

**INDEPENDENT AUDITOR'S EXAMINATION REPORT ON RESTATED IND AS
FINANCIAL INFORMATION**

To,
The Board of Directors
Mangal Electrical Industries Limited
(formerly known as Mangal Electrical Industries Private Limited)

Dear Sirs,

1. We have examined the attached Restated Financial Information of **Mangal Electrical Industries Limited** (formerly known as Mangal Electrical Industries Private Limited) (the "**Company**" or the "**Issuer**") comprising the Restated Statement of Assets and Liabilities as at March 31, 2025, March 31, 2024 and March 31, 2023, the Restated Statements of Profit and Loss (including Other Comprehensive Income), the Restated Statement of Change in Equity and the Restated Cash Flow Statement for the years ended March 31, 2025, March 31, 2024 and March 31, 2023, the summary of material accounting policies and other explanatory information (collectively, the "**Restated Financial Information**"), as approved by the Board of Directors of the Company at their meeting held on July 23, 2025 for the purpose of inclusion in the Red Herring Prospectus ("**RHP**") and Prospectus prepared by the Company in connection with its proposed Initial Public Offer of equity shares ("**Issue**") on the BSE Limited & National Stock Exchange of India Limited ("**Stock Exchanges**").
2. These Restated Financial Information were prepared in terms of the requirements of:
 - a) Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "**Act**") read with Companies (Prospectus and Allotment of Securities) Rules 2014;
 - b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("**ICDR Regulations**") issued by the Securities and Exchange Board of India ("**SEBI**") as amended from time to time; and
 - c) 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 (the "**Guidance Note**") as amended.
3. The Company's Board of Directors is responsible for the preparation of the Restated Financial Information for the purpose of inclusion in the RHP to be filed with Securities and Exchange Board of India; the stock exchanges where the equity shares of the company are proposed to be listed; Registrar of Companies, Rajasthan at Jaipur ("**ROC**") in connection with the proposed issue. The Restated Financial Information has been prepared by the management of the Company as per "**Basis of Preparation of Restated Financial Information**" note stated in Note - 2 to Notes to the Restated Financial Information. The Board of Directors of the company's responsibility includes designing, implementing and maintaining adequate internal control relevant to the preparation and presentation of Restated Financial Information. The Board of Directors are also responsible for identifying and ensuring that the company complies with the Act, ICDR Regulations and the Guidance Note.

Further above referred Restated Financial Information for financial year 2022-23 has been prepared by consolidating financial statements of Mangal Electrical Industries Limited (MEIL) (formerly known as Mangal Electrical Industries Private Limited) and financial statements of Erstwhile Dynamic Powertech Private Limited (DPPL) which got merged with MEIL with appointed date as April 01, 2023 in accordance with requirements of Appendix C of Ind AS 103: Business Combinations with respect to Entities under Common Control. Pursuant to the merger, the Restated Financial Information for the financial year 2024-25 and 2023-24 has been prepared on a standalone basis.

4. We have examined such Restated Financial Information taking into consideration:
- The terms of reference and terms of our engagement agreed upon with you in accordance with our engagement letter dated September 2, 2024 and subsequent addendum dated December 23, 2024 & July 23, 2025 in connection with the proposed IPO of equity shares of the Issuer;
 - The Guidance Note also requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI;
 - Concepts of test checks and materiality to obtain reasonable assurance based on verification of evidence supporting the Restated Financial Information; and
 - The requirements of Section 26 of the 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 IPO.
 - These Restated Financial Information have been compiled by the management from the Audited Financial Statements of the Company as at and for year ended March 31, 2025 and Special Purpose Audited Financial Information for the financial years ended March 31, 2024 and March 31, 2023 prepared in accordance with Ind AS under Division II of Schedule III of Companies Act, as amended, and other relevant provisions of Companies Act 2013, which have been approved by the Board of Directors at their meetings held on May 24, 2025 for financial year ended March 31, 2025 and September 02, 2024 for financial years ended March 31, 2024 and March 31, 2023.
5. For the purpose of our examination, we have relied on:
- Auditor's reports issued by us dated May 24, 2025 for the Financial Statement of the Company as at and for the year ended March 31, 2025 in accordance with Ind AS under Division II of Schedule III of Companies Act as referred in Paragraph [4] above.
 - Special purpose Auditor's reports issued by us dated September 2, 2024 for the Restated Financial Information of the Company as at and for the year ended March 31, 2024 and March 31, 2023 in accordance with Ind AS under Division II of Schedule III of Companies Act as referred in Paragraph [4] above.

Our Audit report referred to in Paragraph [5(a)] above included Emphasis of Matter which is reproduced below:


Emphasis of Matter Paragraph

Refer Note No- 36: Disclosure as per Ind AS 24 – Related Parties regarding disclosure of remuneration of Mr. Pawan Mendiratta, Chief Financial Officer of the company. As stated in the said note, the company has not considered him as CFO (KMP) and no form DIR-12 was filed towards his appointment as CFO due to non-applicability of Section 203 of the Companies Act, 2013 on a private limited company, although he has signed the financial statements of the company for FY 2022-23 & FY 2023-24.

Our opinion is not modified in respect of above matter.

6. Based on our examination and according to the information and explanations given to us, we report that the Restated Financial Information:
- have been prepared after incorporating adjustments for the changes in accounting policies, material errors and regrouping / reclassifications, if any, retrospectively in the financial years ended March 31, 2024 and March 31, 2023 to reflect the same accounting treatment as per the accounting policies and grouping / classifications as applicable for year ending March 31, 2025 which are further adjusted for Ind AS as per Division II of Schedule III of companies act 2013
 - there are no unadjusted qualifications in the auditor's report for the respective year, and;
 - have been prepared in accordance with the Act, ICDR Regulations and the Guidance Note.
7. The Restated Financial Information do not reflect the effects of events that occurred subsequent to the respective dates of the reports on the special purpose financial information and audited financial information mentioned in paragraph [4] above.
8. 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 information referred to herein.
9. We have no responsibility to update our report for events and circumstances occurring after the date of the report.
10. Our report is intended solely for use of the Board of Directors for inclusion in the Issue Documents to be filed with Securities and Exchange Board of India, BSE Limited and National Stock Exchange of India Limited and Registrar of Companies, Rajasthan at Jaipur in connection with the proposed IPO. Our report should not be used, referred to, or distributed for 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 whose hands it may come without our prior consent in writing.

For A Bafna and Co
Chartered Accountants
FRN - 003660C


Vivek Gupta
Partner
M. No.: 400543



UDIN: 24400543BMLIGV1816
Place: Jaipur
Date: July 23, 2025