



TECHO LEGAL CONSULTING

Shri Ram Techno Legal Consultants

(Chartered Engineer| Valuers| Legal Consulting)

CHARTERED ENGINEER'S CERTIFICATE

FOR CAPACITY UTILIZATION

Certificate No. SRTLC/CME/2025/003

M/s Auto Recycling Systems Ltd,

Khasra No. 57 Baghola Janauli Road,

Opp. JSW MI Steel Centre,

Baghola, Haryana 121102

Ref. - Assignment Letter from Auto Recycling Systems Ltd.

(Collectively referred to as the “**Book Running Lead Managers**” or the “**BRLMs**”)

Sub: Utilization Certificate for the Plant & Machinery engaged into the Production at M/s Auto Recycling Systems Ltd, Khasra No. 57 Baghola Janauli Road, Opp. JSW MI Steel Centre, Baghola, Haryana 121102

Dear Sir/Madam,

I, the undersigned, confirm that I am duly registered as a chartered engineer with the Institution of Engineers (India) bearing registration number M-1359341 (Certificate of registration enclosed herewith as **Annexure I**), and that I am authorized and competent to issue this certificate. Further, I confirm that the aforesaid registration is valid as on date hereof, and as such, I am duly qualified to issue this certification.

Pursuant to the engagement letter dated 03.10.2025, I have been engaged by the Company to carry out an independent verification for certifying certain information identified in **Annexure II, III and IV** hereto, to be included in the Materials (as defined below).

Based on the information, explanations and representations provided to me by the Company along with the basis of working and assumptions followed, wherever applicable, examination and verification of the manufacturing plant, physical inspection of the equipment and based on my verification of the relevant records and documents of the Company, I, hereby certify the following as true, fair, complete, accurate and not misleading:



- Details of the Company's aggregate installed production capacities, and the capacity utilization of the Company's production facilities, during the relevant periods, are enclosed as **Annexure II** and **Annexure III** hereto;
- the products manufactured by the Company in each of the production facilities are enclosed as **Annexure II**
- Description of the procedure pertaining to installed production capacity certificate issued to the Company enclosed as **Annexure IV** hereto.

M/s Auto Recycling Systems Ltd. is having the Recycling of Scrap Aluminum products from various sources, collect, store, sort, crush and remelt into the furnace. The extraction of various grades of Aluminum in the form of ingots as finished goods.

The information relating to the estimated annual installed production capacities and the capacity utilization of the manufacturing units included in the materials (as defined below) is based on a number of assumptions and estimates of the management, including expected operations, availability of raw materials, expected unit utilization levels, downtime resulting from scheduled maintenance activities, downtime resulting from change in stock keeping units for a particular product, unscheduled break downs ,mould changeover, as well as expected operational efficiencies. In particular, the following assumptions have been made in the calculation of the estimated annual installed production capacities of the Company's manufacturing units, and are certified by me:

- Past experience of the management to manufacture the products
- Available orders on hand for the products
- Raw material consumption and the availability of raw materials to estimate the production of each product
- The product mix that the Company can make in a given stream or given plant

It may be noted that the installed production capacity is worked out on the basis of three (3) shifts each being eight (8) hours long and the sum total of various different products for which the unit is capable of manufacturing and is already manufacturing.

I Represent that my execution, delivery and performance of this certificate has been duly authorized by all necessary actions (corporate or otherwise).



I further confirm that I am an independent person with no direct or indirect interest in the Company except for provision of professional services in the ordinary course of my profession. Further, I am not in any way connected with or related to the Company, its promoters, promoter group, its key managerial personnel, its directors, its group companies or directors of its group companies, the BRLMs or their affiliates.

I hereby confirm that the information in this certificate and the annexures, including any extracts Thereof, may be reproduced in the Draft Red Herring prospectus (“**DRHP**”), Red Herring prospectus (“**RHP**”) and the prospectus of the Company (“**Prospectus**”) to be filed with the Registrar of Companies, Gujarat at Ahmedabad (“**RoC**”), SEBI, the BSE Limited (“**BSE**”) and National Stock Exchange of India Limited (“**NSE**”, and together with BSE, the “**Stock Exchanges**”), as applicable or any other document(s) to be issued, published or filed in connection with the Offer (such materials, together with the RHP and the Prospectus, the “**Materials**”).

I agree to keep the information regarding the Offer strictly confidential.

I consent to be named as an “expert” as defined under the provisions of the Companies Act, 2013, as amended and the rules framed thereunder, in the Materials. Further, I confirm that I am not, and have not been, engaged or interested in the formation or promotion of the management of the Company. The following details with respect to me may be disclosed in the Materials:

Name	SANJIV RAGHVENDRA BETDUR
Address	4/301, AMRUT AANGAN CO-OP SOCIETY, PARIKNAGAR, OLD MUMBAI-PUNE ROAD, KALWA(W), THANE 400605 (M.S)
Contact Number	+91 8369897966
Email ID	Sanjiv.betdur@gmail.com
Membership Details	M-1359341 Practice Registration No. PP1000782

I confirm that the Book Running Lead Managers and the legal counsels may rely on the contents of this certificate in connection with the Offer. Further, I undertake to immediately inform the Company and the Book Running Lead Managers in writing of any changes or qualifications or any developments in respect of the matters covered in this Certificate until the date when the Equity Shares issued pursuant to the Offer commence trading on the Stock Exchanges. In the absence of any such written communication from me/us, the above information contained in the Materials and certified herein



should be taken as true, correct, and accurate and updated until the date when the Equity Shares issued pursuant to the Offer commence trading on the Stock Exchanges.

Further, I also give my consent to include this certificate as part of the '*Material Contracts and Documents for Inspection*' in the Offer Documents, thereby making it available to the public for inspection.

I hereby authorize you to deliver this letter to SEBI (including for any inspections), the Stock Exchanges, the RoC and any other governmental or regulatory authority as may be required. All capitalized terms not defined herein would have the same meaning as attributed to it in the DRHP.

Thanking you.

Best Regards

Sanjiv Raghvendra Betdur
Chartered Engineer (Mechanical)
M-1359341
Practice Registration No. PP1000782

A handwritten signature in blue ink, appearing to read 'Sanjiv R. Betdur', is written over a light blue circular stamp.



Date: 11.09.2026



ANNEXURE I





ANNEXURE II

Capacity and Utilization

The following table sets forth details of the Company's aggregate installed production capacity, as per product groups as on 31/03/2026

Sr No	Manufacturing Unit	Plot Area	Utilized Area	Surplus Area	Vacant Land	Products	Installed Capacity Per annum
1	Khasra No. 57 Baghola Janauli Road, Opp. JSW MI Steel Centre, Baghola, Haryana 121102	3897.862m ²	2338.717m ²	1559.1m ²	Nil	Recycling of Automotive Components and Casting	13,050 Tons/ annum* Refer details mentioned in Machinery – Plant 1

*Production capacity of each Machinery/ Equipment per day and No. of working days per annum 300 days in a Financial Year

Sr. No	Description of Machineries	No. of Machines	Overall Installed Capacity*	Installation Year	Location	Residual Life	Owned/ Rental
1	Skelner Furnace 01 Industrial Furnace	01 Nos	06 Tons/ Batch	2023	Shop Floor	27Yrs	Owned
2	Skelner Furnace 02 Industrial Furnace	01 Nos	08 Tons/ Batch	2024	Shop Floor	28Yrs	Owned
3	Casting Converter	01 Nos	7.5 HP	2024	Shop Floor	28Yrs	Owned
4	APCM	01 No	40HP	2023	Shop Floor	28Yrs	Owned
5	Sample Polish Machine	01 No	4HP	2022	Shop Floor	28Yrs	Owned
6	Piston Cutting Machine	01 No	01 Tons	2022	Unloading Area	28Yrs	Owned
7	Bench Grinder	01 No	01 Tons	2023	Unloading Area	28Yrs	Owned
8	Ball Mill Machine	01 No	20HP	2023	Unloading Area	28Yrs	Owned



Proposed Enhancement of existing Capacity by addition of Plant, Machinery and Equipment in the FY 2026-27

Sr. No	Description of Machineries	No. of Machines	Overall Installed Capacity	Installation Year	Location	Residual Life	Owned/ Rental
1	Skelner Furnace Hydraulic Tilting Base	02 Nos	08 Tons/ Batch	2026	TBD	30Yrs	Proposed
2	Skelner Furnace Hydraulic Tilting Base	01 Nos	06 Tons/ Batch	2026	TBD	30Yrs	Proposed
3	220 Mould Conveyer Swan Type	02 Sets	220 Mould	2026	TBD	30Yrs	Proposed
4	Pollution System (Chimney 1000 x 550) 100 Ft. dusting 30 Mtr. Dia 600, Hood as per Furnace, Wet Scrubber and Venturi	01 Lot	1000 X 550	2026	TBD	30Yrs	Proposed
5	Shower System Wet Scrubber & Pipeline	01 Set	1 HP	2026	TBD	30Yrs	Proposed
6	ID FAN With 40 HP Motor	01 Set	40 HP	2026	TBD	30Yrs	Proposed
7	GAS TRAIN 2'' for FURNACE	01 Set	01	2026	TBD	30Yrs	Proposed
8	CHARGER	01 Set	600 kgs	2026	TBD	30Yrs	Proposed
9	Ball Mill	01 Set	700 Kgs	2026	TBD	30Yrs	Proposed
10	Drum Magnetic Separator	01 No,	Drum Size 400mm X 600mm	2026	TBD	30Yrs	Proposed

Please note above mention Plant, Machinery and Equipment are in the process of Procurement and will be installed during this FY 2026-27

TBD – To be Decided

Proposed – In process of procurement



**Installed Capacity of sum total of all individual machines required as per Load to produce the components*

Sr. No	Utilities	No. of Machines	Installation Year	Installed Capacity	Residual Life	Owned/ Rental
1	Air Compressor	01No	2022	25 HP	26Yrs	Owned
2	Diesel Generator	01No	2022	62.5 KVA	19Yrs	Owned
3	Fork Lifts	03 Nos	2022	03 Tons	26Yrs	Owned
4	EOT Cranes	02 Nos	2022	05 Tons	26Yrs	Owned
5	Weigh Scale	02 Nos	2023	300Kgs	26Yrs	Owned

**Considering 300 working days in a Financial Year*

Laboratory Machines at Auto Recycling Systems, used for testing of Material strength and determination of Chemical Composition

Sr. No	Utilities	No. of Machines	Installation Year	Residual Life	Owned/ Rental
1	Digital Tensile Testing Machine (Make ALOE)	01No	09/03/2024	28Yrs	Owned
2	Rockwell Hardness Tester	01No	09/03/2024	28Yrs	Owned
3	Spectro Meter with Scanner and Computer	01No	28/02/2023	27Yrs	Owned
4	Density Meter	01No	09/03/2024	23Yrs	Owned
5	FOUNDRYMASTER SMART-2(FMS2) -Bench top, emission spectrometer suitable for analysis of ALUMINIUM & ZINC based alloys with following features:	01 Set	2026	25Yrs	Proposed



ANNEXURE III

The Details of Capacity Utilization of the mill and packaging lines are as follows:

	Installation period	As on 31 st March 2024			As on 31 st March. 2025			As on 31 st March. 2026		
Line		Installed Capacity/ Annum in Tons	Actual Production / Annum in Tons	Utilization %	Installed Capacity/ Annum in Tons	Actual Production / Annum in Tons	Utilization %	Installed Capacity/ Annum in Tons	Actual Production / Annum in Tons	Utilization %
Skelner Furnace 01- Industrial Furnace	Installed in 2023	7,200	4,520	62.78%	7,200	5,250	72.92%	7,200	6,222	86.42%
Skelner Furnace 02 - Industrial Furnace	Installed in 2024	Installed in 2024			2,700	787	29.15%	8,000	7,100	88.75%
Total Utilized Capacity		7,200	4,520	62.78%	9,900	6,037	60.98%	15,200	13,322	87.64%

*The date of Installed 5th Dec 2024

Hence M/s Auto Recycling Systems Ltd, at present running at an average in last three financial years with

“Capacity Utilization of 70.47%”

for the Machinery/ Equipment used in production.

- Details in this report are collected from the client and are relied upon. We shall not be held responsible if authenticity is questioned at any time.
 - We hereby declare that the particulars and statements made in this certificate are true and correct.
- Total Installed Capacity including Existing and Proposed would be mentioned as below:**

Sr. No.	Line Machinery	Qty. Nos	Installed Annual Capacity, in Tons/ Annum
1	Skelner Furnace Industrial Furnace	01	7,200
2	Skelner Furnace Industrial Furnace	01	8,000
3	Skelner Furnace Hydraulic Tilting Base	02	16,000
4	Skelner Furnace Hydraulic Tilting Base	01	6,000
Total Capacity (Existing + Proposed) in Tons			37,200

We further declare that we have no direct or indirect interest in the equipment certified.

Sanjiv Raghvendra Betdur

Chartered Engineer (Mechanical)

M-1359341

Practice Registration No. PP1000782

[Signature]

Date: 11.09.2026





ANNEXURE -IV

Site Photographs















