

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Balance Sheet as at 31 March 2022

All amounts are in INR lakhs unless otherwise stated

Particulars	Notes	As at 31 March 2022	As at 31 March 2021
ASSETS			
Non-current assets			
Property, plant and equipment	3	-	-
Intangible assets	3	-	12
Capital work in progress	3	788	-
Financial assets			
(i) Investments	4	33	33
(ii) Other financial assets	5	-	-
Deferred tax assets (net)	6	-	-
Income tax assets (net)	7	85	20
Total non - current assets		906	65
Current assets			
Inventories	8	-	-
Financial assets			
(i) Trade receivables	9	148	1,267
(ii) Cash and cash equivalents	10	471	222
(iii) Bank balances other than cash and cash equivalents above	11	-	54
Other current assets	12	378	209
		997	1,752
Assets classified as held for sale	42	-	8,475
Total current assets		997	10,227
Total Assets		1,903	10,292
EQUITY AND LIABILITIES			
Equity			
Equity share capital	13	250	16,651
Other equity	14	1,453	(20,330)
Total equity		1,703	(3,679)
Current liabilities			
Financial liabilities			
(i) Current Borrowings	15	-	155
(ii) Trade payables			
(a) total outstanding dues of micro enterprises and small enterprises	16	-	454
(b) total outstanding dues of creditors other than micro enterprises and small enterprises	16	177	2,792
(iii) Other current financial liabilities	17	22	1,942
Current provisions	18	-	-
Other current liabilities	19	-	8,474
		199	13,817
Liabilities related to assets held for sale	42	-	154
Total current liabilities		199	13,971
Total liabilities		199	13,971
Total Equity and Liabilities		1,902	10,292

for and on behalf of Board of Directors of
Dynamic Manufacturing Limited

Sd/-

Chalapathi P

Director

DIN: 08087615

Place: Swindon, United Kingdom

Sd/-

P S Ramesh

Director

DIN: 05205364

Place: Bangalore, India

Date: 24 May 2022

Dynamatic Manufacturing Limited (formerly known as JKM Ferrotech Limited)**Statement of profit and loss for the year ended 31 March 2022**

All amounts are in INR lakhs unless otherwise stated except for earnings per share information

Particulars	Notes	For the year ended 31 March 2022	For the year ended 31 March 2021
Continuing operations			
Income			
Revenue from operations	20	422	-
Other income	21	7,093	-
Total income		7,515	-
Expenses			
Changes in inventories of finished goods and work in progress	22	446	-
Other expenses	23	28	-
Total expenses		474	-
Profit before tax		7,041	-
Current tax	39	-	-
Deferred tax	39	-	-
Profit after tax		7,041	-
Loss from discontinued operations	42	(1,659)	(2,385)
Tax credit of discontinued operations			
Profit/ (loss) for the year (5+8)		5,382	(2,385)
Other comprehensive income			
<i>Items that will not be reclassified subsequently to profit or loss</i>			
- Remeasurements of defined benefit plans		-	-
- Income tax relating to items that will not be reclassified to profit or loss		-	-
Other comprehensive income for the year		-	-
Total comprehensive income/(loss) for the year		5,382	(2,385)
Earning per equity share (of INR 10 each) - Basic and Diluted (in INR):			
Continuing operations	35	281.64	-
Discontinued operations		(66.34)	(95.40)
Discontinued & continuing operations		215.30	(95.40)

for and on behalf of Board of Directors of

Dynamatic Manufacturing Limited

Sd/-

Chalapathi P

Director

DIN: 08087615

Place: Swindon, United Kingdom

Sd/-

P S Ramesh

Director

DIN: 05205364

Place: Bangalore, India

Date: 24 May 2022

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Statement of Changes in Equity for the year ended 31 March 2022

All amounts are in INR lakhs unless otherwise stated

(A) Equity Share Capital

Current reporting period

Balance as at 1 April 2021	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the year	Balance as at 31 March 2022
16,651	-	-	(16,401)	250

Previous reporting period

Balance as at 1 April 2020	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the year	Balance as at 31 March 2021
16,651	-	-	-	16,651

(B) Other Equity

Particulars	Retained Earnings	Other items of other comprehensive income / (loss)	Total equity attributable to equity holders of the Company
Balance as at 01 April 2021	(20,330)	-	(20,330)
Profit for the year	5,382	-	5,382
Capital reduction (Refer Note 13)	16,401	-	16,401
Balance as at 31 March 2022	1,453	-	1,453
Balance as at 01 April 2020	(17,945)	-	(17,945)
Loss for the year	(2,385)	-	(2,385)
Balance as at 31 March 2021	(20,330)	-	(20,330)

for and on behalf of Board of Directors of
Dynamic Manufacturing Limited

Sd/-

Chalapathi P

Director

DIN: 08087615

Place: Swindon, United Kingdom

Sd/-

P S Ramesh

Director

DIN: 05205364

Place: Bangalore, India

Date: 24 May 2022

Dynamatic Manufacturing Limited (formerly known as JKM Ferrotech Limited)**Statement of cash flows for the year ended 31 March 2022**

All amounts are in INR lakhs unless otherwise stated

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Profit/(loss) before tax		
- continuing operations	7,041	-
- discontinued operations	(1,659)	(2,385)
	5,382	(2,385)
Adjustments for:		
Interest income	(2)	(24)
Finance costs	194	281
Depreciation and amortisation expense	-	1,058
Liabilities written back	(7,092)	-
Loss allowance on financial assets, net	84	152
Operating cash flow before working capital changes	(1,434)	(918)
Changes in operating assets and liabilities		
Changes in inventories	1,538	603
Changes in trade receivables	1,041	(174)
Changes in other Financial assets	422	(251)
Changes in other assets	(157)	2
Changes in trade payables	(3,015)	(32)
Changes in other financial liabilities	(1,193)	922
Changes in provisions	(154)	71
Changes in other liabilities (current & non current)	(1,435)	589
Cash generated from operations	(4,387)	812
Income taxes paid, net	(65)	6
Net cash generated from operating activities (A)	(4,452)	818
Cash flows from investing activities		
Expenditure on property, plant and equipment and intangibles	(787)	(155)
Proceeds from sale of property, plant and equipment pertaining to discontinued operations	6,495	-
Interest income	2	24
Bank deposits (having original maturity of more than three months), net	54	3
Net cash from/ (used in) investing activities (B)	5,764	(128)
Cash flows from financing activities		
Consideration towards equity share capital reduction	(1)	-
Repayment of long term borrowings	-	(263)
Repayment of short term borrowings	(155)	2
Interest paid	(908)	(236)
Net cash used in financing activities (C)	(1,064)	(497)
Net increase/(decrease) in cash and cash equivalents (A + B + C)	248	193
Cash and cash equivalents at the beginning of the year	222	29
Cash and cash equivalents at the end of the year	470	222
Components of cash and cash equivalents (Refer note 10)		
Cash and cash equivalents		
Cash on hand	-	-
Balances with banks		
- in current accounts	471	222
Cash and cash equivalents in balance sheet	471	222

for and on behalf of Board of Directors of
Dynamatic Manufacturing Limited

Sd/-

Chalapathi P

Director

DIN: 08087615

Place: Swindon, United Kingdom

Sd/-

P S Ramesh

Director

DIN: 05205364

Place: Bangalore, India

Date: 24 May 2022

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Notes to the financial statements for the year ended 31 March 2022

All amounts are in INR lakhs unless otherwise stated

3 Property, plant and equipment and Intangible assets (continued)**3.2 Intangible assets**

Particulars	Application software	Total
Gross carrying amount:		
Balance as at 1 April 2020	176	176
Additions	1	1
Balance as at 31 March 2021	177	177
Balance as at 1 April 2021	177	177
Deletion	(177)	(177)
Balance as at 31 March 2022	-	-
Accumulated amortisation:		
Balance as at 1 April 2020	151	151
Amortisation for the year	14	14
Balance as at 31 March 2021	165	165
Balance as at 1 April 2021	165	165
Amortisation on Deletion	(165)	(165)
Balance as at 31 March 2022	-	-
Net carrying amount:		
As at 31 March 2022	-	-
As at 31 March 2021	12	12

3.3 Capital-work-in-progress

Below is the aging of Capital-work-in-progress

Particulars	Less than 1 Year	1-2 Year	2-3 Year	Morethan 3 Year	Total
Plant & machinery	788	-	-	-	788

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Notes to the financial statements for the year ended 31 March 2022

All amounts are in INR lakhs unless otherwise stated

4 Non - current investments

Particulars	As at 31 March 2022	As at 31 March 2021
Unquoted equity shares		
Investments carried at fair value through profit and loss		
1) 332,000 (31 March 2021: 332,000) of face value of INR 10 each fully paid up of Kamachi Industries Limited	33	33
2) Nil (31 March 2021: 100) of face value of INR 10 each fully paid up of TCP Limited	-	1
	<u>33</u>	<u>34</u>
Less: Assets classified as held for sale (part of disposal group) Refer Note 1 and 42	-	(1)
	33	33
Aggregate amount of unquoted investments	33	33
Aggregate amount of impairment in value of investments	-	-

5 Other financial assets

Particulars	As at 31 March 2022	As at 31 March 2021
<i>Unsecured, considered good</i>		
Security deposits	-	422
Less: Assets classified as held for sale (part of disposal group) Refer Note 1 and 42	-	(422)
	-	-

6 Deferred tax assets (net)*

Particulars	As at 31 March 2022	As at 31 March 2021
Deferred tax assets		
Unabsorbed depreciation / loss	-	244
Provision for gratuity and compensated absences	-	39
Loss allowance on financial assets	-	143
Bonus and incentives	-	-
Total deferred tax assets (A)	-	426
Deferred tax liabilities		
Property, plant and equipment and intangible assets	-	(426)
Total deferred tax liabilities (B)	-	(426)
Net deferred tax assets (A + B)	-	-

**The Company has recognised deferred tax asset on brought forward unabsorbed depreciation and tax losses to the extent of deferred tax liability. As at 31 March 2022, the Company has a net deferred tax asset with respect to certain timing differences. These timing difference mainly relates to carried forward business losses, unabsorbed depreciation. These did not meet the recognition criteria as per Ind AS 12 : "Income Taxes". (Refer Note 39).

7 Income tax assets (net)

Particulars	As at 31 March 2022	As at 31 March 2021
Advance income tax [net of provision of INR Nil (as at 31 March 2021 INR Nil)]	85	20

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Notes to the financial statements for the year ended 31 March 2022

8 Inventories (valued at lower of cost and net realisable value)

Particulars	As at 31 March 2022	As at 31 March 2021
Raw materials and components	-	230
Work-in-progress	-	1,083
Finished goods	-	25
Stores and spares	-	200
	-	1,538
Less: Assets classified as held for sale (part of disposal group) Refer Note 1 and 42	-	(1,538)
	-	-

9 Trade receivables

Particulars	As at 31 March 2022	As at 31 March 2021
Trade receivables		
<i>Unsecured, considered good</i>	742	1,836
Less: Allowance for doubtful debts	(594)	(569)
	148	1,267

The Company's exposure to credit and currency risks and loss allowances related to trade receivables are disclosed in Note 39.

Trade Receivables ageing schedule as at 31 March 2022

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables – considered good	32	141	152	22	395	742
Less: Allowances for credit loss						(594)
Total Trade receivable						148

Trade Receivables ageing schedule as at 31 March 2021

Particulars	Outstanding for following periods from due date of payment					Total
	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade receivables – considered good	1,353	66	23	4	390	1,836
Less: Allowances for credit loss						(569)
Total Trade receivable						1,267

Note: There are no disputed trade receivables as at 31 March 2022 and as at 31 March 2021

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)**Notes to the financial statements for the year ended 31 March 2022****10 Cash and cash equivalents**

Particulars	As at 31 March 2022	As at 31 March 2021
Cash on hand	-	-
Balances with banks - in current accounts	471	222
	471	222
Cash and cash equivalents as defined in Ind AS 7 "Statements of Cash Flows"	471	222

11 Bank balances other than cash and cash equivalents above

Particulars	As at 31 March 2022	As at 31 March 2021
In deposit accounts (due to mature within 12 months from the reporting date)*	-	54
	-	54

*Balances in margin money deposits represents deposits made for non-fund based limits with banks, which are available for use to settle a liability for not more than 12 months from the balance sheet date.

12 Other current assets

Particulars	As at 31 March 2022	As at 31 March 2021
<i>Unsecured, considered good</i>		
Advance for supply of goods & services	141	203
Unbilled revenue	225	-
Balances with government authorities	18	6
Provision for Balance with government authorities	(6)	-
	12	6
Prepaid expenses	-	18
	378	227
Less: Assets classified as held for sale (part of disposal group) Refer Note 1 and 42	-	(18)
	378	209

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)**Notes to the financial statements for the year ended 31 March 2022**

All amounts are in INR lakhs unless otherwise stated

13 Equity share capital

Particulars	As at 31 March 2022	As at 31 March 2021
Authorised		
Equity shares		
180,000,000 equity shares (31 March 2021: 180,000,000 equity shares) of par value of INR 10 each	18,000	18,000
	18,000	18,000
Issued, subscribed and fully paid up		
Equity shares		
25,00,000 equity shares (31 March 2021: 166,513,064 equity shares) of par value of INR 10 each*	250	16,651
	250	16,651

Reconciliation of equity shares outstanding at the beginning and at the end of the reporting year is as given below:

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number of shares	Amount (in INR lakhs)	Number of shares	Amount (in INR lakhs)
At the commencement of the year	16,65,13,064	16,651	16,65,13,064	16,651
Less: Capital reduction *	(16,40,13,064)	(16,401)	-	-
At the end of the year	25,00,000	250	16,65,13,064	16,651

* On 11 February 2020, the Board of Directors of the Company had approved a scheme of capital reduction, subject to regulatory approvals, to reduce the number of equity shares of the Company from 166,513,064 to 2,500,000. The said scheme has been approved by National Company Law Tribunal ('NCLT') in April 2021. Pursuant to the approval, the Company has cancelled and extinguished 164,013,064 shares amounting to Rs.16,401, with a corresponding credit to Capital reduction account forming part of Other Equity.

Rights, preferences and restrictions attached to equity shares:

The Company has a single class of equity shares having par value of INR 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by board of directors is subject to approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive remaining assets of the Company after distribution of all preferential amounts, if any, in proportion to their shareholding.

The Company has not allotted any fully paid up equity shares by way of bonus shares nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date nor has issued shares for consideration other than cash.

Shares held by holding / ultimate holding Company and / or their subsidiaries / associates:

Particulars	As at 31 March 2022		As at 31 March 2021	
	Number of shares	Amount (in INR lakhs)	Number of shares	Amount (in INR lakhs)
JKM Erla Automotive Limited**	10,58,672	106	7,05,13,064	7,051
Dynamic Technologies Limited***	8,25,761	83	5,50,00,000	5,500
Eisenwerk Erla GmbH	6,15,567	61	4,09,99,994	4,100
Total	25,00,000	250	16,65,13,058	16,651

** JKM Erla Automotive Limited is Holding Company as it holds 66.97% of voting rights in the Company (direct holding: 42.35% and indirect holding through Eisenwerk Erla GmbH 24.62%).

*** Dynamic Technologies Limited ('DTL') is Ultimate Holding Company as it holds 100% of voting rights in the Company (direct holding: 33.03% and indirect holding through JKM Erla Automotive Limited 42.35% and Eisenwerk Erla GmbH 24.62%).

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Notes to the financial statements for the year ended 31 March 2022

All amounts are in INR lakhs unless otherwise stated

Details of shareholders holding more than 5% of equity shares in the Company:

Name of the shareholder	As at 31 March 2022		As at 31 March 2021	
	% of holding	Number of shares	% of holding	Number of shares
JKM Erla Automotive Limited	42.35%	10,58,672	42.35%	7,05,13,064
Dynamic Technologies Limited	33.03%	8,25,761	33.03%	5,50,00,000
Eisenwerk Erla GmbH	24.62%	6,15,567	24.62%	4,09,99,994

14 Other equity

Particulars	As at 31 March 2022	As at 31 March 2021
Retained earnings		
At the commencement of the year	(20,330)	(17,945)
Profit/(loss) for the year	5,382	(2,385)
Capital reduction (Refer Note 13)	16,401	-
Total other equity	1,453	(20,330)

14(i) Retained earnings

The cumulative gain or loss arising from the operations which is retained by the Company is recognised and accumulated under the heading of retained earnings. At the end of the year, the profit/(loss) after tax is transferred from the statement of profit and loss to the retained earnings account.

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Notes to the financial statements for the year ended 31 March 2022

All amounts are in INR lakhs unless otherwise stated

15 Current borrowings

Particulars	As at 31 March 2022	As at 31 March 2021
Secured loans		
- Financial institutions	-	155
	-	155

Information about the Company's exposure to interest rate, currency and liquidity risk are disclosed in note 31.

16 Trade payables

Particulars	As at 31 March 2022	As at 31 March 2021
Dues to micro and small enterprises (Refer note 29)	-	454
Dues of creditors other than micro and small enterprises	177	2,792
	177	3,246

Trade Payables ageing schedule as at 31 March 2022

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	-	-	-	-
Others	143	19	10	6	178
	143	19	10	6	178

Trade Payables ageing schedule as at 31 March 2021

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
MSME	-	438	16	-	454
Others	358	2,284	60	90	2,792
	358	2,722	76	90	3,246

All trade payables are current.

The Company's exposure to currency and liquidity risk are disclosed in note 31.

17 Other current financial liabilities

Particulars	As at 31 March 2022	As at 31 March 2021
Loan from related party (Refer note 34)	-	973
Interest due to a related party (Refer note 34)	-	714
Employee related liabilities	-	111
Accrued expenses	12	88
Capital creditors	10	30
Retention money	-	26
	22	1,942

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)**Notes to the financial statements for the year ended 31 March 2022**

All amounts are in INR lakhs unless otherwise stated

18 Current provisions

Particulars	As at 31 March 2022	As at 31 March 2021
Provision for employee benefits		
Provision for gratuity (Refer note 30)	-	108
Provision for compensated absences	-	46
	-	154
Less: Liabilities classified as held for sale (part of disposal group) Refer Note 1 and 42	-	(154)
	-	-

19 Other current liabilities

Particulars	As at 31 March 2022	As at 31 March 2021
Trade advance received from ultimate holding company (Refer note 34)	-	6,500
Advance from associate company (Refer note 34)	-	1,725
Statutory liabilities	-	249
	-	8,474

Dynamic Manufacturing Limited (formerly known as JKM Ferrotech Limited)

Notes to the financial statements for the year ended 31 March 2022

All amounts are in INR lakhs unless otherwise stated

20 Revenue from operations

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Sale of products		
Revenue from sale of products (Refer Note 40)	400	-
Total revenue from sale of products (A)	400	-
Other operating revenue		
Scrap sales	22	-
Total other operating revenue (B)	22	-
Total revenue from operations (A + B)	422	-

21 Other income

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Interest income on financial assets carried at amortised cost	1	-
Liabilities written back	7,092	-
	7,093	-

22 Changes in inventories of finished goods and work-in-progress

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Opening stock		
Finished goods	-	-
Work-in-progress	446	-
	446	
Closing stock		
Finished goods	-	-
Work-in-progress	-	-
	-	-
	446	-

23 Other expenses

Particulars	For the year ended 31 March 2022	For the year ended 31 March 2021
Freight outward	2	-
Payments to Auditors (Refer Note 26)	16	-
Rent	1	-
Provision for balance with Government Authority	6	-
Miscellaneous expenses	3	-
	28	-