



SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail: singhalsewak@gmail.com

Tel: 0771-4056501

1. CERTIFICATE ON ELIGIBILITY FOR THE ISSUE FROM AUDITOR

To,

The Board of Directors

Jinkushal Industries Limited

H. No. 260, Ward No. 42, Opp. C. M. House Near Chhattisgarh Club,
Civil Lines, Raipur, Chattisgarh, India, 492001

And

GYR Capital Advisors Private Limited

(Formerly known as Alpha Numero Services Private Limited)

428, Gala Empire, Near JB Tower,

Drive in Road, Thaltej,

Ahmedabad-380 054, Gujarat, India.

(Referred to as “Book Running Lead Manager”/“BRLM”)

Dear Sirs,

Re: Proposed public issue of equity shares of face value of Rs. 10/- each (the “Equity Shares”) of Jinkushal Industries Limited (the “Company”) (the “Issue”)

Sub: Eligibility of the Company for the Issue

We, **M/s. Singhal & Sewak**, Statutory Auditors of the Company, have received a request from the Company to verify and certify eligibility to undertake the Issue, under Regulation 6(1) of the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (“**SEBI ICDR Regulations**”).

Accordingly, we have performed the following procedures:

(i) **Annexure A and Annexure C**

- a. Traced the amounts for items included in each of **Annexure A** and **Annexure C**, from the restated audited **Consolidated financial statements of the Company as of and for the financial year ended March 31, 2025 and 2024 and restated standalone financial statements of the company as of and for the financial year ended March 31, 2023.**
- b. Recomputed the arithmetical accuracy of ‘Monetary assets as a percentage of the net tangible assets’ ratio as on for the year ending March 31, 2025, March 31, 2024 and March 31, 2023.





SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail: singhalsewak@gmail.com

Tel: 0771-4056501

(ii) Annexure B

- a. Traced the amounts for items included in **Annexure B**, with the corresponding amount from restated audited **Consolidated financial statements of the Company as of and for the financial year ended March 31, 2025 and 2024 and restated standalone financial statements of the company as of and for the financial year ended March 31, 2023**.
 - b. Recomputed the arithmetical accuracy of 'operating profit' for the year ended March 31, 2025, March 31, 2024 and March 31, 2023
 - c. Computed the average operating profit for the year ended March 31, 2025, March 31, 2024 and March 31, 2023
- (iii) Obtained the minutes of the meetings of shareholders, board of directors and committees of board of directors of the Company, and its subsidiary held for the financial year ended March 31, 2024.

Based on the aforementioned procedures, we certify as follows:

- (i) The Company has net tangible assets of at least Rs. 3 Crores in each of the preceding three full financial years (twelve months each), i.e., financial years March 31, 2025 and March 31, 2024, calculated on a restated and **consolidated** basis and calculated on a restated and **standalone** basis for financial year March 31, 2023, of which not more than fifty percent are held in monetary assets, as indicated in **Annexure A**;
- (ii) The Company has an average operating profit of at least Rs. 15 Crores calculated on a restated and **consolidated** basis for financial year March 31, 2025 and 2024 and calculated on a restated and **standalone** basis for financial year March 31, 2023 with operating profit earned in each of these preceding three years, as indicated in **Annexure B**;
- (iii) The Company has a net worth of at least Rs. 1 Crore in each of the preceding three full financial years (twelve months each), viz. financial years March 31, 2025 and March 31, 2024, calculated on a restated and **consolidated** basis and calculated on a restated and **standalone** basis for financial year March 31, 2023, as indicated in **Annexure C**; and
- (iv) The Company has converted from a Private Limited Company to a Public Limited Company and consequently, name of the Company has changed to Jinkushal Industries Limited pursuant to fresh certificate of incorporation issued by Registrar of Companies on **October 30, 2024**.

Accordingly, we report that the Company meets the criteria for undertaking the Issue under Regulation 6(1) of the SEBI ICDR Regulations and would undertake the Issue under Regulation 6(1).

We have conducted our examination of the information given in this certificate (including the annexures thereto) in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes' issued by the Institute of Chartered Accountants of India ("ICAI"), as revised from time to time, to obtain a reasonable assurance that such details are in agreement with the books of accounts and other relevant records provided to us, in all material respects;





SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail:singhalsewak@gmail.com

Tel: 0771-4056501

the aforesaid Guidance Note requires that we comply with the ethical requirements of the 'Code of Ethics' issued by the ICAI, as revised from time to time. Further, 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', as revised from time to time.

This certificate may be relied upon by the Company, BRLM and Legal Counsel appointed in relation to the Issue. This certificate is for information and for inclusion in the Updated Draft Red Herring Prospectus, Red Herring Prospectus, Prospectus, the Preliminary International Wrap/Issuing Memorandum, the Abridged Prospectus and any other addendum thereto of the Company to be submitted/filed with the Securities and Exchange Board of India ("SEBI"), the Registrar of Companies, Chhattisgarh ("ROC") and the stock exchanges, or any other material (including in any corporate advertisement or investor presentation made by or on behalf of the Company) to be issued in relation to the Issue (together referred as "Issue Documents") prepared in connection with the Issue or any other document to be issued or filed in relation to the Issue, and for the submission of this certificate as may be necessary, to any regulatory / statutory authority, stock exchanges, any other authority as may be required and / or for the records to be maintained by the BRLM in connection with the Issue, and in accordance with applicable law, and for the purpose of any defense the BRLM may wish to advance in any claim or proceeding in connection with the contents of this certificate.

We confirm that any changes to the above that come to our attention will immediately be intimated to the BRLM and the Legal Counsel to the Issue in writing till the date the Equity Shares of the Company commences trading on the stock exchanges. In the absence of any communication from us, you may assume that there is no change in respect of the matters covered in this certificate.

We hereby indemnify and keep indemnified, saved, defended and harmless the BRLM and Legal Counsel to the proposed Issue of the Company and all persons claiming under them ("Indemnified Persons"), from and against all losses and/or damages arising as a result of the aforementioned representations made by us in order to disclose details of the same in the Issue Documents including the Updated Draft Red Herring Prospectus, Red Herring Prospectus and the Prospectus, the Preliminary International Wrap/Issuing Memorandum, the Abridged Prospectus, etc., for the Issue or arising as a result of any notices, proceedings, litigations, claims, penalties, demands and costs that may be made and/or raised on the Indemnified Persons by any third parties and/or with regard to any matter arising in connection thereto or otherwise by reason of the matter contemplated herein and/or sustained by the BRLM and/or Legal Counsel to the Issue as a result of any statements, representations, assurances, confirmations hereinunder given being untrue.

All capitalized terms not defined hereinabove shall have the same meaning as defined in the Issue Documents.





SINGHAL & SEWAK

Chartered Accountants

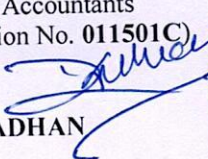
311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail: singhalsewak@gmail.com

Tel: 0771-4056501

Yours sincerely,

For, M/s. Singhal & Sewak
Chartered Accountants
(Registration No. 011501C)


R.K. PRADHAN

Partner

Membership No. 420169

Place: RAIPUR

Date: August 29, 2025

UDIN: 25420169BMKTD03718

September 01, 2025



Encl: As above

CC:

Legal Counsel to the Issue

Vidhigya Associates

105, A Wing, Kanara Business Centre

Ghatkopar East, Mumbai – 400 075

Maharashtra, India.

Contact Person: Rahul Pandey

Email: rahul@vidhigyaassociates.com

Mobile: +91 84240 30160



SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail: singhalsewak@gmail.com

Tel: 0771-4056501

ANNEXURE A

[Note: All calculations are given on a restated and consolidated basis.]

Statement showing the calculation of composition of restated net tangible assets, the composition of restated monetary assets, and, restated monetary assets as a percentage of the restated net tangible assets in each of the three preceding full years (twelve months each):

Description	As at March 31		
	2025	2024	2023
Restated Net Tangible Assets (Note 1) (Rs. in Lakhs)	9,430.88	4,388.03	2,474.58
Restated Monetary Assets (Note 2) (Rs. in Lakhs)	3,489.08	2,500.18	1,989.75
% of monetary Assets to Net Tangible Assets	37.00	56.98	80.41

Note: Since more than fifty per cent of the net tangible assets are held in monetary assets, the Company has made firm commitments to utilise such excess monetary assets in our business.

Note 1: Composition of Restated Net Tangible Assets:

Description	As at March 31		
	2025	2024	2023
Net block of fixed assets	902.06	989.66	853.91
Less:- Revaluation Reserves	-	-	-
Capital work in progress for fixed assets (including capital advances)	1.21	-	56.5
Non-current assets	154.56	161.66	147.49
Current assets, loans and advances	16,823.03	9,760.60	3,862.60
Non-Current Assets Classified as Held for Sale	-	-	-
Sub-total	17,880.86	10,911.92	4,920.50
Loan funds (Secured loans + Unsecured loans)	5,426.63	4,570.48	1,609.80
Current liabilities and provisions	2,986.22	1,908.72	815.08
Non-current liabilities	37.13	44.71	21.04
Sub-total	8,449.98	6,523.91	2,445.92
Total	9,430.88	4,388.03	2,474.58

Note -The financial figures for FY 24-25 and FY 23-24 are based on consolidated figures and for FY 22-23, the figures reflect standalone figures.

[Net tangible assets means the sum of all the assets of our group excluding intangible assets, right of use assets and deferred tax asset (net) reduced by sum of all the liabilities excluding lease liabilities and deferred tax liabilities (net) of the group.]





SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail:singhalsewak@gmail.com

Tel: 0771-4056501

Note 2: Composition of Restated Monetary Assets:

Description	As at March 31		
	2025	2024	2023
Cash in hand	137.14	4.82	20.01
Balance with bank			
- on current account	369.43	767.41	1,112.69
- on deposit account (net of bank deposits not considered as cash and cash equivalent)	-	-	-
Current Investment in Equity Instruments, Mutual Funds, AIF and gold	2,982.51	1,727.95	857.05
Total	3,489.08	2,500.18	1,989.75

Note -The financial figures for FY 24-25 and FY 23-24 are based on consolidated figures and for FY 22-23, the figures reflect standalone figures..

[Monetary Assets is the aggregate of Cash in hand + Balance with bank in current and deposit account (net of bank deposits not considered as cash and cash equivalent)+ Current Investment in Equity Instruments, Mutual Funds, AIF and gold]





SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail: singhalsewak@gmail.com

Tel: 0771-4056501

ANNEXURE B

Statement of average operating profits

(₹ in Lakhs)

Description	For the financial years ended		
	March 31, 2025	March 31, 2024	March 31, 2023
Restated financial statements:			
Revenue from operations (A)	38,055.81	23,859.18	23,345.05
Operating expenses:			
Cost of material consumed	400.85	480.11	291.29
Purchase of Machines for Trade and Refurbishment	30,693.96	16,793.91	17,439.57
Changes in inventories of Finished Goods, Stock-in-trade and Work-in-progress	-1,525.47	687.4	-73.93
Direct Expenses	1,619.23	2,063.88	2,323.42
Depreciation and amortization expense	84.86	78.57	62.54
Other Operating Expenses*	4,532.04	1,497.60	1,941.18
Total operating expenses (B)	35,805.46	21,601.47	21,984.07
Operating profit (A-B)	2,250.35	2,257.71	1,360.98
Restated Average operating profit		1,956.35	

Note - The financial figures for FY 24-25 and FY 23-24 are based on consolidated figures and for FY 22-23, the figures reflect standalone figures.

The average restated operating profit of the Company for the preceding three fiscals, i.e., financial year ended March 31, 2025, March 31, 2024 and March 31, 2023 is ₹ 1,956.35 Lakhs.

[Operating profit is profit before tax after adjusting other income and finance cost]





SINGHAL & SEWAK

Chartered Accountants

311-312, 2nd Floor, Eskay Plaza, Near Anand Talkies, Raipur, Chhattisgarh-492001

E-mail:singhalsewak@gmail.com

Tel: 0771-4056501

ANNEXURE C

Statement showing restated net worth for equity shareholders

(₹ in Lakhs)

Description	As at March 31,		
	2025	2024	2023
Paid-up share capital	13.9	13.9	13.9
Share premium account	2633.14	245.1	245.1
Reserves and surplus	5,971.92	4,047.94	2,191.12
Miscellaneous Expenditure	-	-	-
Net worth	8618.96	4306.94	2,450.12

Note -The financial figures for FY 24-25 and FY 23-24 are based on consolidated figures and for FY 22-23, the figures reflect standalone figures.

For the purposes of the above, "net worth" means the aggregate value of the paid-up share capital and all reserves created out of the profits and securities premium account and debit or credit balance of profit and loss account, after deducting the aggregate value of the accumulated losses, deferred expenditure and miscellaneous expenditure not written off, but does not include reserves created out of revaluation of assets, write-back of depreciation and amalgamation, each as applicable for the Company on a restated and consolidated basis.

