

Pankaj R. Shah & Associates

Chartered Accountants

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To,

The Board of Directors,

Ratnaveer Precision Engineering Limited

(Formerly known as Ratnaveer Metals Limited)

E-77, GIDC Savli (Manjusar),

Baroda – 391775

Independent Auditors' Examination Report on Restated Financial Statements for the years ended 31st March, 2023, 31 March 2022, 31 March 2021, and 31 March 2020 in connection with the Initial Public Offering of Ratnaveer Precision Engineering Limited (formerly known as Ratnaveer Metals Limited).

Dear Sirs,

1) We have examined the attached Restated Financial Statements of Ratnaveer Precision Engineering Limited (formerly known as Ratnaveer Metals Limited) ("the Company"), which comprise of the Restated summary statement of assets and liabilities as at 31st March, 2023, 31 March 2022, 31 March 2021 and 31 March, 2020, the Restated summary statements of profit and loss (including other comprehensive income), the Restated summary statement of cash flows and the Restated statement of changes in equity for the years ended 31st March, 2023, 31 March 2022, 31 March 2021 and 31 March 2020, read together with summary statement of significant accounting policies, annexures and notes thereto (collectively, together with the notes and annexures there to, referred to as the "Restated Financial Statements"), for the purpose of inclusion in the offer document prepared by the Company in connection with its proposed Initial Public Offering (the "IPO"). The Restated Financial Statements have been approved by the Board of Directors of the Company in its meeting held on 16-06-23 for the purpose of inclusion in the Draft Red Herring Prospectus/ Red Herring Prospectus/ Prospectus (hereinafter referred to as "Offer Documents") prepared by the Company in connection with its proposed Initial Public Offering (the "IPO") comprising of fresh issue of equity shares of face value of Rs. 10 each and prepared in terms of the requirements of:

- a) Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Companies Act") as amended;
- b) The Securities and Exchange Board of India (Issue of Capital and
- c) Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations"); and
- d) The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Institute of Chartered Accountants of India ("ICAI"), as amended from time to time.

- 2) The Company's board of directors is responsible for the preparation of the Restated Financial Statements for the purpose of inclusion in the Offer Documents to be filed with Securities and Exchange Board of India, BSE Limited, National Stock Exchange of India Limited, and the Registrar of Companies, Gujarat, in connection with the proposed IPO. The Restated Financial Statements have been prepared by the management of the Company on the basis of preparation stated in notes to the Restated Financial Statements. The responsibility of the board of directors of the company includes designing, implementing and maintaining adequate internal controls relevant to the preparation and presentation of the Restated Financial Statements. The board of directors is also responsible for identifying and ensuring that the Company complies with the Act, ICDR Regulations and the Guidance Note.
- 3) We have examined these Restated Financial Statements taking into consideration:
- Terms of reference and terms of our engagement agreed upon with the Company in accordance with our engagement letter dated 20-07-2022 in connection with the proposed public offering of the equity shares by the Company.
 - The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by ICAI as amended from time to time.
 - Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Financial Statements; and
 - The requirements of Section 26 of the Companies Act and the ICDR Regulations.
- Our work was performed solely to assist you in meeting your responsibilities in relation to your compliance with the Act, the ICDR Regulations and the Guidance Note in connection with the proposed IPO.
- 4) These Restated Financial Statements have been compiled by the management from: Audited Financial Statements of the Company for each of the years ended 31st March, 2023 31 March 2022, 31 March 2021 and 31 March 2020, prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under Section 133 of the Companies Act read with Companies (Indian Accounting Standards) Rules as amended from time to time and other accounting principles generally accepted in India.
- 5) For the purpose of examination, we have relied on:
- Auditors' report issued by us dated 29th May, 2023 on Audited Financial Statements of the Company as at and for the year ended 31st March 2023,
 - Auditors' report issued by us dated 5th July, 2022 on Audited Financial Statements of the Company as at and for the year ended 31st March 2022,
 - Auditors' report issued by Radheshyam I Shah & Associates Chartered Accountants (herein referred to as "the erstwhile Statutory Auditors") dated 1st September, 2021 on the Audited Financial Statements of the Company as at and for the year ended 31st March 2021,
 - Auditors' report issued by erstwhile Statutory Auditors dated 19th November, 2020 on the Audited Financial Statements as at and for the year ended 31st March 2020 as referred in Paragraph 4 above.
- 6) The audit reports on the Financial Statements as mentioned in paragraph 4 and 5 above issued by us and erstwhile statutory auditors are unmodified.
- 7) Based on our examination and according to the information and explanations given to us, we

report that the Restated Financial Statements:

- a) There have been no adjustments required to be made for the changes in accounting policies, material errors and regrouping/reclassifications retrospectively in each of the financial years ended 31 March 2023, 31 March 2022, 31 March 2021 and 31 March 2020 Except for the Adjustments on account of First time adoption of IND AS
 - b) There were no qualifications in auditor's report on the audited financial statements of the Company for the financial years ended March 31, 2023, 2022 and 2021 which require any adjustments to the restated financial information.
 - c) does not require any adjustment for modification as there is no modification in the underlying audit reports; and
 - d) have been prepared in accordance with the Companies Act, ICDR Regulations and the Guidance Note.
- 8) The Restated Financial Statements do not reflect the effects of events that occurred subsequent to the respective dates of the reports on audited Financial Statements as mentioned in paragraph 5 above.
- 9) We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.
- 10) This report should not in any way be construed as a reissuance or re-dating of any of the previous audit reports issued by us, nor should this report be construed as a new opinion on any of the financial statements referred to herein.
- 11) We have no responsibility to update our report for events and circumstances occurring after the date of the report.
- 12) Our report is intended solely for use of the Board of Directors for inclusion in the Offer documents to be filed with the SEBI, the National Stock Exchange of India Limited, BSE Limited and the ROC in connection with the proposed IPO. Our report should not be used, referred to or distributed to any other purpose except with our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without or prior consent in writing.

For, Pankaj R Shah & Associates
Chartered Accountants
(Firm Regn.No.107361W)

N. R. Shah



CA Nilesh Shah
Partner

Membership No. 107414

UDIN: 23107414BGUYH7431

Place: Ahmedabad

Date: 16-06-23