

GIANLUIGI BERRUTI MANZONE

DOTTORE COMMERCIALISTA

REVISORE LEGALE

20122 MILANO - VIALE BIANCA MARIA 25

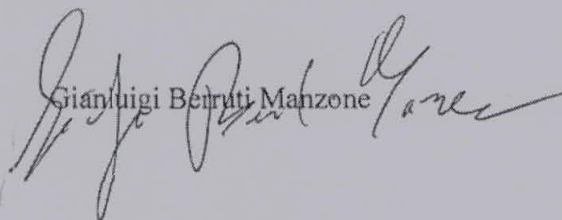
To the attention of Sole Shareholder
BALKRISHNA INDUSTRIES LIMITED
C/15, BKT HOUSE,
Trade world, Kamala Mill Compound,
Senapati Bapat Marg, Lower Parel,
Mumbai - 400013 - India

Milan, 14 April 2025

AUDITOR'S REPORT

I, the undersigned Gianluigi Berruti Manzone, chartered accountant (Dottore Commercialista), enrolled in the Registry of Italian Certified Public Accountants (Revisori Legali dei Conti) under the number 130275, with reference to the fiscal year closed as of march 31th, 2025, of the company BKT EUROPE SRL, with registered office in Viale Bianca Maria 25, 20122 Milano, VAT and Business Registry no. 05404270968, Economic and Administrative Index no. 1819352, hereby certify that:

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


Gianluigi Berruti Manzone

BKT EUROPE S.R.L.

Head office, address MILANO - VIALE BIANCA MARIA , 25

Capital Stock paid Euro 100.000,00

Registered to the Chamber of Commerce of MILANO

The identification N. - N. of enterprises registry 05404270968

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

Financial Statements at 31/03/2025

Balance sheet (mandatory scheme)

Assets	31/03/2025	31/03/2024
A) RECEIVABLES DUE FROM SHAREHOLDERS		
Total receivables due from shareholders (A)	0	0
B) FIXED ASSETS		
<i>I - Intangible fixed assets</i>		
3) Industrial patents and intellectual property rights	298.601	178.548
7) Other	1.558.286	1.801.931
Total intangible fixed assets	1.856.887	1.980.479
<i>II - Tangible fixed assets</i>		
2) Plant and machinery	225.291	384.871
3) Industrial and commercial equipment	28.870	59.140
4) Other assets	513.863	692.698
Total tangible fixed assets	768.024	1.136.709
<i>III) Financial fixed assets</i>		
Total financial fixed assets (III)	0	0
Total fixed assets (B)	2.624.911	3.117.188
C) CURRENT ASSETS		
<i>I - Inventories</i>		
4) Finished products and goods for resale	6.014.964	6.147.805
Total inventories	6.014.964	6.147.805

II Receivables

1) Trade accounts

Due within the following year	7.230.791	5.941.914
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Total trade accounts	7.230.791	5.941.914
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5-b) Tax receivables

Due within the following year	5.230.038	5.849.174
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Total receivables due from tax authorities	5.230.038	5.849.174
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5-c) Prepaid tax	418	418
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5-d) Other receivables

Due within the following year	681.637	628.008
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Due beyond the following year	5.480	5.480
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Total receivables due from third parties	687.117	633.488
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Total receivables	13.148.364	12.424.994
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III - Current financial assets

Total financial current assets	0	0
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IV - Liquid funds

1) Bank and post office deposits	888.898	1.779.237
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3) Cash and equivalents on hand	883	1.329
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Total liquid funds	889.781	1.780.566
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Total current assets (C)	20.053.109	20.353.365
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D) ACCRUED INCOME AND PREPAYMENTS	2.521.015	202.309
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TOTAL ASSETS	25.199.035	23.672.862
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Balance sheet (mandatory scheme)

Liabilities and shareholders' equity	31/03/2025	31/03/2024
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A) SHAREHOLDERS' EQUITY

I - Share capital	100.000	100.000
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II - Share premium reserve	0	0
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III - Revaluation reserves	0	0
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IV - Legal reserve	20.000	20.000
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V - Statutory reserves	0	0
VI - Other reserves, indicated separately		
Miscellaneous other reserves	-1	1
Total other reserves	-1	1
VII - Reserve for hedging expected cash flow operations	0	0
VIII - Retained earnings (accumulated losses)	2.154.021	1.939.364
IX - Net profit (loss) for the year	878.163	214.657
Minimised loss for the year	0	0
X - Negative reserve for own portfolio shares	0	0
Total shareholders' equity	3.152.183	2.274.022
B) RESERVES FOR CONTINGENCIES AND OTHER CHARGES		
Total reserves for contingencies and other charges (B)	0	0
C) TOTAL RESERVE FOR SEVERANCE INDEMNITIES (TFR)	554.997	491.754
D) PAYABLES		
4) Due to banks		
Due within the following year	2.650.000	2.515.000
Total payables due to banks (4)	2.650.000	2.515.000
7) Trade accounts		
Due within the following year	16.960.329	16.608.017
Total trade accounts (7)	16.960.329	16.608.017
12) Due to tax authorities		
Due within the following year	416.540	296.442
Due beyond the following year	272.970	439.812
Total payables due to tax authorities (12)	689.510	736.254
13) Due to social security and welfare institutions		
Due within the following year	326.057	233.895
Total payables due to social security and welfare institutions (13)	326.057	233.895
14) Other payables		
Due within the following year	603.244	486.216

Total other payables (14)	603.244	486.216
Total payables (D)	21.229.140	20.579.382
E) ACCRUED LIABILITIES AND DEFERRED INCOME	262.715	327.704
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	25.199.035	23.672.862

Income statement (value and cost of production)

	31/03/2025	31/03/2024
A) VALUE OF PRODUCTION		
1) Revenues from sales and services	47.953.921	46.861.248
2) Change in work in progress, semi-finished and finished products	-132.841	815.859
5) Other income and revenues		
Other	261.598	67.292
Total other income and revenues	261.598	67.292
Total value of production	48.082.678	47.744.399
B) COSTS OF PRODUCTION		
6) Raw, ancillary and consumable materials and goods for resale	14.428.497	16.820.950
7) Services	27.716.651	25.736.835
8) Use of third party assets	360.994	285.785
9) Personnel		
a) Wages and salaries	2.192.047	1.851.090
b) Related salaries	671.695	565.896
c) Severance	131.068	109.321
e) Other costs	0	1.871
Total payroll and related costs	2.994.810	2.528.178
10) Depreciation, amortisation and writedowns		
a) Amortisation of intangible fixed assets	438.061	394.033
b) Depreciation of tangible fixed assets	363.159	388.582
Total Amortisation, depreciation and write-downs	801.220	782.615
14) Other operating expenses	234.912	187.420
Total cost of production	46.537.084	46.341.783
Difference between value and cost of production (A - B)	1.545.594	1.402.616
C) FINANCIAL INCOME AND CHARGES		
16) Other financial income		

d) Income other than the above		
Other	144	193
Total income other than the above	144	193
Total other financial income	144	193
17) Interest and other financial expense		
Other	184.743	205.090
Total interest and other financial expense	184.743	205.090
17-bis) Currency gains and losses	-52.846	-62.562
Total financial income and expense (15 + 16 - 17 + - 17-bis)	-237.445	-267.459
D) VALUE ADJUSTEMENTS TO FINANCIAL ASSETS AND LIABILITIES		
Total value adjustments to financial assets and liabilities (18 - 19)	0	0
PRE-TAX RESULT(A - B + - C + - D)	1.308.149	1.135.157
20) Income tax for the year, current, deferred and prepaid		
Current taxes	429.986	359.316
Tax related to previous years	0	561.184
Total taxes on the income for the year	429.986	920.500
21) PROFIT (LOSS) FOR THE YEAR	878.163	214.657

THE ADMINISTRATIVE BODY: