Independent Auditors' Report

Members of Adley Formulations Private Limited

Report on the Standalone Financial Statements

We have audited the accompanying standalone Ind-AS financial statements of Adley Formulations Private Limited ('the Company'), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss, including the statement of Other Comprehensive Income, the Cash Flow Statement and the Statement of Changes in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 ('the Act') with respect to the preparation of these standalone Ind-AS financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flows and changes in equity of the Company in accordance with accounting principles generally accepted in India, including the Indian Accounting Standards (Ind-AS) specified under Section 133 of the Act., read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial control that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Ind-AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these standalone Ind-AS financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under. We conducted our audit of the standalone Ind-AS financial statements in accordance with the Standards on Auditing, issued by the Institute of Chartered Accountants of India, as specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the standalone Ind-AS financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the standalone Ind-AS financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the standalone Ind-AS financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone Ind AS financial statements.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone Ind-AS financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, its profit including other comprehensive income, its cash flows and the changes in equity for the year ended on that date.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's report) Order, 2016 ('the Order') issued by the Central Government of India in terms of subsection (11) of Section 143 of the Act, we give in the Annexure 1 a statement on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;
b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
c. The Balance Sheet, Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
d. In our opinion, the aforesaid standalone Ind-AS financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
e. On the basis of written representations received from the directors as on March 31, 2026, and taken on record by the Board of Directors, none of the Directors is disqualified as on March 31, 2026, from being appointed as a director in terms of Section 164 (2) of the Act;
f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refers to our separate Report in "**Annexure B**";
g. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2020, in our opinion and to the best of our information and according to the explanations given to us:
i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;
iii. There have been no amounts available which is required to be transferred to the Investor Education and Protection Fund by the Company;
iv. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we did not come across any instance of the audit trail feature being tampered with.

For KALRA RAI & ASSOCIATES

Chartered Accountants

Place:- Chandigarh
Date: 14/05/2026
UDIN: 26087438ARMSZB6303

Sd/-
(Lajpat Rai Kalra)
Partner
M. No- 087438
FRN: 008859N

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Annexure 1 referred to in paragraph 1 of our report of even date

Re: Adley Formulations Private Limited ('the Company')

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

i. In respect of the Company’s Property, Plant and Equipment and Intangible Assets:

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.

(B) The Company has maintained proper records showing full particulars of intangible assets.

(c) The Company has a program of physical verification of Property, Plant and Equipment so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. According to the information and explanations given to us, no material discrepancies were noticed on such verification.

(d) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its Property, Plant and Equipment and intangible assets during the year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. (a) As explained to us, the inventories were physically verified during the year by the Management at reasonable intervals, except goods-in-transit. The coverage and procedure adopted by the Management is appropriate according to the size and scale of the Company. No discrepancies of 10% or more were observed in any class of inventories.

(b) The Company has been previously sanctioned working capital limits of Rs. 9.6 crore, in aggregate, from banks or financial institutions and the monthly statements filed by the Company with such banks or financial institutions are in agreement with the books of accounts of the Company.

iii. (a) The Company has not provided any loans or advances in the nature of loans or stood guarantee, or provided security to any other entity during the year, and hence reporting under clause 3(iii)(a) of the Order is not applicable.

(b) The company has not made any investments, or provided any guarantees, loans or advances. Hence, clause 3(iii)(b) is not applicable.

(c) The company has not provided any loans and hence, clause 3(iii)(c) is not applicable.

(d) The company has not granted any loans and hence, clause 3(iii)(d) is not applicable.

(e) The company has not granted any loan and hence, clause 3(iii)(e) is not applicable.

(f) The Company has not granted any loans or advances. Hence, reporting under clause 3(iii)(f) is not applicable.

iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.

v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.

vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.

vii. In respect of statutory dues:

(a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees" State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities except the company was in default in payment of advance tax. There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees" State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

ix. (a)The Company has not defaulted in repayment of loans or other borrowings or in payment of interest thereon to any lender.

(b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
(c) According to the explanations provided by the Company and overall examination of the financial statements of the Company, the term loans were prima facie applied for the purpose for which they were obtained.
(d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
(f) The Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies and hence reporting on clause 3(ix)(f) of the Order is not applicable.

x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

(c) The Company has not received any whistle-blower complaints during the year.

xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

xiv. (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.

xv. In our opinion during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b), (c) and (d) of the Order is not applicable.

xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors of the Company during the year.

xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. The Company has fully spent the required amount towards Corporate Social Responsibility (CSR) and there are no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) of paragraph 3 of the order is not applicable for the year.

For KALRA RAI & ASSOCIATES

Chartered Accountants

Place:- Chandigarh
Date: 14/05/2026
UDIN: 26087438ARMSZB6303

Sd/-
(Lajpat Rai Kalra)
Partner
M. No- 087438
FRN: 008859N

"ANNEXURE-B" TO THE AUDITORS' REPORT

Referred to in Paragraph 7 of Our Report of Even Date

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls over financial reporting of **Adley Formulations Private Limited** ("the Company") as of 31 March 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013 ("the Act").

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting ("the Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31st March 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For KALRA RAI & ASSOCIATES

Chartered Accountants

Place:- Chandigarh
Date: 14/05/2026
UDIN: 26087438ARMSZB6303

Sd/-
(Lajpat Rai Kalra)
Partner
M. No- 087438
FRN: 008859N

BALANCE SHEET AS AT 31ST MARCH, 2026

(All amounts in Rs. Lacs)

Particulars	Note	As at 31 March 2026	As at 31 March 2025
A. ASSETS			
1 Non-current assets			
Property, Plant and Equipment	1	2,332.44	2,045.55
Intangible assets	1	29.25	8.17
Capital work-in-progress	1	–	–
Financial assets			
– Investments		–	–
– Loans		–	–
– Other financial assets	2	749.00	628.33
Deferred tax assets (net)	3	74.32	48.03
Other non-current assets	4	547.57	203.81
Total non-current assets		**3,732.59**	**2,933.89**
2 Current assets			
Inventories	5	2,482.39	1,686.83
Financial assets			
– Trade receivables	6	6,553.40	4,804.30
– Cash and cash equivalents	7	403.03	319.73
– Other financial assets	8	280.47	211.36
Other current assets	9	29.64	19.24
Total current assets		**9,748.93**	**7,041.46**
TOTAL ASSETS		**13,481.52**	**9,975.35**
B. EQUITY AND LIABILITIES			
1 Equity			
Equity share capital	10	126.00	126.00
Other equity	11	5,689.74	4,023.50
Total equity		**5,815.74**	**4,149.50**
2 Non-current liabilities			
Financial liabilities			
– Borrowings	12	767.40	753.18
– Other financial liabilities		–	–
Provisions	13	100.42	81.50
Other non-current liabilities	14	200.18	167.57
Total non-current liabilities		**1,068.00**	**1,002.25**
3 Current liabilities			
Financial liabilities			
– Borrowings	15	562.93	212.32
– Trade payables	16	5,498.83	3,832.83
– Other financial liabilities	17	22.94	344.96
Provisions	18	325.85	284.99
Other current liabilities	19	187.22	148.49
Total current liabilities		**6,597.79**	**4,823.60**
TOTAL EQUITY AND LIABILITIES		**13,481.52**	**9,975.35**

See accompanying notes forming part of the financial statements

For KALRA RAI AND ASSOCIATES
Chartered Accountants (FRN: 008859N)
Sd/-
LAJPAT RAI KALRA
Partner
Membership No. 087438
UDIN: 26087438ARMSZB6303
Place: Chandigarh
Date: 14/05/2026

For and on behalf of the Board of Directors

Sd/-
RAHUL BATRA
Director
DIN: 02229234

Sd/-
VARUN BATRA
Director
DIN: 02148383

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH, 2026

(All amounts in Rs. Lacs)

Particulars	Note	Year ended 31 March 2026	Year ended 31 March 2025
I. INCOME			
Revenue from operations (net)	20	14,086.97	12,597.31
Other income	21	29.78	9.68
Total income (I)		**14,116.75**	**12,606.99**
II. EXPENSES			
Cost of materials consumed	22	7,138.76	6,557.16
Purchases of stock-in-trade		–	–
Changes in inventories of finished goods, stock-in-trade and WIP	23	(365.53)	(121.70)
Employee benefits expense	24	2,363.05	1,838.56
Finance costs	25	187.27	125.25
Depreciation and amortisation expense	1	480.35	274.41
Other expenses	26	2,092.73	1,605.08
Total expenses (II)		**11,896.64**	**10,278.76**
Profit before exceptional items and tax (I – II)		**2,220.11**	**2,328.23**
Exceptional items		–	–
Profit before tax		**2,220.11**	**2,328.23**
Tax expense			
Current tax		580.40	593.50
Deferred tax		(26.10)	(3.34)
Total tax expense		**554.30**	**590.16**
Profit for the year attributable to owners of the company		**1,665.81**	**1,738.07**
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurement gain/(loss) on defined benefit plans		0.76	–
Income tax on above		(0.19)	–
Total other comprehensive income		**0.57**	**–**
Total comprehensive income for the year		**1,665.25**	**1,738.07**
Earnings per equity share (face value Rs. 10 each)			
Basic (Rs.)		132.21	137.94
Diluted (Rs.)		132.21	137.94

See accompanying notes forming part of the financial statements (Note 27)

For KALRA RAI AND ASSOCIATES
Chartered Accountants (FRN: 008859N)
Sd/-
LAJPAT RAI KALRA
Partner
Membership No. 087438
UDIN: 26087438ARMSZB6303
Place: Chandigarh
Date: 14/05/2026

For and on behalf of the Board of Directors

Sd/-
RAHUL BATRA
Director
DIN: 02229234

Sd/-
VARUN BATRA
Director
DIN: 02148383

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH, 2026

(All amounts in Rs. Lacs)

Particulars	Year ended 31 March 2026	Year ended 31 March 2025
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax and extraordinary items (as per Statement of P&L)	2,220.11	2,328.23
Adjustments for non-cash / non-trade items		
Depreciation & amortisation expense	480.35	274.41
Finance cost	187.27	125.25
Interest received	(25.20)	(8.24)
Other inflows / (outflows) of cash	(520.37)	(329.03)
Operating profit before working capital changes	**2,342.16**	**2,390.62**
Adjusted for: Working capital changes		
(Increase) / decrease in trade receivables	(1,749.10)	(2,046.59)
Increase / (decrease) in trade payables	1,666.00	1,161.30
(Increase) / decrease in inventories	(795.56)	(285.17)
Increase / (decrease) in other current liabilities	38.74	172.16
(Increase) / decrease in short-term loans and advances	(69.11)	105.59
(Increase) / decrease in other current assets	(10.40)	57.47
Net working capital changes	**(919.44)**	**(835.26)**
Net cash flow from operating activities (A)	**1,422.72**	**1,555.36**
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of tangible / intangible assets	(788.33)	(882.76)
Interest received	25.20	8.24
Cash used for long-term loans / advances	(464.44)	(285.31)
Net cash used in investing activities (B)	**(1,227.57)**	**(1,159.84)**
C. CASH FLOW FROM FINANCING ACTIVITIES		
Finance cost	(187.27)	(125.25)
Increase / (decrease) in short-term borrowings	28.59	(234.34)
Increase / (repayment) of long-term borrowings	14.21	199.82
Increase / (repayment) of other long-term liabilities	32.61	0.29
Increase / (decrease) in share capital	–	–
Other inflows / (outflows) of cash	–	–
Net cash generated from financing activities (C)	**(111.85)**	**(159.47)**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**83.30**	**236.05**
Cash and cash equivalents at the beginning of the period	319.73	83.68
Cash and cash equivalents at the end of the period	403.03	319.73
Net increase / (decrease) in cash and cash equivalents	**83.30**	**236.05**

For KALRA RAI AND ASSOCIATES
Chartered Accountants (FRN: 008859N)
In terms of our report attached.
Sd/-
LAJPAT RAI KALRA
Partner
Membership No. 087438
UDIN: 26087438ARMSZB6303
Place: Chandigarh
Date: 14/05/2026

For and on behalf of the Board of Directors

Sd/-
RAHUL BATRA
Director
DIN: 02229234

Sd/-
VARUN BATRA
Director
DIN: 02148383

NOTE 1 – PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS

For the year ended 31st March, 2026 (with previous year net block) — Amount in Rs. Lacs

Assets	Life (yrs)	Shift	Gross Block					Accumulated Depreciation / Amortisation				Net Block	
			As at 1 Apr ‘25	Additions	Business acq.	Deletions	As at 31 Mar ‘26	As at 1 Apr ‘25	Provided	Deletions / adj.	As at 31 Mar ‘26	31 Mar ‘26	31 Mar ‘25
A. Property, Plant & Equipment (Owned)													
Land	Single	–	3.59	–	–	–	3.59	–	–	–	–	3.59	3.59
Showroom land	Single	–	26.20	–	–	–	26.20	–	–	–	–	26.20	26.20
Building	30	Single	749.70	105.04	–	–	854.74	195.66	58.05	–	253.71	601.03	554.04
Showroom SCO 42	30	Single	86.98	–	–	–	86.98	41.09	4.36	–	45.45	41.54	45.90
Plant and machinery	15	Single	1,295.21	458.28	–	–	1,753.49	415.20	204.15	–	619.35	1,134.14	880.01
Furniture and fixtures	10	Single	105.65	66.35	–	–	172.00	39.36	21.99	–	61.35	110.65	66.29
Electrical equipments	5	Single	138.52	105.26	–	–	243.77	95.02	44.31	–	139.33	104.44	43.50
Computer	3	Single	16.39	7.35	–	–	23.74	11.42	4.83	–	16.25	7.49	4.97
Vehicle	8	Single	694.71	26.68	–	4.60	716.79	273.65	139.76	–	413.41	303.38	421.06
Total (A)			**3,116.95**	**768.95**	**–**	**4.60**	**3,881.30**	**1,071.39**	**477.46**	**–**	**1,548.85**	**2,332.44**	**2,045.55**
Previous year total (A)			2,241.56	882.34	–	6.96	3,116.95	803.57	267.83	–	1,071.39	2,045.55	1,437.99
B. Capital Work-in-Progress													
Building / Plant & machinery / Software development / EUGMP fee			–	–	–	–	–	–	–	–	–	–	–
Total (B)			**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
Previous year total (B)			–	–	–	–	–	–	–	–	–	–	–
C. Intangible Assets													
Product registration fee			29.55	1.98	–	–	31.53	28.08	0.50	–	28.58	2.94	1.47
Software			–	22.00	–	–	22.00	–	0.44	–	0.44	21.56	–
Other intangible assets			7.38	–	–	–	7.38	0.67	1.95	–	2.62	4.75	6.70
Total (C)			**36.93**	**23.98**	**–**	**–**	**60.90**	**28.75**	**2.89**	**–**	**31.65**	**29.25**	**8.17**
Previous year total (C)			29.55	7.38	–	–	36.93	22.17	6.58	–	28.75	8.17	7.38
Current year total (A + B + C)			**3,153.87**	**792.93**	**–**	**4.60**	**3,942.20**	**1,100.15**	**480.35**	**–**	**1,580.50**	**2,361.70**	**2,053.73**
Previous year total			2,271.11	889.72	–	6.96	3,153.87	825.74	274.41	–	1,100.15	2,053.73	1,445.37

NOTE 1 – PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS (Comparative)

For the year ended 31st March, 2025 (with previous year net block) — Amount in Rs. Lacs

Assets	Life (yrs)	Shift	Gross Block					Accumulated Depreciation / Amortisation				Net Block	
			As at 1 Apr '24	Additions	Business acq.	Deletions	As at 31 Mar '25	As at 1 Apr '24	Provided	Deletions / adj.	As at 31 Mar '25	31 Mar '25	31 Mar '24
A. Property, Plant & Equipment (Owned)													
Land	Single	–	3.59	–	–	–	3.59	–	–	–	–	3.59	3.59
Showroom land	Single	–	26.20	–	–	–	26.20	–	–	–	–	26.20	26.20
Building	30	Single	676.46	73.24	–	–	749.70	142.79	52.87	–	195.66	554.04	533.67
Showroom SCO 42	30	Single	86.98	–	–	–	86.98	36.27	4.82	–	41.09	45.90	50.72
Plant and machinery	15	Single	874.77	420.44	–	–	1,295.21	295.38	119.81	–	415.20	880.01	579.39
Furniture and fixtures	10	Single	68.40	37.25	–	–	105.65	24.00	15.36	–	39.36	66.29	44.40
Electrical equipments	5	Single	118.98	19.54	–	–	138.52	70.86	24.16	–	95.02	43.50	48.11
Computer	3	Single	11.80	4.59	–	–	16.39	7.83	3.59	–	11.42	4.97	3.97
Vehicle	8	Single	374.39	327.28	–	6.96	694.71	226.44	47.21	–	273.65	421.06	147.95
Total (A)			**2,241.56**	**882.34**	**–**	**6.96**	**3,116.95**	**803.57**	**267.83**	**–**	**1,071.39**	**2,045.55**	**1,437.99**
Previous year total (A)			1,956.85	294.53	–	9.81	2,241.56	533.63	275.69	5.75	803.57	1,437.99	1,423.22
B. Capital Work-in-Progress													
Total (B)			**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**	**–**
C. Intangible Assets													
Registration fee			29.55	–	–	–	29.55	22.17	5.91	–	28.08	1.47	7.38
Other assets			–	7.38	–	–	7.38	–	0.67	–	0.67	6.70	–
Total (C)			**29.55**	**7.38**	**–**	**–**	**36.93**	**22.17**	**6.58**	**–**	**28.75**	**8.17**	**7.38**
Previous year total (C)			29.55	–	–	–	29.55	16.25	5.93	–	22.17	7.38	13.31
Current year total (A + B + C)			**2,271.11**	**889.72**	**–**	**6.96**	**3,153.87**	**825.74**	**274.41**	**–**	**1,100.15**	**2,053.73**	**1,445.37**
Previous year total			1,986.40	294.53	–	9.81	2,271.11	549.87	281.62	5.75	825.74	1,445.37	1,436.53

(All amounts in Rs. Lacs)

NOTE 2 – OTHER FINANCIAL ASSETS (NON-CURRENT)

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Security deposit – secured, considered good	171.69	151.58
Others – advances to staff	–	9.62
Others – advances to capital suppliers	577.31	467.13
Total	**749.00**	**628.33**

NOTE 3 – DEFERRED TAX (NET)

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Opening deferred tax asset	48.03	44.69
Add: Deferred tax addition during the year	26.29	3.34
Less: Deferred tax on loss on sale of asset	–	–
Net deferred tax asset	**74.32**	**48.03**

NOTE 4 – OTHER NON-CURRENT ASSETS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Amount deposited with Approved Gratuity Fund	13.50	7.50
GST recoverable	534.07	196.31
Total	**547.57**	**203.81**

NOTE 5 – INVENTORIES (VALUED AT COST OR NRV, WHICHEVER IS LOWER, UNLESS OTHERWISE STATED)

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Finished goods (other than those acquired for trading)	339.17	536.95
Raw material	654.33	306.00
Work-in-progress	1,026.94	463.64
Others	461.95	380.24
Total	**2,482.39**	**1,686.83**

NOTE 6 – TRADE RECEIVABLES

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Outstanding for a period exceeding six months		
Secured, considered good	598.64	619.66
Sub-total	**598.64**	**619.66**
Outstanding for a period less than six months		
Secured, considered good	5,954.76	4,184.65
Sub-total	**5,954.76**	**4,184.65**
Total	**6,553.40**	**4,804.30**

(All amounts in Rs. Lacs)

NOTE 7 – CASH AND CASH EQUIVALENTS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Cash on hand		
Cash on hand	4.66	6.15
Imprest account	0.61	0.09
Sub-total	**5.26**	**6.25**
Balances with banks		
In current accounts – ICICI Bank	0.03	0.02
In current accounts – Custom Wallet	0.00	–
In current accounts – Kotak Mahindra Bank	2.64	2.47
Others – FDR	325.51	242.48
Others – FDRs (margin money against bank guarantee)	69.59	68.52
Sub-total	**397.76**	**313.48**
Total	**403.03**	**319.73**

NOTE 8 – OTHER FINANCIAL ASSETS (CURRENT)

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Loans and advances to related parties	–	–
Loans and advances to others – advances to suppliers	259.91	201.79
Loans and advances to others – other advances (staff)	20.56	9.57
Total	**280.47**	**211.36**

NOTE 9 – OTHER CURRENT ASSETS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Prepaid expenses	29.64	19.24
Total	**29.64**	**19.24**

NOTE 10 – SHARE CAPITAL

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Authorised: 13,00,000 equity shares of Rs. 10 each	130.00	130.00
Issued: 12,60,000 equity shares of Rs. 10 each	126.00	126.00
Subscribed and fully paid up: 12,60,000 equity shares of Rs. 10 each	126.00	126.00
Subscribed but not fully paid up	–	–
Total	**126.00**	**126.00**

10(a) Reconciliation of number of equity shares outstanding

Particulars	No. of shares 2025-26	Amount (Rs. Lacs)	No. of shares 2024-25	Amount (Rs. Lacs)
Shares outstanding at the beginning of the year	12,60,000	126.00	12,60,000	126.00
Shares issued during the year	–	–	–	–
Shares bought back during the year	–	–	–	–
Shares outstanding at the end of the year	**12,60,000**	**126.00**	**12,60,000**	**126.00**

10(b) Shareholders holding more than 5% of equity shares (both years)

Name of shareholder	No. of shares held	% of holding
Beta Drugs Limited	12,59,999	99.9999%
Mr. Rahul Batra	1	0.0001%

10(c) Promoters' shareholding at the end of the year

Name of shareholder	Shares 31 Mar 2026	% holding 2025-26	Shares 31 Mar 2025	% holding 2024-25
Beta Drugs Limited	12,59,999	100%	12,59,999	100%
Mr. Rahul Batra	1	0%	1	0%
Total	**12,60,000**	**100%**	**12,60,000**	**100%**

NOTE 11 – OTHER EQUITY

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Securities premium account – opening and closing balance	–	–
Surplus in the Statement of Profit and Loss		
Opening balance	4,023.50	2,286.93
Less: Provision for income tax	(1.00)	1.50
Add: Profit for the year	1,665.25	1,738.07
Closing balance	**5,689.74**	**4,023.50**
Total	**5,689.74**	**4,023.50**

(All amounts in Rs. Lacs)

NOTE 12 – LONG-TERM BORROWINGS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Term loans from banks (secured)		
Federal Bank (vehicle loan)	14.86	26.39
ICICI Bank (vehicle loan)	–	2.08
ICICI Bank (term loan)	41.95	16.66
HDFC Bank (vehicle loan)	–	6.23
Axis Bank (term loan)	128.91	164.85
Sub-total – secured	**185.73**	**216.21**
Term loans from other parties (unsecured – related parties)		
M/s Beta Drugs Ltd. (holding company)	581.67	536.98
Total – A	**581.67**	**536.98**
Unsecured – unrelated parties	–	–
Total – B	**–**	**–**
Total – A & B	**581.67**	**536.98**
Comprising:		
Secured borrowings	185.73	216.21
Unsecured borrowings	581.67	536.98
Total	**767.40**	**753.18**

12(a) Maturity profile of long-term borrowings

	31 March 2026			31 March 2025		
	Non-current	Current maturities	Total	Non-current	Current maturities	Total
Federal Bank (vehicle loan)	14.86	11.76	26.63	26.39	13.17	39.56
HDFC Bank (vehicle loan)	–	6.23	6.23	6.23	6.61	12.84
Axis Bank (term loan)	128.91	35.94	164.85	164.85	32.98	197.83
ICICI Bank (vehicle loan)	–	2.08	2.08	2.08	2.89	4.97
ICICI Bank (term loan)	41.95	13.56	55.51	16.66	4.76	21.42
Sub-total – secured	**185.73**	**69.57**	**255.30**	**216.21**	**60.41**	**276.62**
M/s Beta Drugs Ltd. (unsecured, related party)	581.67	–	581.67	536.98	–	536.98
Total – A	**581.67**	**–**	**581.67**	**536.98**	**–**	**536.98**
Total – B (unsecured, unrelated)	**–**	**–**	**–**	**–**	**–**	**–**
Grand total	**581.67**	**–**	**581.67**	**536.98**	**–**	**536.98**
Secured borrowings	185.73	69.57	255.30	216.21	60.41	276.62
Unsecured borrowings	581.67	–	581.67	536.98	–	536.98
Less: disclosed under "Other current liabilities"	–	(69.57)	(69.57)	–	(60.41)	(60.41)
Total	**767.40**	**–**	**767.40**	**753.18**	**–**	**753.18**

NOTE 13 – NON-CURRENT PROVISIONS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Provision for gratuity	100.42	81.50
Total	**100.42**	**81.50**

(All amounts in Rs. Lacs)

NOTE 14 – OTHER NON-CURRENT LIABILITIES

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Payables on purchase of fixed assets	85.22	97.61
Contractually reimbursable expenses	–	–
Security received from customers	114.95	69.95
Total	**200.18**	**167.57**

NOTE 15 – SHORT-TERM BORROWINGS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Current maturities of long-term debt	69.57	60.41
ICICI Bank CC account (against hypothecation of stock, debtors and movable assets)	207.50	(62.78)
ICICI Bank OD account	285.87	214.68
Total	**562.93**	**212.32**

NOTE 16 – TRADE PAYABLES

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Total outstanding dues of micro and small enterprises (MSME)	109.70	229.74
Total outstanding dues of creditors other than MSME	5,389.13	3,603.09
Total	**5,498.83**	**3,832.83**

NOTE 17 – OTHER FINANCIAL LIABILITIES

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Cheque issued but not yet presented for payment	–	–
Advances from customers	22.94	344.96
Total	**22.94**	**344.96**

NOTE 18 – CURRENT PROVISIONS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Current year tax	580.40	593.50
Less: Advance tax / TDS / TCS	254.55	308.51
Current year tax provision	**325.85**	**284.99**
Short-term provisions	**325.85**	**284.99**

(All amounts in Rs. Lacs)

NOTE 19 – OTHER CURRENT LIABILITIES

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Provident fund payable	11.93	8.54
ESI payable	0.44	0.42
TDS payable	15.84	20.52
Labour welfare fund payable	0.24	0.32
Salary and wages payable	158.17	116.51
Other expenses payable	0.61	2.19
Total	**187.23**	**148.49**

NOTE 20 – REVENUE FROM OPERATIONS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Domestic sales	13,774.92	11,028.29
Export sales	312.05	1,569.03
Total	**14,086.97**	**12,597.31**

NOTE 21 – OTHER INCOME

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Interest income	25.20	8.24
Other non-operating income	4.57	1.44
Total	**29.78**	**9.68**

NOTE 22 – COST OF MATERIALS CONSUMED

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Opening stock	686.24	522.77
Add: Purchases	7,568.80	6,720.63
Sub-total	**8,255.04**	**7,243.40**
Less: Closing stock	1,116.28	686.24
Cost of materials consumed	**7,138.76**	**6,557.16**

(All amounts in Rs. Lacs)

NOTE 23 – CHANGES IN INVENTORIES OF FINISHED GOODS, WORK-IN-PROGRESS AND STOCK-IN-TRADE

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Inventories at the end of the year		
Finished goods	339.17	536.95
Work-in-progress	1,026.94	463.64
Sub-total	**1,366.11**	**1,000.59**
Inventories at the beginning of the year		
Finished goods	536.95	217.38
Work-in-progress	463.64	661.51
Sub-total	**1,000.59**	**878.88**
(Increase) / decrease in inventory		
Finished goods	197.77	(319.57)
Work-in-progress	(563.30)	197.87
Total	**(365.53)**	**(121.70)**

NOTE 24 – EMPLOYEE BENEFITS EXPENSE

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Salaries and wages – director	316.61	314.81
Salaries and wages – employees	1,043.89	875.57
Wages and contract labour	847.25	533.78
Employer's share of ESI	3.86	4.24
Employer's share of PF	63.21	48.30
Employer's share of labour welfare fund	0.85	0.73
Bonus	32.07	20.74
Staff welfare expenses	39.09	24.62
Staff uniform expenses	0.92	2.34
Gratuity	15.31	13.45
Total	**2,363.05**	**1,838.56**

NOTE 25 – FINANCE COSTS

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Interest expense on borrowings		
Bank interest – cash credit	52.44	31.62
Interest on term loan	16.66	24.39
Interest on term loan (vehicle)	20.30	6.06
Interest – others	41.90	13.85
Interest on loan from holding company	49.65	45.54
Other borrowing costs – bank / processing charges	6.32	3.78
Total	**187.27**	**125.25**

(All amounts in Rs. Lacs)

NOTE 26 – OTHER EXPENSES

Particulars	As at Year ended 31 Mar 2026	As at Year ended 31 Mar 2025
Consumable stores	103.81	93.76
R & D consumables	99.97	10.83
Generator running expenses	61.10	27.96
Power & fuel	180.63	115.67
Freight inward	9.13	6.43
Factory expenses	6.07	6.29
Solid waste pollution expenses	2.66	1.58
Housekeeping expenses	15.11	7.22
Testing charges	54.45	44.42
Audit fees – statutory	1.50	0.75
Audit fees – cost audit	1.00	0.75
Business promotion expenses	90.10	66.61
Commission paid	175.49	194.19
Conference expenses	6.14	10.25
Conveyance expenses	22.99	18.83
Corporate social responsibility expenses	28.01	21.50
Donation	5.51	5.22
Expired & damaged goods return	19.21	38.55
Freight outward	121.66	91.74
Insurance apportioned cost	47.20	33.15
Legal & professional expenses	52.31	11.99
Office expenses	58.37	55.48
Packing & forwarding expense	46.81	65.09
Printing & stationery	30.08	17.73
Rates, fees & taxes	14.27	17.24
Repair & maintenance	218.88	113.96
Round off	0.00	0.02
Software expenses	6.64	7.16
Telephone & postage	7.02	6.24
Trade discount expenses	13.71	8.72
Travelling expenses	592.91	505.73
Total	**2,092.73**	**1,605.08**

NOTE '27': SIGNIFICANT ACCOUNTING POLICIES
(Forming part of Accounts)
FOR THE YEAR ENDED 31ST MARCH, 2026

27.1. Basis of Accounting

The financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India under the historical convention on accrual basis. These financial statements have been prepared to comply, in all material aspects, with the accounting standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014 and the presentation requirements as prescribed by the Schedule III of the Companies Act, 2013 to the extent applicable.

27.2. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires that management makes estimates and assumptions that affect the reported amounts of income and expenses of the year, the reported balance of assets and liabilities and the disclosure relating to contingent liabilities as at the date of the financial statements. These estimates are based upon management's best knowledge of current events and actions. The difference between the actual results and estimates are recognised in the period in which the results are known / materialized.

27.3. Property, Plant and Equipment and Intangible assets

- Property, Plant and Equipment

Tangible Assets are stated at cost of acquisition or construction less accumulated depreciation and impairment of assets, if any. The cost comprises purchase price, borrowing costs if capitalisation criteria are met and directly attributable cost of bringing the asset to its working condition for the intended use. The company has a policy of physical verification of all the assets once in a year, the last verification was done on 27th March 2026 and no discrepancies were noticed during such verification.

- Capital Work-in-Progress

Expenses incurred during construction/installation period are included under capital work-in-progress and allocated to relevant fixed assets in the ratio of cost of the respective assets on completion of construction/installation. There is no work in progress for the financial year ending 31-March-2026.

27.4. Depreciation/Amortisation

-Depreciation on tangible assets is provided, on Written Down Value method, over the useful life of assets estimated by the management in accordance with Schedule-II of the Companies Act, 2013.
-Residual value of assets has been considered at 5% of the original cost of the assets.
-Depreciation on additions to fixed assets is calculated on date of put to use as certified by the management.
-Depreciation on assets sold & scrapped, during the year, is provided up-to the month in which such fixed assets are sold or scrapped.

27.5. Impairment of Assets

The carrying amounts of assets are reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An asset is treated as impaired when the carrying cost of the assets exceeds its recoverable value. An impairment loss, if any, is charged to the Statement of Profit & Loss in the year in which an asset is identified as impaired. Reversal of impairment losses recognised in prior years is recorded when there is an indication that the impairment losses recognised for the assets no longer exist or have decreased.

27.6. Valuation of Inventories

- Raw Material Chemicals & Salts
- Packing Material
- Finished Goods Oncology products comprise of Injections, Tablets & Capsules

-Work In Progress (Semi Finished Goods)
- The value of raw material and packing material has been taken at cost.
- The value of Finished Goods and Work in Progress has been taken on allocation of labour and manufacturing overheads and is valued at cost or net realizable value whichever is lower.

-The company has a policy of physical verification of the entire available inventory once every month, no material discrepancies were noticed during such verification. The last verification was done on 3rd April 2026.

27.7. Revenue Recognition

-Revenue from sale of goods is recognised when risk and rewards of ownership are transferred to the customers.
-Revenue from services is recognised when services are rendered and related costs are incurred.
-Other income is recognised on accrual basis unless otherwise stated.
-Revenue from sales/services are shown net of taxes, as applicable.

27.8. Employee Benefits

a) Short-term Employee Benefits:

-Leave Encashment, on the basis of actual computation, is accounted on payment basis, after retirement of the employees, the payment in respect thereof is made by the Company from its own funds as per the past practice consistently followed by the Company.

-Payment of Bonus – This year the company has paid Rs. 32,06,565.00 as per The Payment of Bonus Act 1965.

b) Post-Employment Benefits

(i) Defined Contribution Plans:

Contributions as required under the Statute/Rule are made to Employees State Insurance & Provident Fund and charged to the Statement of Profit & Loss of the year when the contributions to the respective funds are due.

(ii) Defined Benefit Plans:

Gratuity is accounted for on accrual basis.

The company has paid Gratuity of Rs. 2,03,178.00 during the year, made a further provision of Rs. 20,95,054/- and the closing balance of the provision for Gratuity as on 31.03.2026 is Rs. 1,00,42,065.00.

c) Termination Benefits: Termination benefits are recognized as an expense as and when incurred.

27.9. Foreign Currency Transactions

i.) Functional and Reporting Currency: The standalone financial statements are presented in Indian Rupee ('INR') which is also the functional and presentation currency of the Company.

ii.) Initial Recognition: Foreign currency transactions are recorded in the functional currency, by applying to exchange rate between the functional currency and the foreign currency at the date of the transaction.

iii.) Conversion on Reporting Date: Transactions in foreign currencies are initially recorded by the Company at its functional currency spot rates at the date the transaction first qualifies for recognition. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

iv.) Exchange Differences: Exchange differences arising on monetary items on settlement, or restatement as at reporting date, at rates different from those at which they were initially recorded, are recognized in the statement of profit and loss in the year in which they arise.

-Net amount of Rs. 1,13,671.55 is recognized as a loss for the year due to foreign exchange fluctuation.

27.10. Borrowing Costs

Borrowing costs that are attributable to the acquisition or construction of qualifying assets are capitalized as part of the cost of such assets to the extent that they relate to the period till such assets are ready to use. A qualifying asset is one that necessarily takes substantial period of time to get ready for its intended use. All other borrowing costs are charged to the Statement of Profit & Loss.

27.11. Investments

-Current Investments are carried at cost or fair value whichever is lower.
-Non-Current Investments are carried at cost. Provision for diminution in value of non-current investments is made only, if a decline is other than temporary.

27.12. Operating Lease

Leases where the lessor effectively retains substantially all the risks and benefits of ownership of the leased assets are classified as operating leases. Operating lease charges are recognised as an expense in the Statement of Profit & Loss on monthly due basis.

27.13. Taxes on Income

-Current Tax is measured at the amount expected to be paid to the tax authorities in accordance with the Indian Income Tax Act, 1961.

- Deferred tax is recognised, subject to the consideration of prudence in respect of deferred tax assets, on timing differences, being the difference between taxable income and accounting income that originate in one period and are capable of reversal in one or more subsequent periods.

-Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off assets against liabilities.

27.14. Earnings Per Share (EPS)

-Annualised basic earnings per equity share is arrived at based on net profit/(loss) attributable to equity shareholders to the basic weighted average number of equity shares outstanding.

-Annualised diluted earnings per equity share is arrived at based on adjusted net profit/(loss) attributable to equity shareholders to the adjusted weighted average number of equity shares outstanding, for the effects of all dilutive potential equity shares; except where the results are anti-dilutive. At present the Company does not have any dilutive potential equity shares.

27.15. Cash Flow Statement:

-The Cash Flow Statement is prepared by the indirect method set out in Accounting Standard (Ind AS) 7 on Cash Flow Statements and presents the cash flows by operating, investing and financing activities of the Company.

-Cash and cash equivalents presented in the Cash Flow Statement consists of balance in current accounts and cash balances.

27.16. Contingencies and Provisions

A provision is recognised when the Company has a present obligation as a result of past events. It is probable that an outflow of resources embodying economic benefit will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to its present value and are determined based on the best estimate of the expenditure required to settle the obligation at the balance sheet date. These are reviewed at each balance sheet date and adjusted to reflect the current best estimate.

A contingent liability is disclosed, unless the possibility of an outflow of resources embodying the economic benefit is remote.

Details of Contingent Liabilities in the form of Bank Guarantee as on 31.03.2026.

Bank Name	In Favour of	Bank Guarantee No	CURR	Bank Guarantee Amount	Opening Date	Expiry Date
ICICI	DGAFMS, NEW DELHI	0043NDDG00001323	INR	1,11,500.00	26-May-22	30-Aug-26
ICICI	THE DY DIRECTOR HEALTH SERVICES E AND S, WEST BENGAL	0043NDLG00011426	INR	2,76,000.00	03-Oct-25	31-Mar-28
ICICI	MANAGING DIRECTOR, RMSCL	0043NDLG00014526	INR	6,94,046.00	02-Dec-25	31-Dec-27
ICICI	President of India MINISTRY OF DEFENCE	0043NDLG00015926	INR	1,00,700.00	23-Dec-25	28-Feb-30
ICICI	DIRECTOR, REGIONAL CANCER CENTRE	0043NDLG00020626	INR	8,49,000.00	26-Feb-26	31-Aug-27
		TOTAL AMOUNT		**20,31,246.00**		

27.17. Internal Control Policy and BCP Management: The Company has a comprehensive system of Internal Controls to safeguard its assets against loss from unauthorized use and to ensure reliability of financial reporting. The management assesses the operating effectiveness of these controls on regular basis. All the required security checks i.e., physical security of the company premises and its database are properly installed, daily backup is being done for all the accounting and related data. The company has a cloud-based ERP system (maintained by TATA Consultancy Services) in which the data remains safe on cloud and can be accessed and updated on real time basis from anywhere with defined access user rights. The company maintains a system of internal controls designed for effectiveness and efficiency of operations, compliance and regulations.

The system of internal controls monitors and ensures process for:

• Effectiveness and efficiency of operations;
• Reliability of financial reporting;
• Compliance with applicable laws and regulations.

NOTE 28 : OTHER NOTES TO ACCOUNTS
(Forming part of Accounts)
FOR THE YEAR ENDED 31ST MARCH, 2026

28.1. Contingent Liabilities & Commitments:

a) Estimated amount of contracts remaining to be executed and not provided for in the books of account- Nil (previous year- Nil).

b) Contingent Liabilities: Rs. 20,31,246.00

- Claims against the Company not acknowledged as debt -Nil (previous year - Nil).
- Liabilities in respect of Income Tax, Service Tax, Sales Tax and other material statutory dues have been accounted for on the basis of respective returns filed with the relevant authorities. Additional demand, if any, arising at the time of assessments will be accounted for in the year in which assessments are completed.

28.2. Issued, Subscribed & Paid up Capital:

Issued Subscribed and paid up capital of the company is Rs. 1,26,00,000.00 (divided into 12,60,000 shares of Rs.10 each)

28.3. Reserves & Surplus:

The amount shown in the Reserve & Surplus represents only surplus carried forward from the earlier years plus the surplus earned during the year. Total amount of surplus outstanding as on 31.03.2026 is Rs. 56,89,85,953.81.

28.4. Long Term Borrowings
Secured :

Term Loan:

S.NO	Lender	Nature of facility	Loan	Amount outstanding as at March 31, 2026	Rate of interest (%)	Repayment Terms	Security / Principal terms and conditions
1	AXIS BANK (VEHICLE LOAN)	Term Loan of Rs 1.97 Crore	Term Loan	Rs 1.64 Crore	8.90%	Total Installments of Rs 4.09 Lakhs per month.	HYP of Motor Vehicle from the bank.
2	HDFC BANK (VEHICLE LOAN)	Term Loan of Rs 20 Lakhs	Term Loan	Rs 6.22 Lakhs	8.80%	Total Installments of Rs 0.59 Lakhs per month.	HYP of Motor Vehicles from the bank.
3	Federal Bank (Vehicle Loan)	Term Loan of Rs. 25 Lakh	Term Loan	Rs. 3.25 Lakhs	9.73%	Total Installments of Rs 0.50 Lakhs per month.	HYP of Motor Vehicles from the bank.
4	ICICI Bank (HPLC Loan)	Term Loan of Rs. 66.03 Lakh	Term Loan	Rs. 55.51 Lakhs	7.65%	Total 60 Installments of equally principal repayment with accrued monthly interest.	First charge by way of hypothecation in favour of ICICI of the Plant & Machinery,Building,Fixed Assets.

5	Federal Bank (Vehicle Loan)	Term Loan of Rs. 50 Lakh	Term Loan	Rs. 23.37 Lakhs	9.34%	Total Installments of Rs 0.86 Lakhs per month.	HYP of Motor Vehicles from the bank.
6	ICICI Bank Ltd (Vehicle Loan)	Term Loan of Rs. 9.00 Lakh	Term Loan	Rs. 2.08 Lakhs	9.35%	Total Installments of Rs 0.27 Lakhs Per month.	HYP of Motor Vehicles from the bank.

28.5. In the opinion of the Directors, "Current Assets" and "Loans & Advances" are approximately of the value stated in the Balance Sheet, if realized in the ordinary course of business and to the best of their knowledge, provisions for all the known liabilities have been made and, as certified, all the contractual and statutory obligations have been duly complied with.

28.6. Party balances have been incorporated in the financial statements at the value as per the books of accounts & are considered hopeful of recovery/good for payment. The balance confirmation letter for both debtor and creditors are sent by the company through registered post/email, and in many cases balance confirmation is received from them.

28.7. Depreciation/Amortization

The management estimates the useful life of existing fixed assets as follows: .

Building	30 years
Furniture & Fixtures	10 years
Machinery	15 years
Equipment	5 years
Lab Equipment	10 years
Vehicles	8 years
Computers	3 years

For this class of assets, based on internal assessment and independent technical evaluation carried out by external valuers the management believes that the useful lives as given above best represent the period over which management expects to use these assets and the useful lives for these assets is same as the useful lives as prescribed under Part.C of Schedule.II of the Companies Act, 2013. ***(Refer note 3.4).***

28.8. Earnings Per Share (IND AS 33)

	Year ended 31st March, 2026	Year ended 31st March, 2025
Numerator		
Net Profit/(Loss) attributable to Equity shareholders	16,65,81,108.89	17,38,07,188.71
Denominator		
Number of Equity shares	No.'s 12,60,000	No.'s 12,60,000
Nominal Value per Equity share	10	10
Earnings per Equity share Basic and diluted	132.21	137.94

28.9. Non-Current Investments:

Equity shares have been stated at cost; provision for appreciation/diminution in the value of shares has not been made and no dividend was received during the year.

The provisions of Section 186 of the Companies Act, 2013 have been complied with.

28.10. Taxes

-The exact liability of CST/VAT, Service Tax, GST, Income Tax and other statutory dues is indeterminate pending finalisation of assessments and no undisputed dues or amounts were outstanding or remaining unpaid as at 31st March, 2026.

- After utilization of the advance tax and TDS of Rs. 2,54,54,586.05/- , the current tax provision shown in the Balance Sheet is Rs. 3,25,84,938.58.

28.11. Segment Reporting

Since the Company primarily operates in one segment (i.e., Manufacturing of Oncology medicines), therefore segment reporting as required under Ind AS 108 is not applicable.

28.12. Related Party Disclosures (Ind AS-24)

Related parties & their relationship and related parties' transactions:

S. No.	Related Party	Nature of Relationship	Nature of Transaction	Amount Involved During the year (`)
1.	Beta Drugs Limited	100% Holding	Purchase of Goods	1,82,95,878.07
	Beta Drugs Limited	100% Holding	Sale of Goods	4,41,94,309.18
	Beta Drugs Limited	100% Holding	Interest on Unsecured Loan	49,65,432.00
	Beta Drugs Limited	100% Holding	Purchase of Fixed Assets	26,64,606.00
	Beta Drugs Limited	100% Holding	Unsecured Loan Taken	0.00
2.	Adley Lab Limited	Common Subsidiary	Purchase of Goods	29,25,17,051
3.	Rishi Herbal Products	Partnership Firm of Directors	Purchase of Goods	48,10,280.00
4.	Rahul Batra	Director	Salary (including bonus)	1,51,00,000.00
5.	Varun Batra	Director	Salary (including bonus)	1,51,00,000.00
6.	Ram Chander Jha	Director	Salary (including bonus)	16,96,172.00

The above disclosure of the related party and the transactions entered have been made as per Ind AS.24.
The transactions have been carried at arm's length price (ALP).

28.13. Ratios

Adley Formulations Pvt. Ltd.- Ratios							
Sr. No.	**Ratios**	**Numerator**	**Denominator**	**As at March 31' 2026**	**As at March 31' 2025**	**Variance**	**Explanation for significant changes (25% or more) in the ratio as compared to the preceding year**
1	Current Ratio	Current Assets	Current liabilities	1.48	1.50	-1.3%	
2	Debt-Equity Ratio	Total Debt	Shareholders' equity	0.2632	0.2585	1.8%	
3	Debt Service Coverage Ratio	Earnings available for debt service	Debt service	11.40	16.87	-32.42%	Due to increase of yearly repayment of loans from Rs. 1.61 Cr to Rs. 2.53 Cr.

4	Return on Equity Ratio	Net profit after taxes less preference dividend (if any)	Shareholder’s equity	0.29	0.42	-30.95%	Due to increase in reserves by Rs. 16.66 Cr.
5	Inventory turnover ratio	Cost of goods sold or sales	Average inventory	4.01	4.78	-16.11%	
6	Trade Receivables turnover ratio	Net Sales	Average Trade Receivables	2.48	3.33	-25.53%	Trade Receivables grow faster than sales.
7	Trade Payables turnover ratio	Net Purchases	Average Trade Payables	1.62	2.07	-21.73%	
8	Net capital turnover ratio	Net Sales	Net working capital	4.47	5.22	-14.37%	
9	Net Profit ratio	Net Profit after taxes	Net Sales	11.83%%	13.80%%	-14.28%	
10	Return on capital employed	Earning before interest and taxes	Capital employed	0.35	0.48	-27.08%	Due to Increase in capital employed by 17.32 Cr.
11	Operating Profit Margin	Earning before interest and taxes	Net Sales	17.09%	19.48%	-12.27%	
12	Interest Coverage Ratio	Earning before interest and taxes	Interest Expense	12.85	19.59	-34.41%	Due to decrease in profit before tax by Rs. 1.08 Cr. & increase in interest expense by Rs. 62.02 lakhs.

28.14. Particulars relating to corporate social responsibility

The Company has provided for the corporate social responsibility as per Section 135 of the Companies Act 2013 i.e., Rs. 28,00,929.00 during the year. The actual amount spent during the financial year was Rs. 28,00,929.00 and there is no outstanding provision as on 31st March 2026.

28.15. Impairment of Assets

During the year, the Company has undertaken a review of all the fixed assets in line with the requirements of Ind AS 36 on “Impairment of Assets” as notified under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, based on such review, no provision for impairment is required to be recognized for the year.

28.16. Property, Plant and Equipment and Intangible assets:

- During the financial Year 2025-26 there was an addition of Rs. 23,97,500.00 under the head Intangible Asset.
- During the financial Year 2025-26 there was an addition of Rs. 1,05,03,922.25 under the head Building.
- During the financial year 2025-26, there was net addition of Rs. 6,59,31,275.47 made to Plant & Machinery. Furniture & Fixtures, Office Equipment, Vehicles & Computers

28.17. Deferred Tax Assets & Liabilities

During the FY 2025-26 the company has made Deferred Tax Asset. Details of Calculation is mentioned below:

Calculation of Deferred Tax Asset / Liability	Amount (₹)
Opening Balance Deferred Tax Asset as on 01.04.2025	48,03,143.18
Add: Total Deferred Tax Asset Created for the financial year 2025-26 in Profit and Loss Account.	26,28,512.10
Closing Balance Deferred Tax Asset recognized in Balance Sheet	74,31,655.28

28.18. Micro, Small & Medium Enterprises

Based on the information presently available, total outstanding as on 31.03.2026 is Rs. 1,47,62,060.00 to micro or small enterprises under the Micro, Small and Medium Enterprises Development Act, 2006.

28.19. Auditor's Remuneration

(Exclusive of GST)

	31st March, 2026 AMOUNT	31st March, 2025 AMOUNT
. As Statutory Auditors	1,50,000.00	1,50,000.00
. Taxation Matters	.	.
. Certification	.	.
. Other Services		
- Cost Audit	1,00,000.00	75,000.00
. Reimbursement of out.of.pocket expenses	.	.
TOTAL	**2,50,000.00**	**2,25,000.00**

28.20 Other additional information

	Particulars	31st March 2026 AMOUNT	31st March 2025 AMOUNT
"A"	**Revenue from operations**		
	(under broad heads)		
	Sales		
	Sales With in India	1,37,74,92,200.17	1,10,28,28,526.97
	Export Sales	3,12,05,010.25	15,69,02,821.00
	Total	**1,40,86,97,210,42**	**1,25,97,31,347.97**

"B" **Purchases**

Chemicals, Bulk Drugs & Packing Material	75,68,79,654.06	67,20,63,458.21

28.21. Expenditure In Foreign Currency (On Accrual Basis):. Following Expenses were incurred by the company during the year FY'26.

	31st March, 2026 AMOUNT	31st March, 2025 AMOUNT
. Import of Capital Goods	0.00	0.00
. Import of Raw Material	2,37,013.15	32,03,508.48
. Revenue Expenses (Travel)	0.00	0.00
TOTAL	32,03,508.48	0.00

28.22. Earning in Foreign Currency

Particulars	For the Year Ended (31.03.2026)	For the year Ended (31.03.2025)
FOB Value of Export	3,12,05,010.25	15,69,02,821.00

28.23. Other statutory information

i. No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii. The Company does not have any trading in Crypto Currency or Virtual Currency.

iii. The Company does not have any transactions or balances with a Companies struck off under section 248 of the Companies Act, 2013 or Section 560 of the Companies Act 1956.

iv. The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessment under the Income Tax Act, 1961.

v. Company has not advanced or loaned or invested funds to any other person(s) or entity(is), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

vi. The Company has not received any fund from any person(s) or entity(is), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

vii. No charge is pending to be registered beyond statutory period with ROC.

viii. The company has not used the borrowings from banks and financial institutions for any other purpose other than for the specific purpose for which it was taken.

ix. The Company have defined agreement with the Debtors regarding the credit payment period given and ageing is done accordingly in Financial Statement.

x. As there is no specific agreements with the creditors, hence the creditors ageing is done as per the date of invoice received.

28.24 Total count of debtors in M/s Adley Formulations Private Limited is 121, and creditors count is 338, Balance confirmation were sent to all and confirmation reply came from more than 50% of the total count.

28.25. Figures for previous year have been regrouped / rearranged where necessary to conform to the current year's presentation.

In terms of our attached report of even date.

For KALRA RAI AND ASSOCIATES
CHARTERED ACCOUNTANTS

F R No. – 008859

For and on behalf of the Board of Directors

Sd/-	**Sd/-**
Rahul Batra	**Varun Batra**
(Director)	**(Director)**
DIN:- 02229234	**DIN :- 02148383**

Sd/-
LAJPAT RAI KALRA
PARTNER
M No. 087438

Dated: 14/05/2026
Place: Chandigarh
UDIN: 26087438ARMSZB6303