,053,678	9,255,939
Total Assets		13,053,678	9,255,939
Equity and Liabilities			
Equity			
Equity share capital		25,000	25,000
Retained Earnings		1,000,923	473,698
Total equity		1,025,923	498,698
Liabilities			
Current liabilities			
Trade Payables	7	270,341	310,108
Payable to Related Party	8	6,812,513	8,223,876
Other current liabilities	9	562,551	65,212
Bank Borrowings	9	4,001,562	-
Tax Provision	10	380,788	158,045
Total current liabilities		12,027,755	8,757,241
Total liabilities		12,027,755	8,757,241
Total Equity and Liabilities		13,053,678	9,255,939

The accompanying notes form an integral part of these financial statements.

For
NRB Bearings Europe GMBH


SOHAL SHAIKH
DIRECTOR
NRB Bearings Europe GmbH
Königstrasse 10 C, Regus,
70173 - Stuttgart
DATE: APRIL 29, 2025 Tel: +49-711 222 54241 / 42 / 43
PLACE: STUTTGART Fax: +49-711 222 54200

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

Sr. No.	Particulars	Note No.	For the year ended March 31 2025	For the year ended March 31, 2024
I.	Revenue from operations	11	16,463,064	11,475,086
II.	Other Income	12	5,087	53,958
III.	Total income		16,468,151	11,529,044
IV.	Expenses:			
	Cost of Sales	13	13,358,917	9,225,167
	Employee benefits expense	14	373,404	232,833
	Finance Cost	15	62,944	62,214
	Other expenses	16	1,908,322	1,530,713
	Total expenses (IV)		15,703,587	11,050,927
V.	Profit / (loss) before tax (III-IV)		764,564	478,117
VI.	Income tax expense / (credit):	17	237,339	157,508
VII.	Net profit after tax (V-VI)		527,225	320,609

The accompanying notes form an integral part of these financial statements.

For
NRB Bearings Europe GMBH

SOHAIL SHAIKH
DIRECTOR

DATE: APRIL 29, 2025

PLACE: **STUTTGART**

NRB Bearings Europe GmbH
Königstrasse 10 C, Regus,
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STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

Particular	For the year ended March 31 2025	For the year ended 31 March, 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Net profit /(loss) for the year	527,225	320,609
Adjustments for:		
Operating cash flow before changes in net operating assets	527,225	320,609
(Increase)/Decrease in Current Assets		
Inventories	(1,376,961)	(3,352,167)
Other current assets	(325,372)	583,480
Trade Receivables	(1,541,250)	721,005
		-
Increase/(Decrease) in Current Liabilities		
Payable to related party	(584,399)	1,871,902
Trade Payables	(39,767)	(77,326)
Other current liabilities	497,339	(110,275)
Tax Liability	222,743	(9,216)
Net cash flow from/(used in) operating activities	(2,620,442)	(51,988)
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions to property, plant and equipments	-	-
Net cash flow from/(used in) investing activities	-	-
CASH FLOWS FROM FINANCING ACTIVITIES		
Loan from related party	(826,964)	(419)
Borrowings from Bank	4,001,562	-
Net cash flow from/(used in) financing activities	3,174,598	(419)
Net increase/(decrease) in cash and cash equivalents	554,156	(52,407)
Cash and cash equivalents at beginning of the period	26,801	79,208
CASH & CASH EQUIVALENTS AT END OF THE YEAR	580,957	26,801

The accompanying notes form an integral part of these financial statements.

For
NRB Bearings Europe GMBH



SOHAIL SHAIKH
DIRECTOR

DATE: APRIL 29, 2025

PLACE:

STUTTGART

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NRB Bearings Europe GMBH

STATEMENT OF CHANGES IN EQUITY FUNDS FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

Particulars	Equity Share capital	Retained Earnings	Total
Balance as at April 1, 2023	25,000	153,089	178,089
Additions/payments during the year	-	-	-
Transfer during the year	-	-	-
Net profit/(loss) for the year	-	320,609	320,609
Balance as at March 31, 2024	25,000	473,698	498,698
Balance as at April 1, 2024	25,000	473,698	498,698
Additions/ payments during the year	-	-	-
Transfer during the year	-	-	-
Net profit/(loss) for the year	-	527,225	527,225
Balance as at March 31, 2025	25,000	1,000,923	1,025,923

The accompanying notes form an integral part of these financial statements.

For

NRB Bearings Europe GMBH



SOHAIL SHAIKH
DIRECTOR

DATE: APRIL 29, 2025

PLACE: STUTTGART

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

1 STATUS AND ACTIVITIES

NRB Bearings Europe GmbH, a company incorporated under the provisions of the prevalent laws in Germany and having its registered office at Königstraße 10C, Regus Business Center, 70173 Stuttgart, Germany with registration number HRB 99169 granted on July 11, 2014.

2 MATERIAL ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) and interpretations issued by the International Financial Reporting Interpretations Committee (IFRIC) that are relevant to the operations of the company. These financial statements are prepared to facilitate consolidation with holding company NRB Holdings Limited.

2.2 ACCOUNTING CONVENTION

The financial statements have been prepared under the historical cost convention and under accrual system of accounting. The accounting policies have been consistently applied by the establishment during the period under review.

2.3 INVENTORIES

Inventories are valued at the lower of cost and net realizable value after taking an allowance for any slow moving or obsolete items. Cost comprises of the invoiced cost, freight and other expenses incurred in bringing the inventories to their present condition and location. Cost is determined on the weighted average cost basis and comprises direct invoice costs and related expenses. Net realizable value represents the estimated selling price less all estimated costs to be incurred in marketing, selling and distribution.

2.4 REVENUE RECOGNITION

IFRS 15 'Revenue from Contracts with Customers'

IFRS 15 establishes a comprehensive framework for determining whether, how much and when revenue is recognized. It replaced IAS 18 Revenue, IAS 11 Construction Contracts and related interpretations.

Revenue from contracts with customers

Under IFRS 15, revenue is recognized when a customer obtains control of the goods or services. Determining the timing of the transfer of control - at a point in time or over time - requires judgement.

The Company recognizes revenue from contracts with customers based on a five step model as set out in IFRS 15:

Step 1: Identify the contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify the performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company will allocate the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognize revenue when (or as) the entity satisfies a performance obligation.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

2.4 REVENUE RECOGNITION

The Company satisfies a performance obligation and recognizes revenue over time, if one of the following criteria is met:

1. The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs; or
2. The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
3. The Company's performance does not create an asset with an alternative use to the Company and the entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognized at the point in time at which performance obligation is satisfied.

Sale of goods

In relation to the Company's activities related sale of goods, in which the sale of goods and delivery is generally expected to be the only performance obligation, adoption of IFRS 15 did not have any major impact on the Company's revenue and profit or loss. The Company concluded that the revenue recognition will occur at a point in time when control of the asset is transferred to the customer, generally on delivery of the goods or collection of goods by customers.

Advances received from customers

Generally, the Company receives only short-term advances from its customers. They are presented as part of trade and other payables. Accordingly, there are no financing components in the Company's contracts with customers.

2.5 CASH AND CASH EQUIVALENTS

Cash and cash equivalents comprise cash balance and cash at bank.

2.6 PROVISIONS

Provisions are recognized when the company has a present obligation as a result of past event and it is probable that the outflow of resources will be required to settle the obligation.

2.7 FOREIGN CURRENCY

Functional and presentation currency

The financial statements are presented in EURO, which is the company's functional and presentation currency.

Transaction and balances

Transactions in foreign currencies are translated into the functional currency using the exchange rates prevailing at the transaction dates. Monetary assets and liabilities expressed in foreign currencies at the balance sheet date are translated at rates of exchange ruling at the balance sheet date. Exchange differences arising in these are dealt with the statement of comprehensive income.

2.8 CRITICAL ACCOUNTING JUDGEMENTS & KEY SOURCES OF UNCERTAINTY ESTIMATION

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates & assumptions that affect the application of accounting policies & the carrying amounts of assets, liabilities, income & expenses. The estimates & associated assumptions are based on historical experience and other factors that are considered to be relevant and reasonable under the circumstances.

Estimates & underlying assumptions are reviewed on a going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

		As at March 31, 2025	As at March 31, 2024
3	TRADE RECIEVABLES		
	Trade Recievables	3,942,013	2,400,763
	Less: Loss allowance	-	-
	Closing Balance	3,942,013	2,400,763
4	INVENTORY		
	Stock held for Trading	5,044,652	3,187,816
	Goods in Transit	3,074,453	3,554,328
	Closing Balance	8,119,105	6,742,144
5	CASH AND CASH EQUIVALENTS		
	Balances with banks		
	- Current accounts	580,957	26,801
	Closing balance	580,957	26,801
6	OTHER CURRENT ASSETS		
	Other assets	516	1,917
	Prepaid expenses	3,368	2,439
	Security deposits	3,978	3,978
	Balances with Government	403,741	77,897
	Closing balance	411,603	86,231
7	TRADE PAYABLES		
	Trade Payables	270,341	310,108
	Closing Balance	270,341	310,108
8	DUE TO RELATED PARTY		
	Payable to NRB Bearings Thailand (Purchase of goods)	34,427	9,840
	Payable to NRB Bearings Limited India (Purchase of goods)	6,748,267	7,292,481
	Payable to NRB Holdings Limited (Corporate services & Advisory)	10,729	75,501
	Loan from NRB Holdings Limited	19,090	846,054
	Closing Balance	6,812,513	8,223,876
9	OTHER LIABILITY		
	Advance From Customer	501,883	6,173
	Statutory Due Payable	-	11,837
	Loan from ICICI Bank	4,001,562	-
	Provision for Expenses	57,170	21,771
	Payable to employee	3,498	25,431
	Closing Balance	4,564,113	65,212

NRB Bearings Europe GMBH has taken a short term loan from ICICI Bank UK Plc at EURIBOR 3M +1.05% for a 120 day tenure. The loan is secured by corporate guarantee issued by NRB Bearings Limited India.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025

(Amount in EURO)

10 TAX PROVISION		
	As at March 31, 2025	As at March 31, 2024
Provision for tax	380,788	12,985
Closing Balance	380,788	12,985
11 REVENUE FROM OPERATIONS		
	For the year ended March 31, 2025	For the year ended March 31, 2024
Sale of Goods	16,463,064	11,475,086
Total	16,463,064	11,475,086
12 OTHER INCOME		
	For the year ended March 31, 2025	For the year ended March 31, 2024
Miscellaneous incomes	5,087	53,958
Total	5,087	53,958
13 COST OF SALES		
	For the year ended March 31, 2025	For the year ended March 31, 2024
Opening Stock	6,742,144	3,389,977
Purchase	14,735,878	12,577,334
Closing Stock	(8,119,105)	(6,742,144)
Cost of Material Consumed	13,358,917	9,225,167
14 EMPLOYEE BENEFIT EXPENSES		
	For the year ended March 31, 2025	For the year ended March 31, 2024
Salaries, allowances and other benefits	316,200	180,029
Statutory Payments	57,204	52,804
Total	373,404	232,833
15 FINANCE COST		
	For the year ended March 31, 2025	For the year ended March 31, 2024
Interest on Loan from NRB Holdings Limited	61,366	62,214
Interest on short term loan	1,578	-
Total	62,944	62,214
16 OTHER EXPENSES		
	For the year ended March 31, 2025	For the year ended March 31, 2024
Rent	34,959	32,876
Insurance premiums, fees and contributions	3,983	4,446
Legal and professional fees	184,393	153,858
Postage, telephone and fax	2,617	6,381
Travelling and conveyance	62,672	116,754
Advertisement and sales promotion expenses	14,603	7,294
Management Fees	807,137	573,255
Warehouse Charges	787,212	607,947
Miscellaneous expenses	1,627	846
Bank Charges	9,081	22,375
Foreign Currency loss	38	4,681
Total	1,908,322	1,530,713

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2025
(Amount in EURO)

17 INCOME TAXES	For the year ended March 31, 2025	For the year ended March 31, 2024
Corporate income tax	116,465	77,176
Solidarity surcharge	6,406	4,927
Trade tax	114,468	75,405
Total	237,339	157,508

18 SIGNIFICANT EVENTS OCCURRING AFTER THE BALANCE SHEET DATE

There are no significant events occurring after the balance sheet date, which require disclosure in the financial statements.

19 COMPARATIVE FIGURES

Comparative figures have been regrouped and reclassified to match with current year figures

20 ROUNDING OFF

The figures in this financial statements have been rounded off to the nearest Euros.

The accompanying notes form an integral part of these financial statements.

For
NRB Bearings Europe GMBH



SOHAIL SHAIKH
DIRECTOR

DATE: APRIL 29, 2025

PLACE: STUTTGART

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