



Partners:

J. Vasanth Kumar, B.Com., F.C.A., LL.B.,

N. Amarnath, B.Com., F.C.A.,

D.R. Vijanth Kumar, B.Com., F.C.A., Reg. Valuer (SFA)

Vasanth & Co.,

Chartered Accountants

Independent Auditor's Examination Report on the Restated Financial Information of Avana Electrosystems Limited

Examiner Report of Independent Auditor on the Restated Statement of Assets and Liabilities as at September 30, 2025, March 31, 2025, March 31, 2024 and March 31, 2023, the Restated Statement of Profit and Loss and the Restated Statement of Cash Flows for the period ended September 30, 2025 and for the financial years ended March 31 2025, March 31 2024 and March 31 2023 along with the Restated Statement of Significant Accounting Policies and other explanatory information of **Avana Electrosystems Limited** (formerly known as Avana Electrosystems Private Limited) (hereinafter collectively, the "Restated Financial Statements").

The Board of Directors

Avana Electrosystems Limited

Plot No.35, 1st Main Road, 2nd Phase

Peenya Industrial Area, Nelagadaranahalli Village

Bangalore – 560058

Dear Sirs/ Madams,

1. We Vasanth & Co., Chartered Accountants, have examined the attached Restated Financial Statements of AVANA ELECTROSYSTEMS LIMITED (the "Company") comprising of Restated Statement of Assets and Liabilities as at September 30, 2025, March 31, 2025, March 31, 2024 and March 31, 2023, the Restated Statement of Profit and Loss and the Restated Statement of Cash Flows for the period ended September 30, 2025 and for the financial years ended March 31 2025, March 31 2024 and March 31 2023 along with the Restated Statement of Significant Accounting Policies and other explanatory information as approved by the Board of Directors of the Company at their meeting held on December 23, 2025 for the purpose of inclusion in the Draft Red Herring Prospectus/Red Herring Prospectus/Prospectus ("DRHP/RHP/Prospectus") prepared by the Company in connection with its proposed Initial Public Offer of equity shares ("IPO") prepared in terms of the requirements of:
 - a) The Sub-section (1) of Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act");
 - b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended (the "SEBI ICDR Regulations"); and
 - c) The Guidance Note on Reports in Company Prospectuses (Revised 2019) (as amended) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time (the "Guidance Note").

Management's Responsibility for the Restated Financial Statements

2. The Company's Board of Directors is responsible for the preparation of Restated Financial Statements for the purpose of inclusion in the offer documents in connection with the proposed IPO. The Restated Financial Statements have been prepared by the management of the Company in accordance with the basis of preparation stated in Annexure IV to the Restated Financial Statements. The responsibility of Board of Directors of the Company includes designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of the Restated Financial Information. The

Board of Directors are also responsible for identifying and ensuring that the Company complies with the Companies Act, the SEBI ICDR Regulations and the Guidance Note.

Auditor's Responsibilities

3. We have examined the Restated Financial Statements taking into consideration:

- a) The terms of reference and terms of our engagement agreed upon with Company in accordance with our engagement letter dated May 01, 2025, in connection with the proposed IPO of the equity shares of the Company.
- b) The Guidance Note, which also requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
- c) The concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Financial Information; and
- d) Requirements of Section 26 of the Act and the SEBI ICDR Regulations.

Our work was performed solely to assist you in meeting your responsibilities in relation to compliance with the Act, the SEBI ICDR Regulations and the Guidance Note in connection with the IPO.

4. These Restated Financial Information have been compiled by the Management from:

Audited Financial Statements of the Company for the period ended September 30, 2025 and for the financial years ended March 31, 2025, March 31, 2024 and March 31, 2023 prepared in accordance with Accounting Standard as prescribed under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules 2015, as amended," as per the Accounting Standard and other accounting principles generally accepted in India, (the " Audited Financial Statements"), which have been approved by the Board of Directors at their meetings held on December 23, 2025, September 03, 2025, August 19, 2024 and September 02, 2023 respectively.

5. Based on the above and according to the information and explanations given to us, we report that:

- i) The Restated Financial Statements have been prepared after incorporating adjustments for the changes in accounting policies, any material errors and regroupings/ reclassifications retrospectively for the period ended September 30, 2025 and for the years ended March 31, 2025, March 31, 2024 and March 31, 2023 to reflect the same accounting treatment as per the accounting policies and grouping/classifications.
- ii) There are no qualifications in the auditor's reports on the Audited Financial Statements as at and for the period ended September 30, 2025 and for the years ended March 31, 2025, March 31, 2024 and March 31, 2023 which require any adjustments to the Restated Financial Statements and

6. The Restated Financial Statements have been prepared in accordance with the Act including the rules made there under, the SEBI ICDR Regulations, the Guidance Note and engagement letter.

7. We complied with the relevant applicable requirements of the Standard in Quality Control (SQC) 1, Quality Control for Firms that perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.

8. The Restated Financial Statements do not reflect the effects of events that occurred subsequent to the

respective dates of the reports on the Audited Financial Statements mentioned in paragraph 4 above.

9. This report should not in any way be construed as a reissuance or re-auditing of any of the previous auditors' reports issued by us or the previous Auditors, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
10. We have no responsibility to update our report for events and circumstances occurring after the date of this report.
11. Our report is intended solely for use of the Board of Directors and for inclusion in the DRHP/RHP/Prospectus to be filed with the Securities and Exchange Board of India, NSE EMERGE and Registrar of Companies, Bangalore, as applicable in connection with the proposed IPO of equity shares of the Company. Our report should not be used, referred to or distributed for any other purpose without prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care towards any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

for Vasanth & Co.,
Chartered Accountants
Firm Registration No:008204S

AMARNATH
NARAYANA

Digitally signed by
AMARNATH NARAYANA
Date: 2025.12.23
15:17:06 +05'30'

N.Amarnath
Partner
Membership No:510064
UDIN: 25510064DBGJRM3316

Place: Bangalore
Date: 23-12-2025

ANNEXURE-I
AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana ElectroSystems Private Limited)
CIN- U31400KA2010PLC054508
RESTATED STATEMENT OF ASSETS AND LIABILITIES

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	Note	30th September, 2025	31st March, 2025	31st March, 2024	31st March, 2023
I. EQUITY AND LIABILITIES					
Shareholder's Funds					
(a) Share capital	1	1,746.94	79.41	79.41	79.41
(b) Reserves and surplus	1A	993.79	2,100.59	1,269.37	866.96
Non-Current Liabilities					
(a) Long-term borrowings	2	73.80	126.16	291.55	237.09
Current Liabilities					
(a) Short term borrowings	2A	494.47	442.35	635.75	496.10
(b) Trade payables	3				
(A) total outstanding dues of micro enterprises and small enterprises; and		319.90	266.62	353.37	125.20
(B) total outstanding dues of creditors other than micro enterprises and small enterprises		343.58	660.55	322.92	450.45
(c) Other current liabilities	4	503.89	463.50	317.71	334.13
(d) Short-term provisions	5	914.70	802.93	537.35	262.70
Total		5,391.08	4,942.12	3,807.43	2,852.04
II ASSETS					
Non-current assets					
(a) Property, Plant and Equipment & Intangible assets	6				
(A) Property, Plant and Equipment		345.26	317.26	369.66	198.00
(B) Intangible assets		8.36	9.42	9.19	2.82
(C) Capital work in progress		15.62	-	-	-
(b) Deferred tax asset (net)	7	19.02	7.39	5.15	24.82
(c) Other non current assets	8	32.80	32.80	64.80	29.80
Current assets					
(a) Inventories	9	2,105.61	1,470.95	1,193.31	770.29
(b) Trade receivables	10	1,820.77	2,119.08	1,483.64	1,115.56
(c) Cash and cash equivalents	11	569.21	530.71	378.33	310.14
(d) Short-term loans and advances	12	393.00	358.15	246.17	360.08
(e) Other current assets	13	81.41	96.35	57.17	40.53
Total		5,391.08	4,942.12	3,807.43	2,852.04

The above statement should be read with the restated statement of Profit and Loss, restated statement Cash Flow Statement and significant accounting policies and notes on account for preparation of restated Financial Statements as appearing in Annexure-II, III and IV respectively

This is the Restated Statement of Assets and Liabilities referred to in our report of even date.

In terms of our report attached
for Vasanth & Co.,
Chartered Accountants
Firm Registration No:008204S

For and on behalf of the Board of Directors
of Avana ElectroSystems Limited
(Formerly known as Avana ElectroSystems Private Limited)



N. Amarnath
N. Amarnath
Partner
Membership No:510064



Anantharamaiah Panish
Anantharamaiah Panish
Managing Director
DIN: 00288112

K N Sreenath
K N Sreenath
Executive Director
DIN: 03099421

S Vinod Kumar
S Vinod Kumar
Whole Time Director
DIN: 03115822

Place: Bengaluru
Date: 23-12-2025

Gururaj Dambal
Gururaj Dambal
Whole Time Director
DIN: 03099402

Amrutha Naveen
Amrutha Naveen
Company Secretary
ACS no. 65237

Ravi Kumar S
Ravi Kumar S
Chief Financial Officer
M.No: 239041

ANNEXURE-II
AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

RESTATED STATEMENT OF PROFIT AND LOSS

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	Note	For the half year ended on 30th September, 2025	31st March, 2025	For the fiscal year ended on 31st March, 2024	31st March, 2023
I. Revenue from operations	14	3,574.71	6,148.58	5,298.77	2,840.65
II. Other Income	15	53.61	144.81	26.80	17.86
III. Total Income (I + II)		3,628.32	6,293.39	5,325.57	2,858.51
IV. Expenses:					
Purchases of Stock-in-Trade	16	2,565.24	3,486.93	3,666.80	1,853.78
Changes in Inventories of finished goods, work-in-progress and Stock-in-Trade	17	(634.67)	(277.64)	(423.02)	(229.27)
Employee benefits expense	18	500.13	886.46	588.70	477.37
Finance costs	19	47.22	91.25	111.19	80.29
Depreciation and Amortisation Expense	6 & 21	35.21	75.63	35.00	12.16
Other Expenses	20	381.39	800.87	724.33	546.72
IV. Total Expenses		2,894.53	5,063.50	4,702.99	2,741.05
V. Profit before exceptional and extraordinary items and tax (III - IV)		733.79	1,229.88	622.58	117.46
VI. Exceptional Items		-	-	-	-
VII. Profit before extraordinary items and tax (V - VI)		733.79	1,229.88	622.58	117.46
VIII. Extraordinary Items		-	-	-	-
IX. Profit before Tax (VII-VIII)		733.79	1,229.88	622.58	117.46
X. Tax expense:					
(1) Current tax		184.68	325.70	163.95	31.10
(2) Current tax expense relating to prior years		-	(0.82)	-	-
(3) Deferred tax		(11.63)	(2.24)	19.67	(6.19)
Total tax expenses		173.05	322.64	183.62	24.91
XI. Prior period expenses:					
Gratuity and Leave encashment adjustment		-	76.02	36.55	0.26
XII. Profit for the year (V - XI)		560.74	831.23	402.41	92.29
XIII. Profit/(Loss) Carried forward to Balance Sheet		560.74	831.23	402.41	92.29
Earnings Per Equity Share (EPS)					
(1) Basic - Rs.	22	3.21	4.76	2.30	0.53
(2) Diluted- Rs.	22	3.21	4.76	2.30	0.53

Notes:

1) The above statement should be read with the restated statement of Assets and Liabilities, restated statement of Cash Flow Statement and significant accounting policies and notes on account for preparation of restated Financial Statements as appearing in Annexure-I, III and IV respectively.

This is the Restated Statement of Assets and Liabilities referred to in our report of even date.

In terms of our report attached
for Vasanth & Co.,
Chartered Accountants

For and on behalf of the Board of Directors
of Avana Electrosystems Limited
(Formerly known as Avana Electrosystems Private Limited)



Firm Reg No: 0082045

N. Amarnath
N. Amarnath
Partner
Membership No: 510064



Anantharamaiah Panish
Anantharamaiah Panish
Managing Director
DIN: 00288112

K N Sreenath
K N Sreenath
Executive Director
DIN: 03099421

S Vinod Kumar
S Vinod Kumar
Whole Time Director
DIN: 03115822

Gururaj Dambal
Gururaj Dambal
Whole Time Director
DIN: 03099402

Amrutha Naveen
Amrutha Naveen
Company Secretary
ACS no. 65237

Ravi Kumar S
Ravi Kumar S
Chief Financial Officer
M.No: 239041

Place: Bengaluru
Date: 23-12-2025

ANNEXURE-III
AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508
RESTATED STATEMENT OF CASH FLOW

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	For the half year ended 30th September,	31st March, 2025	For the fiscal year ended on 31st March, 2024	31st March, 2023
A. Cash flow from operating activities				
Profit before tax, as Restated	733.79	1,229.88	622.58	117.46
Adjustment for:				
Depreciation and Amortisation Expenses	35.21	75.63	35.00	12.16
Prior period Items (Gratuity and Leave Encashment)	-	(76.02)	(36.55)	(0.26)
Finance Cost	47.22	91.25	111.19	80.29
Interest & Dividend Income	(52.71)	(29.21)	(24.62)	(16.73)
Operating (loss) / profit before working capital changes	763.51	1,291.54	707.60	192.92
Movement in working capital				
Decrease / (Increase) in Inventories	(634.67)	(277.64)	(423.02)	(229.27)
Decrease / (Increase) in Trade Receivable	298.32	(635.44)	(368.09)	(420.49)
Decrease / (Increase) in Other Current Assets	14.94	(39.18)	(16.64)	13.42
Increase / (Decrease) in Trade Payable	(263.69)	250.88	100.64	279.98
Increase / (Decrease) in Short Term Provision	111.77	265.58	274.66	82.85
Increase / (Decrease) in Current liabilities	40.39	145.79	(16.42)	79.95
Cash generated from operations	330.56	1,001.53	258.73	(0.65)
Provision for Taxation	(184.68)	(324.88)	(163.95)	(31.10)
Net cashflow generated from/(utilised in) operating activities (A)	145.88	676.66	94.77	(31.75)
B. Cash flows from investing activities				
Purchase of property, plant, and equipment (including intangibles assets and Capital Work-in progress)	(77.77)	(23.47)	(213.02)	(13.76)
Interest Income	52.71	29.21	24.62	16.73
Decrease / (Increase) in Short Term Loan and Advances	(34.86)	(111.98)	113.91	(122.29)
Decrease / (Increase) in Other Non Current Assets	-	32.00	(35.00)	-
Net cash flow utilized in investing activities (B)	(59.91)	(74.24)	(109.50)	(119.32)
C. Cash flows from financing activities				
Proceeds from Long Term Borrowings	(52.36)	(165.39)	54.46	232.08
(Increase)/decrease from Short Term Borrowings	52.12	(193.39)	139.65	79.66
Interest Paid	(47.22)	(91.25)	(111.19)	(80.29)
Net cashflow generated from/(utilised in) financing activities('C)	(47.47)	(450.04)	82.92	231.46
Net increase / (Decrease) in cash & cash equivalents (A + B + C)	38.50	152.38	68.19	80.39
Cash and cash equivalents at the beginning of the year	530.71	378.33	310.14	229.75
Cash and Cash Equivalents at the end of the year	569.21	530.71	378.33	310.14
Components of Cash and Cash Equivalents as at	30th September, 2025	31st March, 2025	31st March, 2024	31st March, 2023
Cash on hand	1.33	0.04	1.04	1.13
Balances with scheduled banks				
- In current accounts	1.80	25.11	-	-
- Balances with Banks- held as margin money	566.08	505.55	377.29	309.00
Total cash and cash equivalents	569.21	530.71	378.33	310.14

Note:

- The Restated Statement of Cash Flows has been prepared under the indirect method as set out in AS 3 Statement of Cash Flows notified under Section 133 of the Companies Act, 2013
- The above statement should be read with the restated statement of Profit and Loss, restated statement of Assets & Liabilities and significant accounting policies and notes on account for preparation of restated Financial Statements as appearing in Annexure-I, II and IV respectively.
- This is the Restated Statement of Cash Flows referred to in our report of even date.

In terms of our report attached
for Vasanth & Co.,
Chartered Accountants
Firm Reg No: 0082045

N. Amarnath
Partner
Membership No:510064



Place: Bengaluru
Date: 23-12-2025

For and on behalf of the Board of Directors
of Avana Electrosystems Limited
(Formerly known as Avana Electrosystems Private Limited)



Anantharamaiah Panish
Managing Director
DIN: 00288112

K N Sreenath
Executive Director
DIN: 03099421

S Vinod Kumar
Whole Time Director
DIN: 03115822

Gururaj Dambal
Whole Time Director
DIN: 03099402

Amrutha Naveen
Company Secretary
ACS no. 65237

Ravi Kumar S
Chief Financial Officer
M.No: 239041

Note 1: RESTATED STATEMENT OF SHARE CAPITAL.

Particulars	As at 30 September, 2025		As at 31 March, 2025		As at 31 March, 2024		As at 31 March, 2023	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
(a) Authorised - Equity shares of Rs. 10/- each with Voting rights	2,50,00,000	2,500.00	2,50,00,000	2,500.00	9,00,000	90.00	9,00,000	90.00
(b) Issued Subscribed and fully Paid up Equity Shares of Rs. 10/- each with voting rights	1,74,69,408	1,746.94	7,94,064	79.41	7,94,064	79.41	7,94,064	79.41
Total	1,74,69,408	1,746.94	7,94,064	79.41	7,94,064	79.41	7,94,064	79.41

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the reporting period:

Particulars	Equity shares with voting rights							
	As at 30th September, 2025		Year ended 31 March, 2025		Year ended 31 March, 2024		Year ended 31 March, 2023	
	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount	Number of shares	Amount
Opening Balance	7,94,064	79.41	7,94,064	79.41	7,94,064	79.41	7,94,064	79.41
Fresh issue of shares	-	-	-	-	-	-	-	-
Rights issue	-	-	-	-	-	-	-	-
Bonus Issue	1,66,75,344	1,667.53	-	-	-	-	-	-
Buy back/ Conversion/ Redemption	-	-	-	-	-	-	-	-
Closing Balance	1,74,69,408	1,746.94	7,94,064	79.41	7,94,064	79.41	7,94,064	79.41

(iii) Rights Preferences and restrictions on various classes of shares:

- (a) The Company has equity shares having par value of Rs. 10/- each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of preferential allotment, if any. The distribution will be in proportion to the number of equity shares.
- (b) The equity shares are not repayable except in the case of a buy back, reduction of capital or winding up in terms of the provisions of the Companies Act, 2013.
- (c) Every member of the company holding equity shares has a right to attend the General Meeting of the Company and has a right to speak and on a show of hands, has one vote if he is present in person and on a poll shall have the right to vote in proportion to his share of the paid-up capital of the company.

(iii) Bonus Issue of Equity Shares (21:1):

On 19 August 2025, the Board of Directors approved and allotted a bonus issue of equity shares in the ratio of 21:1 (i.e., 21 new shares for every 1 existing share). Any fractional entitlements (if any) was settled in accordance with the Company's Articles of Association and prevailing stock exchange practices.

(iv) Increase in Authorised Share Capital Pursuant to the Shareholders' Approval during the period under Review:

Pursuant to approval given by shareholder in the Extraordinary General Meeting held on 11th November 2024, the Authorised Share Capital of the Company was Increased from ₹ 90,00,000/- comprising of 9,00,000 Equity shares of ₹ 10/- each to ₹ 25,00,00,000/- comprising of 2,50,00,000 Equity shares of ₹ 10/- each.

(v) The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in ensuing Annual General Meeting except in the case where interim dividend is distributed. The Company has not distributed any dividend in the current and previous years.

(vi) No shares are reserved for issue under options and contracts or commitments during any reporting period.

(vii) Change in share capital for the period of five years immediately preceding the date as at which the Balance Sheet is prepared is given below as per the requirement of Schedule-III:

Particular	As at 30th September, 2025	As at 31st March					Class
		2025	2024	2023	2022	2021	
A) Aggregate number and class of shares allotted as fully paid-up by way of Bonus Share	1,66,75,344	-	-	-	-	-	Equity
(B) Aggregate number and class of shares bought back *	-	-	-	-	-	85,936	

* The Board approved buyback of up to 85,936 equity shares (9.77% of paid-up share capital) at a net price of ₹93.75 per share (gross price ₹115.59 including tax), aggregating up to ₹80.57 lakhs. The buyback was on a proportionate basis to shareholders as on the record date – 25th September 2020.

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

Particulars	Equity shares with voting rights	Equity shares with differential voting rights	Compulsorily convertible preference shares	Optionally convertible preference shares	Redeemable preference shares
	Number of shares				
As at 31st March, 2023	Nil	Nil	Nil	Nil	Nil
As at 31st March, 2024	Nil	Nil	Nil	Nil	Nil
As at 31st March, 2025	Nil	Nil	Nil	Nil	Nil
As at 30th September, 2025	Nil	Nil	Nil	Nil	Nil

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

a. Equity shares with voting rights

Class of shares / Name of shareholder	As at 30th September, 2025		As at 31st March, 2025		As at 31st March, 2024		As at 31st March, 2023	
	Number of shares held	% Holding	Number of shares held	% Holding	Number of shares held	% Holding	Number of shares held	% Holding
K N Sreenath	44,41,580	25.42%	2,01,890	25.42%	2,01,891	25.43%	1,96,891	24.80%
Anantharamalah Panish	44,41,580	25.42%	2,01,890	25.42%	2,01,891	25.43%	1,96,891	24.80%
Gururaj Dambal	44,41,580	25.42%	2,01,890	25.42%	2,01,891	25.43%	1,96,891	24.80%
S Vinod kumar	41,44,580	23.72%	1,88,390	23.72%	1,88,391	23.72%	1,83,391	23.10%

(e) Details of shares held by promoters

Class of shares / Name of shareholder	Number of shares held				As at 30th September, 2025		As at 31 March, 2025		As at 31 March, 2024		As at 31 March, 2023	
	As at 30th September, 2025	As at 31 March, 2025	As at 31 March, 2024	As at 31 March, 2023	% Holding	% change during the year	% Holding	% change during the year	% Holding	% change during the year	% Holding	% change during the year
Equity shares with voting rights:												
K N Sreenath	44,41,580	2,01,890	2,01,891	1,96,891	25.42%	0.00%	25.42%	0.00%	25.43%	0.63%	24.80%	0.00%
Anantharamalah Panish	44,41,580	2,01,890	2,01,891	1,96,891	25.42%	0.00%	25.42%	0.00%	25.43%	0.63%	24.80%	0.00%
Gururaj Dambal	44,41,580	2,01,890	2,01,891	1,96,891	25.42%	0.00%	25.42%	0.00%	25.43%	0.63%	24.80%	0.00%
S Vinod kumar	41,44,580	1,88,390	1,88,391	1,83,391	23.72%	0.00%	23.72%	0.00%	23.72%	0.63%	23.10%	0.00%

- 1 There are no securities issued by the company which are convertible into equity or preference share
2 There are no unpaid calls
3 There are no forfeited Share
4 No shares are reserved for issue under options and contracts or commitments during any reporting period.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

Particulars	(Amount in INR lakhs, except for share data unless otherwise stated)			
	As At 30th September, 2025	As At 31st March, 2025	As At 31st March, 2024	As At 31st March, 2023
Note : 1A RESERVES AND SURPLUS				
(A) Capital Redemption Reserve				
Balance brought forward from Previous Year	8.59	8.59	8.59	8.59
Addition during the year	-	-	-	-
Less: Utilisation during the year(Bonus issue - Equity shares)	(8.59)	-	-	-
Closing Balance	-	8.59	8.59	8.59
(B) General Reserve				
Balance brought forward from Previous Year	11.14	11.14	11.14	11.14
Less: Transfer to Capital Redemption Reserve Account	-	-	-	-
Closing Balance	11.14	11.14	11.14	11.14
(C) Surplus from Statement of Profit and Loss				
Balance brought forward from Previous Year	2,080.86	1,249.64	847.23	754.94
Less:- Bonus Issue - Equity shares	1,658.94	-	-	-
Add : Profit for the year carried from Profit and loss	560.74	831.23	402.41	92.29
Closing Balance	982.66	2,080.86	1,249.64	847.23
Closing balance of Reserves and Surplus(A+B+C)	993.79	2,100.59	1,269.37	866.96

Capital Redemption Reserve : The Companies Act, 2013 requires that when a Company purchases its own shares out of free reserves or securities premium account, a sum equal to the nominal value of the shares so purchased shall be transferred to a capital redemption reserve. The reserve is utilised in accordance with the provisions of Section 69 of the Companies Act, 2013.

Note : 2 RESTATED STATEMENT OF LONG TERM BORROWINGS

Long term Borrowings				
(a) Term Loans /Demand Loans (Secured)*				
From Bank & Financial Institutions	50.45	60.41	92.29	-
(b) Term Loans /Demand Loans (Unsecured)				
From NBFC & Others	23.35	65.75	199.26	237.09
Total Long -Term Borrowings (a+b)	73.80	126.16	291.55	237.09

Note : 2A RESTATED STATEMENT OF SHORT-TERM BORROWINGS

(a) Demand Loans (Secured) #				
From Bank & Financial Institutions				
Cash Credit Facility from State Bank of India			0.01	-
Cash Credit Facility from HDFC bank	374.52	279.36	433.26	240.09
Cash Credit Facility from National Small Industries Corporation Ltd				20.85
(b) Current Maturities of the Long term debt /Demand Loans (Unsecured)				
From NBFC & others				124.50
Sub-total (a+b)	374.52	279.36	433.27	385.45
Add : Current Maturities of the Long term debt	119.95	162.99	202.47	110.65
Sub-total (c)	119.95	162.99	202.47	110.65
Total Short-Term Borrowings (a+b+c)	494.47	442.35	635.75	496.10

(Refer Sub annexure A and B of Annexure A for terms of security, repayment and other relevant details)

(*) Secured on Collateral security of Site No 1a Plot No 35 Khata No 35 Ward No 39 2nd Phase Peenya Industrial Area with Personal guarantees of all Directors

(*) Loan on vehicle availed during FY 2024-25

(*) Company is paying installment to banks, NBFC and others on timely basis and there has been no delays in payment

(#) Secured on Hypothecation of Trade Receivable & Inventories and Collateral Security of Immovable Property of the Company.



(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	As At 30th September, 2025	As At 31st March, 2025	As At 31st March, 2024	As At 31st March, 2023
Note : 3 RESTATED STATEMENT OF TRADE PAYABLES				
Trade Payables				
(a) Total outstanding dues of micro enterprises and small enterprises	319.90	266.62	353.37	125.20
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	343.58	660.55	322.92	450.45
	663.48	927.17	676.29	575.65

(Refer Annexure for ageing of Trade Payables)

NOTE:

- 1) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.
- 2) Amount due to entities covered under Micro and Small Enterprises as defined in the Micro, Small, Medium Enterprises Development Act, 2006, have been identified on the basis of information available with the Company.
- 3) Ageing of the Supplier, along with any amount involved in disputes as required by Schedule III of Companies Act, 2013 is disclosed below after it becomes due for payment. In case of no credit terms defined the break-up of age wise supplier balance is given below after considering from the date of transactions.
- 4) The Company does not have any unbilled or not due Creditors

Annexure for Ageing of Trade Payables

Trade payables ageing schedule for the half year ended as on September 30th 2025:

Particulars	Unbilled Dues	Not Due	Less than One Year	1-2 years	2-3 years	More than 3 years	Total
Outstanding dues to MSME	-	-	319.90	-	-	-	319.90
Others	-	-	343.58	-	-	-	343.58
Disputed dues - MSME	-	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-	-

Trade payables ageing schedule for the year ended as on March 31, 2025:

Particulars	Unbilled Dues	Not Due	Less than One Year	1-2 years	2-3 years	More than 3 years	Total
Outstanding dues to MSME	-	-	266.62	-	-	-	266.62
Others	-	-	660.55	-	-	-	660.55
Disputed dues - MSME	-	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-	-

Trade payables ageing schedule for the year ended as on March 31, 2024:

Particulars	Unbilled Dues	Not Due	Less than One Year	1-2 years	2-3 years	More than 3 years	Total
Outstanding dues to MSME	-	-	353.37	-	-	-	353.37
Others	-	-	322.92	-	-	-	322.92
Disputed dues - MSME	-	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-	-

Trade payables ageing schedule for the year ended as on March 31, 2023:

Particulars	Unbilled Dues	Not Due	Less than One Year	1-2 years	2-3 years	More than 3 years	Total
Outstanding dues to MSME	-	-	-	125.20	-	-	125.20
Others	-	-	450.45	-	-	-	450.45
Disputed dues - MSME	-	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-	-



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	As At 30th September, 2025	As At 31st March, 2025	As At 31st March, 2024	As At 31st March, 2023
Note : 4 RESTATED STATEMENT OF OTHER CURRENT LIABILITIES				
(a) Advances Received from Customers	260.79	109.17	217.05	247.61
(b) Statutory Dues Payable	113.61	267.76	25.68	25.00
(c) Outstanding Liabilities	117.94	76.63	69.98	56.52
(d) Other Current Liabilities	11.54	9.95	5.00	5.00
	503.89	463.50	317.71	334.13

NOTE:

1) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 5 RESTATED STATEMENT OF SHORT-TERM PROVISIONS

(a) Provision for Employee Benefits				
Provision for Gratuity	42.88	29.95	16.24	10.09
Provision for Leave Encashment	25.21	31.47	21.62	18.69
(b) Provision - Others				
Provision for Income Tax(Net of TDS)	252.71	191.15	102.84	3.08
Provision for Warranty	457.74	431.99	309.02	175.21
Provision for Installation & Commissioning	136.16	118.37	87.63	55.63
	914.70	802.93	537.35	262.70

NOTE:

1) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 7 RESTATED STATEMENT OF DEFERRED TAX ASSETS(NET)

Deferred Tax Asset-Net (Annexure A)	19.02	7.39	5.15	24.82
	19.02	7.39	5.15	24.82

ANNEXURE A

Particulars	As at 30th September 2025	As at 31st March 2025	As at 31st March 2024	As at 31st March 2023
Timing Difference on account of:				
Difference between book value of Depreciable Assets as per Books of Account and WDV as per income Tax Purposes	(75.58)	(64.82)	(33.19)	(31.34)
Impact of Gratuity Provisions and leave encashment	-	35.46	12.72	(67.27)
Total Timing Difference	(75.58)	(29.37)	(20.47)	(98.61)
Rate of Tax (%)	0.25	0.25	0.25	0.25
Deferred Tax Asset				
Fixed Asset : Impact of difference between tax depreciation and depreciation/amortization charged for the financial reporting	(19.02)	(16.32)	(8.35)	(7.89)
Expenses Allowable in Future - Section 43B	-	8.92	3.20	(16.93)
Net Deferred Tax (Asset)/liability	(19.02)	(7.39)	(5.15)	(24.82)

Note : 8 RESTATED STATEMENT OF OTHER NON-CURRENT ASSETS

Rental Deposit	32.80	32.80	64.80	29.80
	32.80	32.80	64.80	29.80

NOTE:

The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	As At 30th September, 2025	As At 31st March, 2025	As At 31st March, 2024	As At 31st March, 2023
Note : 9 RESTATED STATEMENT OF INVENTORIES				
Raw Material				
Opening Balance	1,055.67	880.09	476.10	464.44
Purchased during the year	2,565.24	3,486.93	3,666.80	1,853.78
Consumed During the year	2,557.65	3,311.35	3,262.81	1,842.12
Closing Balance	1,063.25	1,055.67	880.09	476.10
Work-in-progress				
Opening balance	84.66	29.53	37.58	34.05
Changes during the year	177.35	55.13	(8.05)	3.53
Closing Balance	262.01	84.66	29.53	37.58
Finished Goods				
Opening Balance	330.62	283.68	256.61	42.53
Changes during the year	449.73	46.93	27.08	214.08
Closing Balance	780.35	330.62	283.68	256.61
Total Inventory	2,105.61	1,470.95	1,193.31	770.29

NOTE:

- 1) The above statement should be read with the restated statement of Assets and Liabilities, restated statement of Cash Flow Statement and significant accounting policies and notes on account for preparation of restated Financial Statements as appearing in Annexure-I, III and IV respectively.
- 2) Cost of inventories have been computed to include all costs of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. "Cost" means standard weighted average cost exclusive of all statutory levies but inclusive of transit insurance, wherever applicable.
- a) Raw materials and component inventories (excluding non-standard, non-moving and obsolete items) are valued at lower of cost and net realizable value.
- b) Finished goods and Semi-Finished goods are valued at cost or net realizable value, whichever is lower.

Note : 10 RESTATED STATEMENT OF TRADE RECEIVABLES

Trade receivables

Outstanding for a period exceeding six months

Considered Good

246.47

242.54

295.68

331.90

Considered Doubtful

Outstanding for a period not exceeding six months

Considered Good

1,574.30

1,876.55

1,187.97

783.66

1,820.77

2,119.08

1,483.64

1,115.56

(Refer Annexure A for Ageing Schedule)

NOTE:

- 1) The above statement should be read with the restated statement of Assets and Liabilities, restated statement of Cash Flow Statement and significant accounting policies and notes on account for preparation of restated Financial Statements as appearing in Annexure-I, III and IV respectively.
- 2) Ageing of the Trade receivable, along with any amount involved in disputes, if any as required by Schedule III of Companies Act, 2013 is disclosed as below. Ageing of debtors is based on the date of transaction in case there is no credit period agreed at the time of Supply.
- 3) The Company does not have any unbilled or not due Debtors

ANNEXURE A

Particulars	Outstanding for following periods from due date of payment as at 30 Sep 2025					
	Months	1 year	1-2 years	2-3 years	years	Total
(i) Undisputed Trade receivables – considered good	1,574.30	246.47	-	-	-	1,820.77
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payment as at 31 Mar 2025					
	Less than 6 Months	6 Months-1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	1,876.55	242.54	-	-	-	2,119.08
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payment as at 31 Mar 2024					
	Less than 6 Months	6 Months-1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	1,187.97	295.68	-	-	-	1,483.64
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-

Particulars	Outstanding for following periods from due date of payment as at 31 Mar 2023					
	Less than 6 Months	6 Months-1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	783.66	273.39	58.51	-	-	1,115.56
(ii) Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
(iii) Disputed Trade Receivables considered good	-	-	-	-	-	-
(iv) Disputed Trade Receivables considered doubtful	-	-	-	-	-	-



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31403KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	As At 30th September, 2025	As At 31st March, 2025	As At 31st March, 2024	As At 31st March, 2023
Note : 11 RESTATED STATEMENT OF CASH & CASH EQUIVALENTS				
(A) Cash and Cash Equivalents: (As per Accounting Standard 3: Cash flow Statements)				
Cash in Hand	1.33	0.04	1.04	1.13
Total (A)	1.33	0.04	1.04	1.13
(B) Bank balances other than cash & cash equivalents (As per Accounting Standard 3: Cash flow Statements)				
i) Current Accounts	1.80	25.11	-	-
ii) Margin money against borrowings, guarantee/other Commitments *	566.08	505.55	377.29	209.00
Total (B)	567.88	530.67	377.29	309.00
Total (A+B)	569.21	530.71	378.33	310.14
NOTE:				
1) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.				
2) * Margin money deposits are maintained with HDFC Bank and State Bank of India against Bank Guarantees and Letters of Credit. These deposits are earmarked for the respective facilities and are not freely available for general business use.				
Note : 12 RESTATED STATEMENT OF SHORT-TERM LOANS AND ADVANCES				
(a) Deposits				
Earnest Money Deposit	87.81	67.94	61.31	55.67
Other Deposit	0.09	0.09	0.09	0.09
(b) Secured Advances				
(Secured & Considered Good - Advance recoverable in Cash or in kind or for value to be received)				
Advance to KIADB towards procurement of Land	165.23	163.23	165.23	165.23
(b) Unsecured Advances				
(Unsecured & Considered Good - Advance recoverable in Cash or in kind or for value to be received)				
Advance to Suppliers & Others	18.18	18.93	0.13	133.28
Balance With Revenue Authority	119.72	103.44	18.42	4.66
Employee's Advance	1.98	2.53	1.60	1.15
	393.00	353.15	246.17	360.08
NOTE:				
The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.				
Note : 13 RESTATED STATEMENT OF OTHER CURRENT ASSETS				
Prepaid expenses	23.62	18.35	35.02	26.71
Accrued Interest	11.82	47.70	22.15	13.82
Deferred IPO Expenses	45.98	30.30	-	-
	81.41	96.35	57.17	40.53
NOTE:				
1) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.				



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	For the Half Year Ended 30th September, 2025	31st March, 2025	For the Year Ended 31st March, 2024	31st March, 2023
Note : 14 RESTATED STATEMENT OF REVENUE FROM OPERATIONS				
Sales of Products:				
Domestic Sales	3,544.92	6,119.02	5,279.06	2,828.66
Export Sales	14.20	-	-	-
Sales of Services:				
Service Charges	15.59	29.55	19.71	11.98
	<u>3,574.71</u>	<u>6,148.58</u>	<u>5,298.77</u>	<u>2,840.65</u>

NOTE:

The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 15 RESTATED STATEMENT OF OTHER INCOME

Interest on Term Deposits against BG and LC	52.71	29.21	24.62	16.73
Other Income (Non- Recurring)	0.89	115.60	2.18	1.14
	<u>53.61</u>	<u>144.81</u>	<u>26.80</u>	<u>17.86</u>

NOTE:

The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 16 RESTATED STATEMENT OF PURCHASE OF STOCK IN TRADE

Purchases of Raw Materials and Consumables	2,565.24	3,486.93	3,666.80	1,853.78
Purchases of Stock in Trade	<u>2,565.24</u>	<u>3,486.93</u>	<u>3,666.80</u>	<u>1,853.78</u>

NOTE:

The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 17 RESTATED STATEMENT OF CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK IN-TRADE

Changes in inventories of finished goods, work-in-progress and Stock In-Trade				
Closing Inventories				
-Raw Material	1,063.25	1,055.67	880.09	476.10
-Finished Goods	780.35	330.62	283.68	256.61
-Work in Progress	262.01	84.66	29.53	37.58
Less: Opening Inventories				
Raw Material	1,055.67	880.09	476.10	464.44
-Finished Goods	330.62	283.68	256.61	42.53
-Work in Progress	84.66	29.53	37.58	34.05
(Increase)/ Decrease in Inventory	<u>(634.67)</u>	<u>(277.64)</u>	<u>(423.02)</u>	<u>(229.27)</u>

NOTE:

The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	For the Half Year Ended 30th September, 2025	31st March, 2025	For the Year Ended 31st March, 2024	31st March, 2023
Note : 18 RESTATED STATEMENT OF EMPLOYEE BENEFITS EXPENSES				
Salaries & Wages	467.56	851.06	566.86	463.97
Leave encashment	0.97	9.85	2.93	18.69
Staff Welfare Expenses	18.66	36.78	38.14	12.34
Contributions to Gratuity fund	12.93	(11.28)	(19.28)	(17.66)
Labour welfare fund	0.01	0.05	0.05	0.04
	500.13	886.46	588.70	477.37

NOTE:

1)The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 19 RESTATED STATEMENT OF FINANCE COST

(A) Interest Expense

Interest on OD	1.66	5.17	10.66	0.39
Interest on Term Loan	17.29	59.38	69.02	48.53
Total Interest Expenses	18.95	64.56	79.68	48.92

(B) Other Charges

L C Interest & Discounting Charges	16.41	17.37	19.67	10.13
Bank Charges	11.86	9.33	11.84	21.24
Total Other Expenses	28.27	26.70	31.51	31.37
Total (A+B)	47.22	91.25	111.19	80.29

NOTE:

1)The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 20 RESTATED STATEMENT OF OTHER EXPENSES

A) Selling & Distribution Expenses

Marketing Consultancy & Exhibition Charges	41.35	96.95	71.31	50.83
Clearing, Forwarding & Freight	49.30	44.42	50.28	30.01
Sales Promotion Expenses	3.84	34.61	19.82	6.23

B) Operating, Administrative & Other Expenses

Labour Charges	76.55	121.79	134.89	62.49
Legal & Professional Charges	13.30	40.20	26.69	19.44
Installation & Commissioning charges	17.79	30.74	32.00	32.50
Warranty Expenses	35.75	122.97	133.82	93.50
Travelling Expenses	26.93	73.32	34.81	6.47
Security Service Charges	12.18	23.66	22.28	21.32
Power and Electricity	2.55	4.86	4.75	3.85
Insurance Expenses	21.28	37.60	21.28	24.05
Rental Expenses	30.46	59.34	53.30	49.58
Liquidated Damage Charges	4.71	8.09	37.14	11.78
Rates and Taxes	2.32	8.90	3.08	5.57
Conveyance Expenses	7.08	13.04	14.07	10.43
Repairs & Maintenance	1.62	6.44	12.22	6.05
Office Maintenance	3.55	12.45	15.09	9.53
Communication Expenses	3.43	7.13	6.20	4.61
Printing and Stationary	1.66	2.91	3.56	2.85
CSR Contribution	6.39	4.95	-	-
Foreign Exchange Gain/Loss	0.02	-	-	-
Bad debts written off	0.03	3.58	9.75	81.68
Payment to auditor's as				
Statutory Audit fee	3.50	7.00	7.00	3.50
Other Matters	1.50	3.00	3.00	1.50
Other Expenses	14.32	32.93	8.01	8.96
	381.39	800.87	724.33	546.72

Note:

1)The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.



AVANA ELLECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Particulars	For the Half Year Ended 30th September, 2025	31st March, 2025	For the Year Ended 31st March, 2024	31st March, 2023
Note : 21 RESTATED STATEMENT OF DEPRECIATION & AMORTISATION EXPENSES				
Depreciation and Amortization Expenses	34.57	75.63	35.00	12.16
	34.57	75.63	35.00	12.16

Note:

1) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.

Note : 22 RESTATED EARNINGS PER SHARE

(i) Profit for basic/diluted earning per share of face value of INR 10 each

Profit/ Loss for the period/year	560.74	831.23	402.41	92.29
----------------------------------	--------	--------	--------	-------

(ii) Calculation of Weighted average number of equity shares for (basic and diluted)

Number of equity shares at the beginning and end of the period/year	7,94,064.00	7,94,064.00	7,94,064.00	7,94,064.00
---	-------------	-------------	-------------	-------------

Add: Issue of Equity Shares	1,66,75,344.00	-	-	-
-----------------------------	----------------	---	---	---

Weighted Average Number of equity shares at the end of the year	1,74,69,408.00	7,94,064.00	7,94,064.00	7,94,064.00
--	-----------------------	--------------------	--------------------	--------------------

Bonus issue (21:1) as on 19th August 2025	-	1,74,69,408.00	1,74,69,408.00	1,74,69,408.00
--	----------	-----------------------	-----------------------	-----------------------

Earnings per share [nominal value of INR 10 per share]				
---	--	--	--	--

- Basic	3.21	4.76	2.30	0.53
---------	------	------	------	------

- Diluted *	3.21	4.76	2.30	0.53
-------------	------	------	------	------

NOTE:

1 Basic earnings per share are computed by dividing the profit / (loss) attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. The Company issued bonus shares in the ratio of 21 (twenty-one) bonus equity share for every 1 (One) existing equity shares. The bonus was approved by the shareholders on 04th August, 2025 after the reporting date (31 March 2025) and before the financial statements were authorised for issue. Accordingly, in accordance with AS 20, the basic and diluted earnings per share for the half year ended 30 September 2025, financial years ended 31 March 2025, 31 March 2024 and 31 March 2023 have been restated retrospectively as if the said bonus issue had been in effect throughout the earliest period presented.

2 * Diluted EPS equals basic EPS as there were no dilutive potential ordinary shares outstanding as at the respective reporting dates.

3 Basic Earnings Per Share (EPS) and Diluted Earnings Per Share (EPS) figure reported for the half-year and should not be construed as an indication of the EPS for the full year.

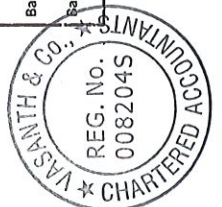


AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN: U31400K2010PLC054508

Annexure-V: Notes to Related Financial Information

NOTE - 5: RESTATED STATEMENT OF PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS

Particulars	(Amount in INR lakhs, except for share data unless otherwise stated)									
	Land	Lease Hold Improvements	Computer	Office Equipments	Tools	Plant and Machinery	Furniture and Fittings	Vehicles	Total Tangible Asset	Intangible Asset
I Gross Block:										
Balance as on 31st March 2022	173.07	1.96	25.04	17.22	52.08	44.42	40.17	-	357.96	18.11
Additions	-	-	0.52	6.62	3.63	1.24	-	-	12.31	1.45
Deletions	-	-	-	-	-	-	-	-	-	-
Balance as on 31st March 2023	173.07	1.96	25.56	23.83	56.01	45.66	40.17	-	370.76	19.56
Additions	-	9.27	11.24	64.41	3.45	11.52	0.54	101.52	201.94	11.08
Deletions	-	-	-	-	-	-	-	-	-	-
Balance as on 31st March 2024	173.07	11.23	40.80	88.24	59.46	57.18	40.71	101.52	572.21	30.64
Additions	-	0.37	9.46	7.14	0.14	1.94	0.15	1.19	20.32	3.14
Deletions	-	-	-	-	-	-	-	-	-	-
Balance as on 31st March 2025	173.07	11.60	50.20	95.38	59.60	59.12	40.85	102.70	592.53	33.79
Additions	-	5.61	13.47	1.90	39.64	-	1.12	-	61.74	0.42
Deletions	-	-	-	-	-	-	-	-	-	-
Balance as on 30th September 2025	173.07	17.21	63.67	97.28	99.24	59.12	41.97	102.70	654.26	34.20
II Accumulated Depreciation:										
Balance as at 31st March 2022	-	1.96	26.61	15.73	48.77	32.07	35.65	-	161.10	15.75
Depreciation/Amortisation charge	-	-	1.15	2.62	1.69	4.64	1.03	-	11.16	0.99
Deduction/Adjustment	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March 2023	-	1.96	28.10	18.35	50.46	36.71	36.68	-	171.26	16.74
Depreciation/Amortisation charge	-	0.56	4.36	12.17	2.93	0.68	0.76	8.82	30.28	4.71
Deduction/Adjustment	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March 2024	-	2.52	32.46	30.52	53.39	37.39	37.44	8.82	202.45	21.45
Depreciation/Amortisation charge	-	0.81	7.66	28.75	2.37	3.62	0.63	28.88	72.72	2.91
Deduction/Adjustment	-	-	-	-	-	-	-	-	-	-
Balance as at 31st March 2025	-	3.34	40.12	59.27	55.76	41.01	38.07	37.70	275.26	24.36
Depreciation/Amortisation charge	-	0.58	5.81	8.35	7.18	1.61	0.24	9.97	33.73	1.48
Deduction/Adjustment	-	-	-	-	-	-	-	-	-	-
Balance as on 30th September 2025	-	3.91	45.94	67.62	62.94	42.61	38.31	47.67	309.00	25.85
III Net Block:										
Balance as at 31st March 2023	173.07	0.00	1.46	5.48	5.55	8.95	3.49	-	198.00	2.82
Balance as at 31st March 2024	173.07	8.71	8.34	57.72	6.07	19.79	3.26	92.70	369.66	9.19
Balance as at 31st March 2025	173.07	8.26	10.08	36.12	3.84	18.11	2.78	65.01	317.26	9.42
Balance as on 30th September 2025	173.07	13.25	17.14	29.66	36.30	16.50	3.66	55.04	345.26	8.36



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note: 23

RESTATED STATEMENT OF RELATED PARTY TRANSACTION

For the purpose of this financial statement, parties are considered to be related to the company if the company has the ability, directly or indirectly, to control the party or exercise significant influence over the party in making financial and operational decisions, or vice versa, or where the company and the party are subject to common control or significant influence. Related party may be an individual or other entities.

As required under Accounting Standard-18 on Related Party Disclosures, issued by the Institute of Chartered Accountants of India, the disclosure of names of related parties and their transactions are as under:

A. List of Related Parties

(As identified by the management)

Particulars	Names of related parties	Nature of Relationship
Directors and Key Managerial Personnel	Anantharamaiah Panish	Managing Director
	K N Sreenath	Executive Director*
	Gururaj Dambal	Whole Time Director
	S Vinod Kumar	Whole Time Director
	Amrutha Naveen	Company Secretary and Compliance Officer**
	Ravi kumar S	Chief Financial Officer*
Relatives of KMP	Smita Dambal	Wife of Whole Time Director
	Nithya M	Wife of Whole Time Director
	G Usha	Wife of Executive Director
	Rama Subramanyam	Wife of Managing Director
	Ramabai Dambal	Mother of Whole time Director

* Mr. Ravi Kumar S has been appointed as Chief Financial Officer with effect from September 1, 2025, in place of Mr. Kondahalli Nagaraj Sreenath, who resigned from the said position on August 29, 2025.

** Mrs Amrutha Naveen has been appointed as Company Secretary and Compliance Officer with effect from August 29, 2025.

B. Related Party Transactions during the year

(₹ in Lakhs)					
(I)	Transactions with Directors/KMP	30-09-2025	31-03-2025	31-03-2024	31-03-2023
Anantharamaiah Panish	Director Remuneration	40.98	61.20	41.88	42.38
K N Sreenath	Director Remuneration	28.26	38.16	21.24	21.24
Gururaj Dambal	Director Remuneration	34.02	47.28	27.96	28.46
S Vinod Kumar	Director Remuneration	28.56	38.76	21.84	21.24
Amrutha Naveen	Salary	0.62	-	-	-
Ravi kumar S	Salary	0.64	-	-	-
Anantharamaiah Panish	Performance Incentives	0.00	38.75	0.00	0.00
K N Sreenath	Performance Incentives	0.00	38.75	0.00	0.00
Gururaj Dambal	Performance Incentives	0.00	38.75	0.00	0.00
S Vinod Kumar	Performance Incentives	0.00	38.75	0.00	0.00
(II)	Relatives of Director				
Smita Dambal	Professional Fees	9.00	18.00	18.60	14.50
Nithya M	Professional Fees	9.00	18.00	18.60	15.00
G Usha	Professional Fees	9.00	18.00	18.60	15.00
Rama Subramanyam	Professional Fees	9.00	18.00	18.60	14.50
Ramabai Dambal	Professional Fees	3.00	6.00	0.00	0.00
TOTAL		172.08	418.40	187.32	172.32

C. Balances outstanding of Related Parties

(I) Directors and Key Managerial Personnel	Nature of Transactions	30-09-2025	31-03-2025	31-03-2024	31-03-2023
Anantharamaiah Panish	Director Remuneration	4.52	2.43	1.92	2.56
K N Sreenath	Director Remuneration	3.22	2.17	0.92	1.37
Gururaj Dambal	Director Remuneration	3.94	2.63	1.69	1.90
S Vinod Kumar	Director Remuneration	3.27	1.64	1.17	1.57
Amrutha Naveen	Salary	0.54	-	-	-
Ravi kumar S	Salary	0.56	-	-	-
(II) Relatives of Directors and Key Managerial Personnel					
Smita Dambal	Professional Fees	1.35	1.50	1.50	1.20
Nithya M	Professional Fees	1.35	1.50	1.50	1.20
G Usha	Professional Fees	1.35	1.50	1.50	1.20
Rama Subramanyam	Professional Fees	1.35	1.50	1.50	1.20
Ramabai Dambal	Professional Fees	0.45	0.45	0.00	0.00
TOTAL		21.90	15.32	11.70	12.20

Note: Pursuant to the Board Resolution dated September 24, 2025, the Independent Directors — Ms. Sheela Arvind, Mr. Kishore N. S., and Ms. Shital Darak Mandhana — have forgone their sitting fees for the period from April 1, 2025 to September 30, 2025.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note 24

RESTATED STATEMENT OF MANDATORY ACCOUNTING RATIOS

Particulars	As at			
	30-09-2025	31-03-2025	31-03-2024	31-03-2023
Net Worth (A)	2,740.73	2,180.00	1,348.78	946.36
Restated Profit after tax (B)	560.74	831.23	402.41	92.29
Number of Equity shares (Face Value Rs 10/-) outstanding as on the end of Year (Absolute) ('C)	1,74,69,408	7,94,064	7,94,064	7,94,064
Weighted Average Number of Equity shares (Face Value Rs 10/-) outstanding as on the end of Year (Absolute) ('D) Post Proposed Bonus Issue (21:1)	1,74,69,408	1,74,69,408	1,74,69,408	1,74,69,408
Face Value per Share	₹ 10	₹ 10	₹ 10	₹ 10
Basic Earnings Per Share (Rs.) (B / D)	3.21	4.76	2.30	0.53
Diluted Earnings Per Share (Rs.) (B / D)	3.21	4.76	2.30	0.53
Return on Net worth (%) (B / A)	20.46%	38.13%	29.84%	9.75%
Net asset value per share (A/D) (Face Value of Rs. 10 Each)	15.69	12.48	7.72	5.42
Restated Earnings Before Interest Tax Depreciation and Amortisation and Other Income (EBITDA)	762.62	1,251.96	741.97	192.04
EBITDA Margin	21.33%	20.36%	14.00%	6.76%

Notes:

The Ratios have been computed as below:

1. Earnings per share = Profit available to equity shareholders/ weighted avg number of outstanding equity shares during the year
2. Diluted Earnings per share = Profit available to equity shareholders/ weighted avg number of potential equity shares outstanding during the year
3. Return on Net worth (%) = Profit available for Equity shareholders/Net worth X 100.
4. Net asset value/Book value per share (Rs.) = Net worth/No. of equity shares
5. Basic Earnings Per Share (EPS) , Diluted Earnings Per Share (EPS) and Return on Net worth figure reported for the half-year and should not be construed as an indication for the full year.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information
Notes-25

RESTATED STATEMENT OF OTHER FINANCIAL RATIOS

(Amount in INR lakhs, except for share data unless otherwise stated)

S. No.	Particular	Numerator	Denominator	As at			
				30-09-2025	31-03-2025	31-03-2024	31-03-2023
1	Current Ratio (No of Times)	Current assets	Current liabilities	1.93	1.74	1.55	1.56
2	Debt Equity Ratio (No of Times)	Total debt (including current maturities of long term borrowings)	Shareholder's Equity	0.07	0.13	0.37	0.37
3	Debt Service Coverage Ratio (No of Times)	Earnings available for debt service	Debt Service	3.85	3.93	1.75	0.97
4	Return On Equity Ratio (%)	Net Profits after taxes	Average Shareholder's Equity	22.79%	47.11%	35.07%	10.25%
5	Inventory Turnover Ratio (In Days)	Cost of goods sold	Average Inventory	1.08	2.41	3.30	2.48
6	Trade Receivable Turnover Ratio (In Days)	Revenue from Operations	Average Trade Receivables	1.81	3.41	4.08	3.14
7	Trade Payable Turnover Ratio (In Days)	Total Purchases	Average Payables	3.23	4.35	5.86	4.26
8	Net Capital Turnover Ratio (No of Times)	Revenue from Operations	Working capital = current assets – current liabilities	1.49	3.17	4.45	3.06
9	Net Profit Ratio (%)	Net Profit	Revenue from Operations	15.69%	13.52%	7.59%	3.25%
10	Return On Capital Employed (%)	Earning before interest and Tax	Capital employed = Networth + Total debt - Intangible Assets	26.69%	53.71%	40.02%	15.31%
11	Return On Investment (%)	Net Profit after Tax	Shareholder's Funds	20.46%	38.13%	29.84%	9.75%

Sr. No.	Ratio	30-09-2025	31-03-2025	Variance	Note Ref NO*
1	Current Ratio (No of Times)	1.93	1.74	11.13%	
2	Debt Equity Ratio (No of Times)	0.07	0.13	-46.71%	
3	Debt Service Coverage Ratio (No of Times)	3.85	3.93	-1.99%	
4	Return On Equity Ratio (%)	22.79%	47.11%	-51.62%	
5	Inventory Turnover Ratio (In Days)	1.08	2.41	-55.19%	
6	Trade Receivable Turnover Ratio (In Days)	1.81	3.41	-46.84%	
7	Trade Payable Turnover Ratio (In Days)	3.23	4.35	-25.84%	
8	Net Capital Turnover Ratio (No of Times)	1.49	3.17	-52.89%	
9	Net Profit Ratio (%)	15.69%	13.52%	16.03%	
10	Return On Capital Employed (%)	26.69%	53.71%	-50.31%	
11	Return On Investment (%)	20.46%	38.13%	-46.34%	

*Variance analysis has not been provided as the comparative periods represent differing durations — six months versus twelve months — rendering direct comparison non-representative

Sr. No.	Ratio	31-03-2025	31-03-2024	Variance	Note Ref NO
1	Current Ratio (No of Times)	1.74	1.55	11.99%	
2	Debt Equity Ratio (No of Times)	0.13	0.37	-63.79%	1
3	Debt Service Coverage Ratio (No of Times)	3.93	1.75	124.46%	2
4	Return On Equity Ratio (%)	47.11%	35.07%	34.35%	3
5	Inventory Turnover Ratio (In Days)	2.41	3.30	-27.08%	
6	Trade Receivable Turnover Ratio (In Days)	3.41	4.08	-16.28%	
7	Trade Payable Turnover Ratio (In Days)	4.35	5.86	-25.75%	
8	Net Capital Turnover Ratio (No of Times)	3.17	4.45	-28.70%	4
9	Net Profit Ratio (%)	13.52%	7.59%	78.01%	5
10	Return On Capital Employed (%)	53.71%	40.02%	34.22%	6
11	Return On Investment (%)	38.13%	29.84%	27.80%	7

NOTE:

- Reduction due to repayment of borrowings and improved net worth position.
- Increase driven by higher operating profits and stronger cash accruals to service debt.
- Improvement due to better profitability and efficient use of equity capital.
- Decline mainly due to higher working capital deployment compared to previous year.
- Significant increase on account of higher revenue and cost optimization measures.
- Increase owing to improved operating earnings with relatively stable capital employed.
- Rise attributable to higher profitability and better yield from investments.

Sr. No.	Ratio	31-03-2024	31-03-2023	Variance	Note Ref NO
1	Current Ratio (No of Times)	1.55	1.56	-0.41%	
2	Debt Equity Ratio (No of Times)	0.37	0.37	-0.32%	
3	Debt Service Coverage Ratio (No of Times)	1.75	0.97	80.78%	1
4	Return On Equity Ratio (%)	35.07%	10.25%	242.06%	2
5	Inventory Turnover Ratio (In Days)	3.30	2.48	33.35%	3
6	Trade Receivable Turnover Ratio (In Days)	4.08	3.14	29.94%	4
7	Trade Payable Turnover Ratio (In Days)	5.86	4.26	37.66%	5
8	Net Capital Turnover Ratio (No of Times)	4.45	3.06	45.28%	6
9	Net Profit Ratio (%)	7.59%	3.25%	133.76%	7
10	Return On Capital Employed (%)	40.02%	15.31%	161.31%	8
11	Return On Investment (%)	29.84%	9.75%	205.95%	9

NOTE:

- Increase due to improved profitability and better cash accruals during FY 2023-24, enabling higher coverage of debt obligations.
- Significant improvement owing to higher net profit generated in FY 2023-24 compared to the previous year.
- Improved efficiency in inventory management and faster movement of stock.
- Better credit control and faster collections from customers during the year.
- Increased payments to suppliers due to stronger cash flows.
- Better utilization of working capital leading to higher sales relative to net capital employed.
- Due to improved operating performance, cost optimization, and increase in revenue during the year.
- Increase attributable to higher earnings before interest and taxes (EBIT) with stable capital employed.
- Increase primarily on account of higher profitability and better return generated on investments made.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Additional notes to Restated Financial Information

Note No.26

Restated Statement of Adjustments in the financial statements

(a) Impact of restatement adjustments

Below mentioned is the summary of results of restatement adjustments made to the audited financial statements of the respective period/years and its impact on profits.

Particulars	As at 30 September 2025	As at 31 March 2025	As at 31 March 2024	As at 31 March 2023
Net profit after tax as per audited financial statements	₹ 560.74	₹ 847.08	₹ 404.02	₹ 74.82
*				
Gratuity	0.00	(37.47)	1.32	36.15
Leave encashment	0.00	21.62	(2.93)	(18.69)
(Short)/excess depreciation	0.00	0.00	0.00	0.00
Interest on FDR	0.00	0.00	0.00	0.00
Restated net profit after tax	₹ 560.74	₹ 831.23	₹ 402.41	₹ 92.29

(a) Reconciliation of restated Equity/ Net worth

Particulars	As at 30 September 2025	As at 31 March 2025	As at 31 March 2024	As at 31 March 2023
Equity/ Net worth as per audited financials	2,740.73	₹ 2,180.00	₹ 1,332.92	₹ 928.90
Restatement adjustments:				
Gratuity	0.00	0.00	-37.47	-36.15
Leave encashment	0.00	0.00	21.62	18.69
(Short)/excess depreciation charged during current year/period	0.00	0.00	0.00	0.00
Interest on FDR	0.00	0.00	0.00	0.00
Prior years excess depreciation	0.00	0.00	0.00	0.00
Prior years gratuity and leave encashment	0.00	0.00	0.00	0.00
DTA/DTL	0.00	0.00	0.00	0.00
MAT credit entitlement	0.00	0.00	0.00	0.00
Short/excess provision for tax	0.00	0.00	0.00	0.00
Sub Total	0.00	0.00	-15.85	-17.46
Restated Equity/ Net worth	₹ 2,740.73	₹ 2,180.00	₹ 1,348.78	₹ 946.36

(b) Explanatory notes for the restatement adjustments

(i) The amount relating to the income/ expenses have been adjusted in the year to which the same relates to and under which head the same related to.

(ii) The company has provided excess provision of tax in the year in which income tax return has been filed and has been adjusted in prior period items in financials but in the restated financials it has been adjusted in the same financial year where it relates to.

(iii) Appropriate adjustments have been made in the restated consolidated financial statements, wherever required, by reclassification of the corresponding item of income, expenses, assets and liabilities, in order to bring them in line with the groupings as per audited financials of the company for all the years.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note No. 27

The following table sets forth our company's capitalisation as at September 30, 2025 on the basis of our Restated Financial Statements, and as adjusted for the Issue. This table should be read in conjunction with the sections "Management's Discussion and Analysis of Financial Condition and Results of Operations", "Restated Consolidated Financial Statement" and "Risk Factors".

RESTATED STATEMENT OF CAPITALISATION

Particulars	Pre Offer as at Sep 30, 2025	As Adjusted for the Proposed Offer*
Debt		
Short Term Debt	₹ 374.52	[●]
Long Term Debt	₹ 193.74	[●]
Total Debt	₹ 568.27	[●]
Shareholders' Fund (Equity)		
Share Capital	₹ 1,746.94	[●]
Reserves & Surplus	₹ 993.79	[●]
Less: Miscellaneous Expenses not w/off	₹ 0.00	[●]
Total Shareholders' Fund (Equity)	₹ 2,740.73	[●]
Long Term Debt/Equity	0.07	[●]
Total Debt/Equity	0.21	[●]

Notes:

- 1) Short term Debts represent the debts which are expected to be paid/payable within 12 months and includes instalment of term loans repayable within 12 months.
- 2) Long term Debts represent debts other than short term debts as defined above.
- 3) The figures disclosed above are based on restated statement of Assets and Liabilities of the Company as at September 30,
- 4) The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and
- 5) *The Corresponding post offer Capitalization data is not determinable at this stage, pending the completion of the book building process and hence have not been furnished. It will be updated upon the finalization of offer price.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note -28- Tax shelter

Particulars		As at			
		30-09-2025	31-03-2025	31-03-2024	31-03-2023
A	Profit before taxes as restated	₹ 733.79	₹ 1,229.88	₹ 622.58	₹ 117.46
B	Tax Rate Applicable %	25.168	25.168	25.168	25.168
	Adjustments:				
	Add: Restated Gratuity and leave Encashment adjustment	₹ 0.00	₹ 0.00	₹ -34.94	₹ -17.72
C	Permanent Differences				
	Expenses disallowed due to non-deduction of TDS	₹ 0.00	₹ 0.00	₹ 3.14	₹ 1.84
	Expenses disallowed Under Section 37 of the IT Act 1961	₹ 0.00	₹ 0.00	₹ 0.00	₹ 4.26
	Expenses disallowed Under Section 36 of the IT Act 1961	₹ 0.00	₹ 0.07	₹ 0.16	₹ 5.34
	Total Permanent Differences	₹ 0.00	₹ 0.07	₹ 3.30	₹ 11.44
D	Timing Difference				
	Difference between tax depreciation and book depreciation	₹ 0.00	₹ 31.64	₹ 1.85	₹ 1.41
	Expenses Disallowed Under Section 40A(7) (Gratuity)	₹ 0.00	₹ 0.00	₹ 0.00	₹ 0.00
	Expenses Disallowed/allowed Under Section 43B	₹ 0.00	₹ -79.31	₹ 12.15	₹ 9.67
	Expenses Disallowed/allowed Under Section 40	₹ 0.00	₹ -3.00	₹ -1.84	₹ -1.50
	Total Timing Differences	₹ 0.00	₹ -50.68	₹ 12.16	₹ 9.58
E	Gross Taxable Income as per Income Tax Act	₹ 733.79	₹ 1,179.28	₹ 603.10	₹ 120.75
F	Less: Brought Forward Business Losses	₹ 0.00	₹ 0.00	₹ 0.00	₹ 0.00
G	Net Taxable Income as per Income Tax Act (E-F)	₹ 733.79	₹ 1,179.28	₹ 603.10	₹ 120.75
H	Tax Expenses/ (Saving) thereon (G*B)	₹ 184.68	₹ 296.80	₹ 151.79	₹ 30.39
I	Long Term Capital Gain tax @10%+ Surcharge	₹ 0.00	₹ 0.00	₹ 0.00	₹ 0.00
J	Tax Liability, After Considering the effect of Adjustment (H+I)	₹ 184.68	₹ 296.80	₹ 151.79	₹ 30.39
K	Book Profit as per MAT *(NA if Opted for 115BAA)	NA	NA	NA	NA
L	MAT Rate (%)	17.160%	17.160%	17.160%	17.160%
M	Tax liability as per MAT (K*L)	NA	NA	NA	NA
N	Current Tax being Higher of J or M	₹ 184.68	₹ 296.80	₹ 151.79	₹ 30.39
O	Interest U/s 234A, B and C of Income Tax Act	₹ 0.00	₹ 18.71	₹ 11.35	₹ 0.71
P	Total Tax expenses	₹ 184.68	₹ 315.51	₹ 163.14	₹ 31.10
Q	Tax Paid Under (Normal/MAT) in Income Tax Return Filed by Company	₹ 184.68	₹ 315.51	₹ 163.14	₹ 31.10



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508
RESTATED STATEMENT OF CONTINGENT LIABILITIES

(Amount in INR lakhs, except for share data unless otherwise stated)

Note -29 Contingent Liabilities

Particular	As at			
	30-09-2025	31-03-2025	31-03-2024	31-03-2023
Contingent liabilities in respect of:				
Claims against the company not acknowledged as debts	0.00	0.00	0.00	0.00
Bank Guarantees given by the Company	451.91	485.33	242.98	482.82
Letter of Credit given by the Company	83.92	509.51	178.67	126.11
TDS Defaults with respect to Delay filing fee, Short Deduction and Interest thereon	1.79	1.68	1.09	1.09
Estimated amount of contracts remaining to be executed on capital account and not provided for	0.00	0.00	0.00	0.00
Income Tax Outstanding Demand	5.71	5.71	5.71	5.71
GST Demand	29.33	29.33	0.00	0.00
Total	572.67	1,031.56	428.45	615.73



Note-30

Restated Statement on Disclosure Under AS 15

Restated Employee Benefits

I. Defined Contribution plans

The Company has classified the various benefits provided to employees as under:

a. Contribution to provident fund & Other funds

The expense recognised during the period towards defined contribution plan -

Particulars	For the half year ended	For the year ended	For the year ended	For the year ended
	30th September, 2025	31 March 2025	31 March 2024	31 March 2023
Employers' Contribution to Provident Fund & Other funds	₹ 26.67	₹ 43.78	₹ 35.56	₹ 32.47

II. Defined Benefit plans

Gratuity

The Company should provide for gratuity for employees in India as per the Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity payable on retirement/ termination is the employees last drawn basic salary per month computed proportionately for 15 days salary multiplied for the number of years of service, subject to a payment ceiling of INR 20,00,000/-.

Based on the actuarial valuation obtained in this respect, the following table sets out the details of the employee benefit obligation as at balance sheet date:

Particulars	For the half year ended	For the year ended	For the year ended	For the year ended
	30th September, 2025	31 March 2025	31 March 2024	31 March 2023
1 Changes in present value of obligations				
Present value of obligation as at the beginning of the period	95.37	106.18	94.65	73.80
Interest cost	3.05	7.43	6.81	4.87
Current service cost	9.42	14.98	11.43	8.98
Benefits paid	-	(3.20)	(9.56)	-
Actuarial (Gain) / Loss on obligations	2.52	(30.02)	(34.62)	(29.15)
Present value of obligation as at the end of the period	110.36	95.37	68.71	58.50
2 Change in the Fair Value of Plan Assets				
Fair Value of Plan Assets at the start of the year	65.42	52.47	48.41	37.22
Employer's Contribution	-	12.48	10.72	8.83
Benefits paid	-	(3.20)	(9.56)	-
Expected Return on Plan Assets	2.09	3.85	3.28	2.54
Actuarial (Loss)/ Gain	(0.03)	(0.18)	(0.38)	(0.18)
Fair Value of Plan Assets at the end of the year	67.48	65.42	52.47	48.41
3 Actuarial (Gain) / Loss recognised				
Actuarial (Gain) / loss for the period - Obligations	2.52	(30.02)	(34.62)	(29.15)
Actuarial (Gain) / Loss for the period - Plan assets	0.03	0.18	0.38	0.18
Total (Gain) / Loss for the period	2.55	(29.84)	(34.24)	(28.97)
Actuarial (Gain) / Loss recognised in the period	2.55	(29.84)	(34.24)	(28.97)
Unrecognised actuarial (Gain) / Loss at the end of the period	-	-	-	-
4 Amount to be recognised in the Balance Sheet				
Present value of obligation at the end of period	(110.36)	(95.37)	(68.71)	(58.50)
Fair value of the plan assets at the end of period	67.48	65.42	52.47	48.41
Surplus / (Deficit)	(42.88)	(29.95)	(16.24)	(10.09)
Current liability	42.88	29.95	16.24	10.09
Non-current liability	-	-	-	-
Unrecognised past service cost	-	-	-	-
Amount not recognised as asset (Para 59(b) limit)	-	-	-	-
Net asset / (liability) recognised in balance sheet	42.88	29.95	16.24	10.09
5 Expense recognised in the statement of profit and loss				
Current service cost	9.42	14.98	11.43	8.98
Past service cost	-	-	-	-
Interest cost	3.05	7.43	6.81	4.87
Expected Return on Plan Assets	(2.09)	(3.85)	(3.28)	(2.54)
Actuarial (Gain) / Loss recognised in the period	2.55	(29.84)	(34.24)	(28.97)
Expenses/(Income) recognised in the statement of profit & loss at the end of period	12.93	(11.28)	(19.28)	(17.66)



Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

6 Reconciliation of net asset / (liability) recognised				
Net asset / (liability) recognised at the beginning of the period	(29.95)	(53.71)	(46.24)	(36.58)
Benefits directly paid by Company	-	12.48	10.72	8.83
(Expense)/Income recognised at the end of period	(12.93)	11.28	19.28	17.66
Net asset / (liability) recognised at the end of the period	(42.88)	(29.95)	(16.24)	(10.09)
7 Actuarial assumptions:				
	For the half year ended	For the year ended	For the year ended	For the year ended
	30-09-2025	31 March 2025	31 March 2024	31 March 2023
	IALM 2012-14 (Ult.)	IALM 2012-14 (Ult.)	IALM 2012-14 (Ult.)	IALM 2012-14 (Ult.)
Mortality table				
Discount rate (p.a.)	6.4% p.a.	6.4% p.a.	7% p.a.	7.2% p.a.
Salary escalation rate (p.a.)	10% p.a.	10% p.a.	10% p.a.	10% p.a.
Expected rate of return on assets (p.a.)	6.4% p.a.	7% p.a.	7.2% p.a.	6.6% p.a.
Retirement Age (in years)	60 years	60 years	60 years	60 years
Attrition rate (p.a.)				

III. Leave encashment (Compensated Absence liabilities with respect to Privilege Leave)

The liability towards compensated absences (privilege leave) for the half year ended 30 September 2025, year ended 31 March 2025, 31 March 2024 and 31 March 2023 are based on actuarial valuation carried out by using projected accrual benefit method and closing liabilities recognised in the financial statements amounts to Rs 25.21 Lakhs, Rs. 31.47 Lakhs, Rs. 21.62 Lakhs and Rs. 18.69 Lakhs in half year ended September 2025, financial year ended 31 March 2025, 31 March 2024 and 31 March 2023 respectively.

1 Summary of Results

The valuation results as at 30 September 2025, 31 March 2025, 31 March 2024 and 31 March 2023 are summarised in the tables below :

Particulars	For the half year ended	For the year ended	For the year ended	For the year ended
	30-09-2025	31 March 2025	31 March 2024	31 March 2023
Defined Benefit Obligation (DBO)	110.36	95.37	68.71	58.5
Fair value of plan Assets	-67.48	-65.42	-52.47	-48.41
Net Liability / (Asset) Recognised in the Balance Sheet	42.88	29.95	16.24	10.09
Current / Non-Current bifurcation				
Current Liability	42.88	29.95	16.24	10.09
Liability / (Asset) Recognised in the Balance Sheet	42.88	29.95	16.24	10.09

2 Plan Provisions

The benefits valued in this Report are summarized below:

Valuation Date	30-Sep-25
Sponsoring Employer	AVANA ELECTROSYSTEMS LIMITED
Type of Plan	Other Long Term Benefit Plan
Plan Salary	Monthly Basic+DA
Normal Retirement Age	60 years
Leave Cycle	1 January to 31 December
No. of days considered in a month	30 Days
During service	Not Allowed
Encashment at separation	Allowed
Encashment formula	Leave Balance/ 30 x Monthly Salary.
For encashment	30 Days
Accumulation Limits for availment	30 Days
Leave in excess of accumulation limits	Lapsed at the end of the leave cycle
Annual Rate of Accrual	30 Days
Carry forward allowed to next leave cycle	No ceiling
Leave availment during service	Not Allowed
Vesting Period	NIL



Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

3 Actuarial assumptions:

	For the year ended	For the year ended	For the year ended	For the year ended
	30-09-2025	31 March 2025	31 March 2024	31 March 2023
Mortality table	IALM 2012-14 (Ult.)	IALM 2012-14 (Ult.)	IALM 2012-14 (Ult.)	IALM 2012-14 (Ult.)
Discount rate (p.a.)	6.4% p.a.	6.4% p.a.	7% p.a.	7.2% p.a.
Salary escalation rate (p.a.)	10% p.a.	10% p.a.	10% p.a.	10% p.a.
Expected rate of return on assets (p.a.)	NA	NA	NA	NA
Retirement Age (in years)	60 years	60 years	60 years	60 years
Attrition rate (p.a.)	0.00%	0.00%	0.00%	0.00%

NOTE:

The Company has certain defined benefit obligations such as gratuity and leave encashment, which are required to be valued using actuarial assumptions in accordance with the provisions of Accounting Standard (AS) 15 – Employee Benefits.

* In the statutory financial statements of the Company for the half year ended 30 September 2025, year ended 31 March 2025, 31 March 2024 and 31 March 2023, no actuarial valuation was carried out and the liabilities were recognized based on management estimates.

* For the purpose of preparation of the Restated Financial Statements, the Company has obtained actuarial valuations retrospectively as of each reporting date, and the liability for employee benefits and related expenses have been recomputed on the basis of the actuarial report.

Management is of the view, and the Statutory Auditor has relied upon the report of the independent actuary, that the above adjustments are necessary to present a true and fair view of the financial position and results of the Company in accordance with applicable accounting standards.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note-31

Restated Foreign exchange earnings/ expenditures during the year

Particulars	For the half year ended 30th September, 2025	For the year ended 31 March 2025	For the year ended 31 March 2024	For the year ended 31 March 2023
<u>Foreign exchange earnings</u>				
Sales	14.20	-	-	-
<u>Foreign exchange expenditures</u>				
Import (CIF Value)	43.29	20.11	12.77	-

Note-32

Restated Unhedged Foreign Currency Exposure during the year

Particulars	For the half year ended 30th September, 2025	For the year ended 31 March 2025	For the year ended 31 March 2024	For the year ended 31 March 2024
Trade Payables	-	-	-	-
Trade Receivables (Currency: INR)	-	-	-	-
Sundry debtors, sundry creditors, loans & advances balances are subject to confirmation.				

Note-33

Non- Adjustment Items

No Audit qualifications for the respective periods which require any corrective adjustment in these Restated Financial Statements of the Company have been pointed out during the restated period.

Note-34

Material Regrouping

Appropriate regrouping has been made in the restated summary statements of Assets and Liabilities Profits and Losses and Cash flows wherever required by reclassification of the corresponding items of income expenses assets and liabilities in order to bring them in line with the requirements of the SEBI Regulations.

The figures have been grouped and classified wherever they were necessary and have been rounded off to the nearest rupee in lakhs. Other figures of the previous years have been regrouped / reclassified and / or rearranged wherever necessary.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note-35

Restated Payable to Micro, Small and Medium Enterprises

The information as required to be disclosed under the Micro, Small & Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of the information available with the Company and provided by the Parties.

Particulars	For the half year ended 30th September, 2025	For the year ended 31 March 2025	For the year ended 31 March 2024	For the year ended 31 March 2024
Principal amount outstanding	319.90	266.62	353.37	125.20
Interest on principal amount due	-	-	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSME Development Act, along with the amount 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 MSME Development Act	-	-	-	-
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 MSME Development Act	-	-	-	-

Note-36

Events after the reporting period

There were no subsequent events requiring adjustment to, or disclosure in, the financial statements.

Note-37

Segment Reporting Disclosures

The Company is primarily engaged in the business of designing, manufacturing, and supplying electrical control, protection, and automation panels, as well as relays, for power system applications. These activities are considered to constitute a single business segment in terms of the applicable accounting standards. Accordingly, separate segment-wise disclosures have not been presented, as the entire operations of the Company relate to one reportable segment only.



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

(Amount in INR lakhs, except for share data unless otherwise stated)

Note - 38:

FCFE Computation

Particulars	Upto 30-09-2025	FY 2024-25	FY 2023-24	FY 2022-23
Cash Flow from Operations	330.56	1,001.53	258.73	-0.65
Taxes Paid	(184.68)	-324.88	-163.95	-31.10
Net CF from operations	145.88	676.66	94.77	-31.75
Less Capital Expenditure PPE	(62.15)	-23.47	-213.02	-13.76
Add Sale of Fixed Assets	-	-	-	-
Less Capital WIP	(15.62)	-	-	-
FCF	68.11	653.19	-118.25	-45.50
Add - Long term borrowing	-	-	54.46	232.08
Less - Repayment of borrowings	52.36	165.39	-	-
Add- Short term borrowings	52.12	-	139.65	79.66
Less- Repayment of Short Term borrowings	-	193.39	-	-
Less Interest exp (1-t)	36.08	61.67	71.87	63.08
FCFE	31.78	232.73	3.99	203.16

tax calculation (1- PAT/PBT)

0.24

0.32

0.35

0.21



AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Annexure-V: Notes to Restated Financial Information

Note 39

OTHER RELEVANT DISCLOSURES

Additional regulatory information required by Schedule III of Companies Act, 2013:

- A. Balance of Debtors & Creditors & Loans & advances Taken & giving are subject to confirmation and subject to consequential adjustments, if any. Debtors & creditors balance has been shown separately and the advances received and paid from/to the parties is shown as advance from customer and advance to suppliers.
- B. The company has no transactions, which are not recorded in the books of accounts and which are surrendered or disclosed as income during the year in the tax assessment or in search or survey or under any other relevant provision of the Income Tax Act, 1961.
- C. The Company has not traded or invested in crypto currency or virtual currency for the half year ended 30th Septemebr 2025 ,year ended 31st March 2025, 31st March 2024 and 31st March 2023.
- D. The Company do not had any transaction for thehalf year ended 30th Septemebr 2025, year ended 31st March 2025, 31st March 2024 and 31st March 2023 with the companies which are struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956.
- E. The company has not been declared as wilful defaulter by any bank or from any other lender for the half year ended 30th Septemebr 2025,year ended 31st March 2025, 31st March 2024 and 31st March 2023.
- F. The company has registered all the charges which are required to be registered under the terms of the loan and liabilities and submitted Documents with ROC within the period as required by Companies Act, 2013.
- G. As per the information & detail available on records and the disclosure given by the management, the company has complied with the number of layers prescribed under clause (87) of section 2 of the companies act read with the Companies (Restriction on number of layers) Rules 2017.
- H. Compliance with approved scheme(s) of arrangements: The Company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.
- I. Consequent to the requirement of section 135 and schedule VII of the Companies Act, 2013, the Company is required to contribute 2% of its average net profits during the immediately three preceeding financial years in pursuance of its Corporate Social Responsibility ("CSR") Policy. This is the first year of CSR applicability in the Company as per the requirement of Section 135 (1).

Particulars	As on Sep 30, 2025	As on March 31, 2025	As on March 31, 2024	As on March 31, 2023
a) Opening Balance	4.95	-	-	-
b) Gross amount required to be spent by the Company during the year	6.39	4.95	-	-
c) Amount approved by the Board to be spent during the year	4.95	-	-	-
d) Amount spent during the year	4.95	-	-	-
e) Closing Balance	6.39	4.95	-	-

- J. The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.
- K. Compliance with regards to the number of layers prescribed under clause (87) of section 2 of the Companies Act 2013 read with Companies (Restrictions on number of Layers) Rules, 2017 is not aplicable to the Company,
- L. **Utilisation of Borrowed Funds and Share Premium**
 - (i) The Company has not advanced or loaned or invested funds (either borrowed funds or share premium or any other sources or kind of funds) to any other person(s), entity(ies) including foreign entities (intermediaries) with the understanding that the intermediary shall directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the Company (ultimate beneficiaries) or provide any guarantee, security of the like to or on behalf of the ultimate beneficiary.
 - (ii) The Company has not received any from any person(s), entity(ies) including foreign entities (funding party with the understanding that the Company shall directly or indirectly lend or invest in other person or entities identified in any manner whatsoever by or on behalf of the Funding party (ultimate beneficiaries) or provide any guarantee, security of the like to or on behalf of the ultimate beneficiary.
- M. As per the requirements of Rule 3(1) of the Companies (Accounts) Rules 2014, the Company uses an accounting software for maintaining its books of account that have a feature of, recording audit trail of each and every transaction, creating an edit log of each change made in the books of account along with the date when such changes were made and who made those changes within such accounting software. This feature of recording audit trail has operated throughout the year and was not tampered with during the year.

Note 40 Previous year figures have been regrouped and recasted wherever necessary to confirm current year's classification.



ANNEXURE-A (A)
RESTATEMENT OF PRINCIPAL TERMS OF SECURED LOANS AND ASSETS CHARGED AS SECURITY

Name of Lender	Nature of Facility	Nature of Security	Sanctioned Amount (Rs. in Lakhs)	Rate of interest per annum (%)	Re-Payment Schedule		Outstanding amount as on (as per Books) (Rs. in Lakhs)					
					No. of EMI (in Months)	EMI amount (Rs. in Lakhs)	30-09-2025		31-03-2025		31-03-2024	
							Long Term	Short Term	Long Term	Short Term	Long Term	Short Term
National Small Industries Corporation Ltd	Cash Credit - Low Material Assurance Scheme	BC Equivalent to the value of limit sanctioned from any nationalised bank/Approved Bank of NSIC	25.00	9.00	NA	NA						
HDFC Bank			10.05	8.75	60.00	0.21	5.07	1.95	6.06	1.87	7.93	1.71
HDFC Bank			26.70	8.50	60.00	0.35	13.42	5.19	16.07	4.98	21.04	4.57
HDFC Bank	Auto Loan	Hypothecation of the vehicle	31.80	8.50	60.00	0.65	15.88	6.18	19.14	5.93	25.06	5.44
HDFC Bank			31.80	8.50	60.00	0.65	15.98	6.18	19.14	5.93	25.06	5.44
	Drugi		300.00									
	Letter of Credit		45.00									
	Letter of Credit		135.00									
	Cash credit	Primary - Accepted by Fin. Guar. Banks, Book Debts, Fd. Fixed Deposit With 100%, Fixed Deposit With 60% Industrial, Stock	200.00					374.52		279.36		433.26
	Bank Guarantee		200.00									240.09
	Bank Guarantee	Collateral	100.00									
	Bank Guarantee	1. Personal Guarantee 2. Vacant Land - In the name of Avana Electrosystems Limited	100.00									
	REG-TERM LOANS	-Site No 1a Plot No-35 Khata No 35 0 Ward No 39 2nd Phase Peenya Industrial Area Bangalore Karnataka 560058 (With equitable mortgage Charges)	30.00	9.41	24.00	1.38		5.40	13.19	13.19	14.52	
	Letter of Credit		500.00									
	BANK GUARANTEE (Sublimit)		(500.00)									
	Letter of credit- Sub limit of cash credit		(10.00)									
	Letter of credit- Sub limit of Bank Guarantee		(400.00)									
Total							50.45	399.43	60.41	311.24	92.29	464.95
												260.95



RESTATED STATEMENT OF TERMS & CONDITIONS OF UNSECURED LOANS

Name of Lender	Nature of Facility	Specified Amount (Rs. in Lakhs)	Rate of Interest per annum (%)	Re-payment period	EMI / month, Rs. in Lakhs	Outstanding amount as at (Rs. in Lakhs)					
						30-03-2025		31-03-2025		31-03-2024	
						Long Term	Short Term	Long Term	Short Term	Long Term	Short Term
Komel A	Business Loan, Working Capital	18.00	13.80	12months	1.50	-	-	-	-	-	-
Q Capital	Business Loan, Working Capital	24.00	12.00	12months	2.00	-	-	-	-	-	-
IVM Credits	Business Loan, Working Capital	24.00	12.00	12months	2.00	-	-	-	-	-	-
Umesh Electro Markets	Business Loan, Working Capital	24.00	12.00	12months	2.00	-	-	-	-	-	-
M M Ahuja	Business Loan, Working Capital	24.00	12.00	12months	2.00	-	-	-	-	-	-
Anushin Combine	Business Loan, Working Capital	12.00	12.00	12months	1.00	-	-	-	-	-	-
Bharat S Ahuja	Business Loan, Working Capital	12.00	12.00	12months	1.00	-	-	-	-	-	-
Yashwanth Jitnanand	Business Loan, Working Capital	24.00	12.60	12months	2.00	-	-	-	-	-	-
J R Consultancy	Business Loan, Working Capital	18.00	12.00	12months	1.50	-	-	-	-	-	-
Prem Kumar	Business Loan, Working Capital	24.00	12.00	12months	2.00	-	-	-	-	-	-
Click Capital Service Private Limited	Business Loan, Working Capital	40.19	18.00	36months	1.46	-	8.28	15.85	13.26	29.64	11.09
Fullerton India Credit Co. Ltd.	Business Loan, Working Capital	40.25	17.00	25months	1.99	-	-	-	21.53	22.56	18.43
Axis Bank LTD	Business Loan, Working Capital	50.00	16.50	36months	1.77	-	8.42	16.21	16.76	34.65	14.22
Deutsche Bank	Business Loan, Working Capital	40.00	18.05	36months	1.45	-	8.43	15.94	12.92	29.74	10.90
Standard Chartered Bank	Business Loan, Working Capital	100.00	15.00	36months	3.52	-	-	16.90	16.80	53.16	30.94
Kotak Mahindra Bank LTD	Business Loan, Working Capital	40.00	15.74	36months	1.43	-	8.15	15.66	13.02	29.55	11.08
Unity Small Finance Bank	Business Loan, Working Capital	51.00	18.50	36months	1.86	-	10.56	20.20	17.38	37.80	13.99
Reflex Financial Services LTD	Business Loan, Working Capital	30.25	17.25	36months	1.08	5.19	11.03	10.94	8.53	-	-
Tata Capital LTD	Business Loan, Working Capital	60.00	17.25	36months	2.15	9.94	21.94	20.14	41.52	16.87	-
Yes Bank	Business Loan, Working Capital	50.00	16.50	36months	1.77	8.22	18.22	34.49	14.25	-	-
Total						23.35	95.04	131.11	170.78	237.09	235.15
Note : 2 RESTATED STATEMENT OF LONG TERM BORROWINGS						73.80	-	126.16	-	291.55	-
Note : 2A RESTATED STATEMENT OF SHORT-TERM BORROWINGS						-	494.47	442.35	635.73	-	496.10

NOTE:

- The above statement should be read with the significant accounting policies and notes to Restated statements of assets and liabilities, Restated statements of profits and losses and Restated statements of cash flows appearing in Annexures IV, I, II and III.
- The Company does not have any long term borrowings from promoters/gross companies/subsidiaries/ material associate companies/ related parties as per Accounting Standard-18.
- The Company does not have any continuing default in repayment of loans and interest as on the reporting date.
- The company is not declared as "willful defaulter" by any bank or financial institution or other lender as on the reporting date.



FINANCIAL KPIs

(₹ in lakhs unless otherwise stated)

Particulars	Units	Sep 2025	For the financial year ended March 31,		
			2025	2024	2023
Revenue from Operations ⁽¹⁾	(₹ in lakhs)	3,574.71	6,148.58	5,298.77	2,840.65
Growth in Revenue from Operations ⁽²⁾	(YoY%)	-	16.04%	86.53%	36.66%
Gross Profit ⁽³⁾	(₹ in lakhs)	1,644.13	2,939.28	2,054.99	1,216.13
Gross Profit Margin ⁽⁴⁾	(%)	45.99%	47.80%	38.78%	42.81%
EBITDA ⁽⁵⁾	(₹ in lakhs)	762.62	1,251.96	741.97	192.04
EBITDA Margin ⁽⁶⁾	(%)	21.33%	20.36%	14.00%	6.76%
Profit After Tax ⁽⁷⁾	(₹ in lakhs)	560.74	831.23	402.41	92.29
PAT Margin ⁽⁸⁾	(%)	15.69%	13.52%	7.59%	3.25%
RoCE ⁽⁹⁾	(%)	53.38%	53.71%	40.02%	15.31%
RoE ⁽¹⁰⁾	(%)	45.58%	47.11%	35.07%	10.25%
Return on Assets ⁽¹¹⁾	(%)	21.71%	19.00%	12.09%	3.80%
Operating Cash Flows ⁽¹²⁾	(₹ in lakhs)	145.88	676.66	94.77	(31.75)
Net Fixed Asset Turnover ⁽¹³⁾	(in times)	21.58	17.90	18.67	14.39



ANNEXURE-IV
AVANA ELECTROSYSTEMS LIMITED
(Formerly known as Avana Electrosystems Private Limited)
CIN- U31400KA2010PLC054508

Notes to restated financial Information:

SIGNIFICANT ACCOUNTING POLICY AND NOTES TO THE RESTATED FINANCIAL INFORMATION.

A. Corporate information

Our Company was incorporated as a Private Limited Company under the name of "Avana Electrosystems Private Limited" under the Companies Act, 1956 vide certificate of incorporation dated 16th July 2010, issued by the Registrar of Companies, Bangalore, bearing CIN- U31400KA2010PTC054508. Further, our Company was converted into a Public Limited Company in pursuance of a Board Resolution dated December 05, 2024 and Special Resolution passed by the members of our Company at the Extra Ordinary General Meeting held on December 09, 2024 and the name of our Company was changed from "Avana Electrosystems Private Limited" to "Avana Electrosystems Limited" and a new certificate of incorporation dated December 17, 2024, consequent upon conversion, has been issued by the Registrar of Companies, Central Processing Centre, bearing CIN- U31400KA2010PLC054508.

The company is engaged in the business of manufacturing and dealers in various types of electronic products, switchgear products, circuit breakers, relay, control and protection panels, electric distribution boards, electronic meters, transformers, raw materials, assemblies, spares, accessories, consumables, disposables, tools, test equipment's, measuring equipment's, telecommunication products, satellite products, information technology products, substation, automation products, SCADA, energy saving equipment's, battery charges, current transformers, power transformers, etc.

B. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

1. Basis of preparation of financial statements:

The Restated Statement of Assets and Liabilities of the Company as on September 30, 2025, March 31, 2025, March 31, 2024 and March 31, 2023 and the Restated Statement of Profit and Loss and Restated Statements of Cash Flows for the half year ended September 30, 2025 and for the year ended March 31, 2025, March 31, 2024 and March 31, 2023 and the annexures thereto (collectively, the "Restated Financial Statements") have been compiled by the management from the Audited Financial Statements of the Company for the half year ended September 30, 2025 and for the year ended March 31, 2025, March 31, 2024 and March 31, 2023 approved by the Board of Directors of the Company. Restated Summary Statements have been prepared to comply in all material respects with the provisions of Part I of Chapter III of the Companies Act, 2013 (the "Act") read with Companies (Prospectus and Allotment of Securities) Rules, 2014, Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 ("ICDR Regulations") issued by SEBI and Guidance note on Reports in Companies Prospectuses (Revised 2019) ("Guidance Note"). Restated Summary Statements have been prepared specifically for inclusion in the offer document to be filed by the Company with the SME platform of Bombay Stock Exchange Limited ("BSE SME") in connection with its proposed Initial Public Offer. The Company's management has recast the Financial Statements in the form required by Schedule III of the Companies Act, 2013 for the purpose of restated Financial Statements.



The financial statements of the Company have been prepared and presented in accordance with the Generally Accepted Accounting Principles (GAAP) to comply with the Accounting Standards specified u/s Section 133 read with the relevant provisions of the Companies Act, 2013. The financial statements have been prepared on accrual basis under the historical cost convention. The accounting policies adopted in the preparation of the financial statements are consistent with those followed in the previous year. Accounting policies not specifically referred to otherwise are consistent and in consonance with generally accepted accounting principles in India.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realization in cash and cash equivalents, the Company has determined its operating cycle as twelve months for the purpose of current – noncurrent classification of assets and liabilities.

2. Use of Estimates:

The preparation of financial statements in conformity with GAAP requires that the management of the Company makes estimates and assumptions that affect the reported amounts of income and expenses of the year, the reported balances of assets and liabilities and the disclosures relating to contingent liabilities as of the date of the financial statements. Actual results could differ from these estimates, difference between the actual results and estimates are recognized in the year in which the results are known / materialized.

The following significant accounting policies are adopted in the preparation and presentation of these financial statements:

C. Significant Accounting Policies:

1. Revenue Recognition:

Revenue is generally recognized when all significant contractual obligations have been satisfied and collection of the resulting receivable is reasonably assured. Revenue from Sale of products is recognized when the risks and rewards of ownership are passed on to the customers, generally, at the time of delivery and acceptance and after consideration of all the terms and conditions of the customer contract.

The Company reports revenues net of taxes.

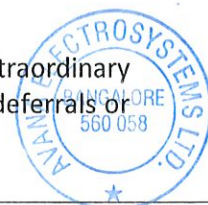
Interest is recognized using the time-proportion method, based on rates implicit in the transaction.

2. Expenditure:

Expenses are accounted for on an accrual basis and provision is made for all known losses and liabilities. Expenses incurred on and directly attributable to the company's manufacturing activities are charged to revenue as 'period costs'.

3. Cash Flow Statement:

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or



accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated based on the available information

4. Provisions and contingent liabilities:

A provision is recognized if, as a result of a past event, the Company has a present legal obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by the best estimate of the outflow of economic benefits required to settle the obligation at the reporting date. Where no reliable estimate can be made, a disclosure is made as contingent liability. A disclosure for a contingent liability is also made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. Where there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made

5. Property Plant and Equipment:

Property Plant and Equipment are stated at cost less depreciation. The Company capitalizes all cost relating to the acquisition and installation of fixed assets.

The company has adopted Schedule II to the Companies Act, 2013, for depreciation purposes, from 1st April 2014.

Depreciation on tangible fixed assets is provided on the written down value method, based on life of assets and in the manner specified in Schedule II to the Companies Act, 2013 and individual assets acquired for a value less than (or) equal to Rs.5,000/- are not capitalized.

The useful lives of assets and the manner specified in Schedule II to the Companies Act, 2013 is as per the table below:

Asset Description	No. of Years
Computers & Accessories	3
Plant & Machinery	15
Furniture & Fixtures	10
Office Equipment	5
Tools	5
Car	8
Leasehold Improvements	30

Intangible assets are recorded at the consideration paid for acquisition of such assets and are carried at cost less accumulated amortization and impairment.

6. Impairment of Assets:

The Company assess at each Balance Sheet date whether there is any indication that any of the assets may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. If such recoverable amount is less than its carrying amount, the carrying amount is reduced to its recoverable amount. The reduction is treated as an Impairment loss and is recognized in the profit and loss account. As on the Balance Sheet date the Company assessed for impairment of assets and found no indication of impairment of assets as per Accounting Standard (AS-28).



7. Effects of changes in Foreign Exchange rates:

- a. Foreign currency transactions of Income and Expense during the year are recorded at the rate prevailing on the date of transaction.
- b. Foreign currency denominated monetary assets and liabilities are translated at exchange rates in effect at the Balance Sheet date. The gains or losses resulting from such translations are included in the Profit and Loss account.
- c. Exchange differences arising on the settlement of monetary items or on reporting monetary items of company at rates different from those at which they were initially recorded during the year, or reported in previous financial statements, are recognized as income or as expense in the year in which they arise except those arising from investments in non-integral operations.

8. Leases:

Assets acquired under finance leases, which effectively transfer to the Company substantially all the risks and benefits incidental to the ownership of the leased item, are capitalized at the lower of the fair value and present value of the minimum lease payment at the inception of the lease term. These are disclosed as leased assets. Lease payments are apportioned between finance charges and reduction of the lease liability so as to achieve a constant rate of interest on the remaining balance of the liability. Finance charges are charged directly against income.

9. Cash and cash equivalents:

Cash and cash equivalents comprise cash and cash on deposit with banks and corporations. The Company considers all highly liquid investments with a remaining maturity at the date of purchase of three months or less and that are readily convertible to known amounts of cash to be cash equivalents.

10. Income Taxes:

Tax expense comprises of current and deferred tax. Current income tax is measured at the amount expected to be paid to the tax authorities in accordance with the Income-tax Act, 1961 enacted in India. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

- a) Deferred income taxes reflect the impact of timing differences between taxable income and accounting income originating during the current year and reversal of timing differences for the earlier years. Deferred tax is measured using the tax rates and the tax laws enacted or substantively enacted at the reporting date.
- b) Deferred tax liabilities are recognized for all taxable timing differences. Deferred tax assets are recognized for deductible timing differences only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realized. In situations where the Company has unabsorbed depreciation or carry forward tax losses, all deferred tax assets are recognized only if there is virtual certainty supported by convincing evidence that they can be realized against future taxable profits.



The carrying amount of deferred tax assets are reviewed at each reporting date. The company writes-down the carrying amount of a deferred tax asset to the extent that it is no longer reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available against which deferred tax asset can be realized. Any such write-down is reversed to the extent that it becomes reasonably certain or virtually certain, as the case may be, that sufficient future taxable income will be available.

11. Employee Benefits:

a. Defined –contribution plans

These are plans in which the company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. These comprise of contributions to the Employees' Provident Fund, Superannuation Fund and Certain State plans like Employees' State Insurance and Employees' Pension Scheme. Presently the company provides for Employees' Provident Fund, Pension Scheme and Employees' State Insurance. The company does not provide for Superannuation benefits. The company's payments to the defined contribution plans recognized as expense during the period in which the employees perform the services that the payment covers.

b. Defined-benefit plans:

The Group provides for retirement benefits in the form of Gratuity. Benefits payable to eligible employees of the Group with respect to gratuity, a defined benefit plan is accounted for on the basis of an actuarial valuation as at the Balance Sheet date. In accordance with the Payment of Gratuity Act, 1972, the plan provides for lump sum payments to vested employees on retirement, death while in service or on termination of employment an amount equivalent to 15 days basic salary for each completed year of service. Vesting occurs upon completion of five years of service. The present value of such obligation is determined by the projected unit credit method and adjusted for past service cost and fair value of plan assets as at the balance sheet date through which the obligations are to be settled. The resultant actuarial gain or loss on change in present value of the defined benefit obligation or change in return of the plan assets is recognized as an income or expense in the Statement of Profit and Loss.

12. Borrowing costs:

Borrowing costs that are attributable to the acquisition, construction or productivity of qualifying assets are capitalized as part of the cost of such assets. All other borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

A qualifying asset is an asset that necessarily requires a substantial period of time to get ready for its intended use or sale.

13. Valuation of Inventories:

Cost of inventories have been computed to include all costs of purchases, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. "Cost" means standard weighted average cost exclusive of all statutory levies but inclusive of transit insurance, wherever applicable.

a. Raw materials and component inventories (excluding non-standard, non-moving and obsolete items) are valued at lower of cost and net realizable value.



- b. Finished goods and Semi-Finished goods are valued at cost or net realizable value, whichever is lower.

14. Related Party Disclosures:

Transactions between related parties are disclosed as per Accounting Standard 18, "Related Party Disclosures". Accordingly, disclosures regarding the name of the transacting-related party, description of the relationship between the parties, nature of transactions and the amount outstanding as at the end of the accounting year, are made.

15. Product Warranty:

Provisions for warranty-related costs are recognized on estimated basis when the product is sold or service provided to the customer. Initial recognition is based on historical experience of the product / services failures as well as current information of repair costs. The initial estimate of warranty-related costs is revised annually.

Product warranty expenses are provided on an estimated basis. The management estimate of the provision amount is primarily based on historical experience of the product/service failures as well as current information of repair costs.

16. Earnings Per Share:

Basic Earnings per Share is calculated by dividing the net profit or loss for the period attributable to equity shareholders by the weighted average number of equity shares outstanding during the period. For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

D. CHANGES IN ACCOUNTING POLICIES.

There were no changes in the accounting policies adopted by the Company during the period under review, which needs to be adjusted in the Restated Financial Statements.

E. DISCLOSURE OF EMPHASIS OF MATTER/QUALIFICATION

There was no matter of emphasis or qualifications reported by the earlier Statutory Auditors in the financial statements of the Company for the earlier years audited by them for or the present Peer Reviewed Auditors of the Company on the financial statements reviewed and audited by them as per the requirements of SEBI (ICDR) Regulations, 2018, which has an impact on the financial statements. Hence, no adjustments are required in the restated financial statements.



< This space is intentionally left blank >

