

GIANLUIGI BERRUTI MANZONE

DOTTORE COMMERCIALISTA
REVISORE LEGALE
20122 MILANO - VIALE BIANCA MARIA 25

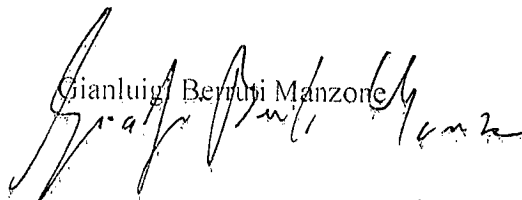
To the attention of Sole Shareholder
BALKRISHNA INDUSTRIES LIMITED
B-66, Waluj MIDC, Waluj Industrial Area,
Aurangabad 431 136, Maharashtra (India)

Milan, 23 April 2024

AUDITOR'S REPORT

I, the undersigned Gianluigi Berruti Manzone, chartered accountant (Dottore Commercialista), enrolled in the Registry of Italian Certified Public Accountants (Revisori Legali dei Conti) under the number 130275, with reference to the fiscal year closed as of March 31st, 2024, of the company BKT EUROPE SRL, with registered office in Viale Bianca Maria 25, 20122 Milano, VAT and Business Registry no. 05404270968, Economic and Administrative Index no. 1819352, hereby certify that:

1. the financial statements give a true and fair view of the financial position and of the results of operations of the company;
2. the accounts correctly reflect the values and the description of the documents and the company records held by the company.

Gianluigi Berruti Manzone


BKT EUROPE S.R.L.

Head office, address MILANO - VIALE BIANCA MARIA , 25

Capital Stock paid Euro 100.000,00

Registered to the Chamber of Commerce of MILANO

The identification N. - N. of enterprises registry 05404270968

Value-added tax identification number: 05404270968 - No. Of the economic
administrative registry (Rea): 1819352

Financial Statements at 31/03/2024

Balance sheet (mandatory scheme)

Assets	31/03/2024	31/03/2023
A) RECEIVABLES DUE FROM SHAREHOLDERS		
Total receivables due from shareholders (A)	0	0
B) FIXED ASSETS		
<i>I - Intangible fixed assets</i>		
3) Industrial patents and intellectual property rights	178.548	130.668
7) Other	1.801.931	1.867.462
Total intangible fixed assets	1.980.479	1.998.130
<i>II - Tangible fixed assets</i>		
2) Plant and machinery	384.871	538.746
3) Industrial and commercial equipment	59.140	86.435
4) Other assets	692.698	644.312
Total tangible fixed assets	1.136.709	1.269.493
<i>III) Financial fixed assets</i>		
Total financial fixed assets (III)	0	0
Total fixed assets (B)	3.117.188	3.267.623
C) CURRENT ASSETS		
<i>I - Inventories</i>		
4) Finished products and goods for resale	6.147.805	5.331.946
Total inventories	6.147.805	5.331.946

II Receivables

1) Trade accounts

Due within the following year	5.941.914	7.466.214
Total trade accounts	5.941.914	7.466.214

5-b) Tax receivables

Due within the following year	5.849.174	6.060.501
Total receivables due from tax authorities	5.849.174	6.060.501

5-c) Prepaid tax

	418	418
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5-d) Other receivables

Due within the following year	628.008	465.902
Due beyond the following year	5.480	5.480
Total receivables due from third parties	633.488	471.382

Total receivables	12.424.994	13.998.515
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III - Current financial assets

Total financial current assets	0	0
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IV - Liquid funds

1) Bank and post office deposits	1.779.237	2.672.843
3) Cash and equivalents on hand	1.329	814
Total liquid funds	1.780.566	2.673.657

Total current assets (C)	20.353.365	22.004.118
D) ACCRUED INCOME AND PREPAYMENTS	202.309	671.030
TOTAL ASSETS	23.672.862	25.942.771

Balance sheet (mandatory scheme)

Liabilities and shareholders' equity	31/03/2024	31/03/2023
A) SHAREHOLDERS' EQUITY		
I - Share capital	100.000	100.000
II - Share premium reserve	0	0
III - Revaluation reserves	0	0
IV - Legal reserve	20.000	20.000

V - Statutory reserves	0	0
<i>VI - Other reserves, indicated separately</i>		
Miscellaneous other reserves	1	2
Total other reserves	1	2
VII - Reserve for hedging expected cash flow operations	0	0
VIII - Retained earnings (accumulated losses)	1.939.364	974.887
IX - Net profit (loss) for the year	214.657	964.477
Minimised loss for the year	0	0
X - Negative reserve for own portfolio shares	0	0
Total shareholders' equity	2.274.022	2.059.366
B) RESERVES FOR CONTINGENCIES AND OTHER CHARGES		
4) Other	0	9.975
Total reserves for contingencies and other charges (B)	0	9.975
C) TOTAL RESERVE FOR SEVERANCE INDEMNITIES (TFR)	491.754	455.822
D) PAYABLES		
4) Due to banks		
Due within the following year	2.515.000	5.277.566
Total payables due to banks (4)	2.515.000	5.277.566
7) Trade accounts		
Due within the following year	16.608.017	16.896.370
Total trade accounts (7)	16.608.017	16.896.370
12) Due to tax authorities		
Due within the following year	296.442	328.995
Due beyond the following year	439.812	0
Total payables due to tax authorities (12)	736.254	328.995
13) Due to social security and welfare institutions		
Due within the following year	233.895	213.267
Total payables due to social security and welfare institutions (13)	233.895	213.267
14) Other payables		

Due within the following year	486.216	430.167
Total other payables (14)	486.216	430.167
Total payables (D)	20.579.382	23.146.365
E) ACCRUED LIABILITIES AND DEFERRED INCOME	327.704	271.243
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	23.672.862	25.942.771

Income statement (value and cost of production)

	31/03/2024	31/03/2023
A) VALUE OF PRODUCTION		
1) Revenues from sales and services	46.861.248	47.826.097
2) Change in work in progress, semi-finished and finished products	815.859	2.214.814
5) Other income and revenues		
Operating grants	0	47.787
Other	67.292	669.111
Total other income and revenues	67.292	716.898
Total value of production	47.744.399	50.757.809
B) COSTS OF PRODUCTION		
6) Raw, ancillary and consumable materials and goods for resale	16.820.950	16.967.037
7) Services	25.736.835	27.684.515
8) Use of third party assets	285.785	246.893
9) Personnel		
a) Wages and salaries	1.851.090	1.752.199
b) Related salaries	565.896	521.955
c) Severance	109.321	123.829
e) Other costs	1.871	0
Total payroll and related costs	2.528.178	2.397.983
10) Depreciation, amortisation and writedowns		
a) Amortisation of intangible fixed assets	394.033	1.314.056
b) Depreciation of tangible fixed assets	388.582	369.177
Total Amortisation, depreciation and write-downs	782.615	1.683.233
12) Provisions for contingencies and other charges	0	9.975
14) Other operating expenses	187.420	229.825

Total cost of production	46.341.783	49.219.461
Difference between value and cost of production (A - B)	1.402.616	1.538.348
C) FINANCIAL INCOME AND CHARGES		
16) Other financial income		
d) Income other than the above		
Other	193	370
Total income other than the above	193	370
Total other financial income	193	370
17) Interest and other financial expense		
Other	205.090	130.269
Total interest and other financial expense	205.090	130.269
17-bis) Currency gains and losses	-62.562	-9.869
Total financial income and expense (15 + 16 - 17 + - 17-bis)	-267.459	-139.768
D) VALUE ADJUSTEMENTS TO FINANCIAL ASSETS AND LIABILITIES		
Total value adjustments to financial assets and liabilities (18 - 19)	0	0
PRE-TAX RESULT(A - B + - C + - D)	1.135.157	1.398.580
20) Income tax for the year, current, deferred and prepaid		
Current taxes	359.316	434.103
Tax related to previous years	561.184	0
Total taxes on the income for the year	920.500	434.103
21) PROFIT (LOSS) FOR THE YEAR	214.657	964.477

THE ADMINISTRATIVE BODY: