



Wealth from Waste

# Alufluoride Ltd.

Mulagada, Mindi, Visakhapatnam 530 012, India  
+91 891 254 8567 | Contact@alufluoride.com  
www.alufluoride.com  
CIN – L24110AP1984PLC005096

Date: 24<sup>th</sup> June, 2026

To  
The Corporate Relationship Department  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street, Mumbai 400 001.  
**Scrip Code: 524634**

**Sub: Notice of the Annual General Meeting (AGM) along with copy of Annual Report for the year ended 31<sup>st</sup> March 2026.**

This is to inform you that the Annual General Meeting (“AGM”) of the Company will be held on Thursday, 16<sup>th</sup> July, 2026 at 11.00 A.M. IST through Video Conference (“VC”)/ Other Audio Visual Means (“OAVM”).

In accordance with Section 108 of the Companies Act, 2013 and Regulations 30, 34 and 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 we are enclosing herewith the following:

1. Notice of the Annual General Meeting (including e-voting instructions)
2. Annual Report for FY 2025-2026

The aforesaid documents are available on the Company’s website at <http://alufluoride.com> and are being dispatched to all eligible shareholders whose email IDs are registered with the Company / Depositories. The Company is pleased to provide to its members the facility to exercise their right to vote on the resolutions proposed to be passed at the AGM by electronic means. Only those, whose name is recorded in the register of members or in the register of beneficial owners maintained by the depositories as on the cut-off date, i.e. Thursday, 9<sup>th</sup> July, 2026 shall be entitled to avail the e-voting facility.

The remote e-voting facility commences on Monday, 13<sup>th</sup> July, 2026 from 10.00 a.m. IST and ends on Wednesday, 15<sup>th</sup> July, 2026 at 5.00 p.m. IST. The facility for voting through the e-voting system will also be made available during the AGM. Members attending the AGM through VC / OAVM facility who have not cast their vote by remote e-voting will be able to vote during the AGM. The manner of e-voting for members holding shares in dematerialised and physical modes as well as for members who have not registered their email IDs is provided in the notes to the Notice of the AGM.

Members are requested to note that the Board of Directors at their meeting held on 22<sup>nd</sup> May, 2026 have recommended a final dividend for financial year 2025-26 of INR 4/- per share. The record date for the purpose of final dividend is 3<sup>rd</sup> July, 2026. The final dividend once approved by the Members, shall be paid on and from 21<sup>st</sup> July, 2026. Members are requested to update their KYC and Bank Details with





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their Depository Participants (for shares held in dematerialised form) and with the Registrar and Share Transfer Agent of the Company (for shares held in physical form).

Members may note that the Income-tax Act, 1961, (“the IT Act”) as amended by the Finance Act, 2020, mandates that dividend paid or distributed by a company on or after April 1, 2020 shall be taxable in the hands of members. The Company shall therefore be required to deduct tax at source (“TDS”) at the time of making the payment of final dividend. To enable us to determine the appropriate TDS rate as applicable, members are requested to submit relevant documents in accordance with the provisions of the IT Act, as specified in the Notice of the AGM at [xlfield@gmail.com](mailto:xlfield@gmail.com) on or before 9<sup>th</sup> July, 2026.

This is for your information and record.

Yours Faithfully

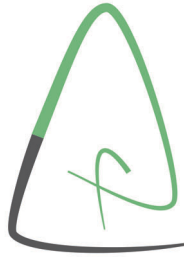
For **Alufluoride Limited**

**Vaishali Kohli**

**Company Secretary and Compliance Officer**

**Membership No.: 63818**

Encl.: a/a



Wealth from Waste

# *Alufluoride Limited*

*An ISO 9001, 14001, OHSAS 45001*

*Make in India Company*

*Annual Report*

*2025 - 2026*

**BOARD OF DIRECTORS**

Sri Yugandhar Meka	- Chair & Independent & Non-Executive
Sri Sohrab Chinoy Kersasp	- Independent & Non-Executive
Dr. Ravi Prasad Gorthy	- Independent & Non-Executive
Sri Ashok Vemulapalli	- Non-Independent & Non-Executive
Sri Venkat Akkineni	- Managing Director
Smt. Jyothsana Akkineni	- Executive Director
Sri K. Purushotham Naidu	- Director - Finance & Commercial
Sri Aditya Akkineni	- Whole-Time Director & CEO

**COMPANY SECRETARY AND COMPLIANCE OFFICER**

Mrs. Vaishali Kohli

**STATUTORY AUDITORS**

Brahmayya & Co, Chartered Accountants

**INTERNAL AUDITORS**

Sriramamurthy & Co, Chartered Accountants, Visakhapatnam 530 016

**COST AUDITORS**

J.K. & Co., Cost Accountants, Vijayawada 520 012

**SECRETARIAL AUDITORS**

GMVDR & Associates, Company Secretaries, Hyderabad 500 020

**BANKERS**

Punjab National Bank

ICICI Bank Ltd.

Small Industries Development Bank of India

**REGISTRARS & SHARE TRANSFER AGENTS**

XL Softech Systems Ltd.

3, Sagar Society, Road No.2, Banjara Hills

Hyderabad 500 034

Phone : +91 40 2354 5913

Fax : +91 40 2355 3214

Email : xlfield@gmail.com

**REGISTERED OFFICE**

Alufluoride Limited

Mulagada, Mindi

Visakhapatnam 530 012, AP

Phone : +91 891 254 8567, 257 7077

Email : Contact@alufluoride.com

**CIN - L24110AP1984PLC005096**



## NOTICE OF ANNUAL GENERAL MEETING

**NOTICE** is hereby given that the Annual General Meeting of the Members of Alufluoride Limited will be held on Thursday, 16<sup>th</sup> July, 2026 at 11.00 AM IST through Video Conference (“VC”)/ Other Audio-Visual Means (“OAVM”) to transact the following business:

### ORDINARY BUSINESS:

- (a) To receive, consider and adopt the Audited Standalone Financial Statement including Balance Sheet as on 31<sup>st</sup> March, 2026 and Profit and Loss Account for the year ended 31<sup>st</sup> March 2026 together with the reports of Directors’ and Auditors’ thereon.
- (b) To receive, consider and adopt the Audited Consolidated Financial Statement including Balance Sheet as on 31<sup>st</sup> March, 2026 and Profit and Loss Account for the year ended 31<sup>st</sup> March 2026 together with the reports of Auditors’ thereon.
- To declare final dividend on equity shares for the financial year ended 31<sup>st</sup> March, 2026.
- To elect a Director in place of Smt. Jyothsana Akkineni (DIN: 00150047) who retires by rotation and being eligible offers herself for re-appointment.

### SPECIAL BUSINESS

- To consider and approve the remuneration of the Cost Auditors of the Company for financial year 2025-26.**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an **Ordinary Resolution**:

**RESOLVED THAT** pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013, and the Companies (Audit and Auditors) Rules, 2014, and pursuant to the recommendation of the Audit Committee, the members of the Company hereby ratify and approve the remuneration of ₹75,000/- (Rupees Seventy Five Thousand only) plus taxes and out of pocket expenses, if any, chargeable extra on actual basis, payable to M/s. J K & Co., Cost Accountants, Vijayawada (Firm Registration No.: 004010) who have been appointed as Cost Auditors by the Board of Directors of the Company (the “Board”), to conduct cost audit of the cost records of the Company for the financial year ending 31<sup>st</sup> March, 2026.

**RESOLVED FURTHER THAT** the Board be and is hereby authorized to all such acts, deeds, matters and things

as may be considered necessary, relevant, usual, customary, proper and/or expedient for giving effect to this resolution and for matters connected therewith or incidental thereto.”

- To consider and approve remuneration payable to Sri Venkat Akkineni (DIN: 00013996), Managing Director of the Company.**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as a **Special Resolution**:

**RESOLVED THAT** subject to the provisions of Section 196, 197, 198 and 203 of the Companies Act, 2013 (“Act”) and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification (s) or re-enactment thereof for the time being in force) read with Schedule V and other applicable provisions if any of the Companies Act, 2013 and the rules made there under and basis the recommendation of Nomination and Remuneration Committee, Audit Committee and the Board of Directors of the Company, the consent of the Members of the Company be and is hereby accorded for payment of remuneration to Sri Venkat Akkineni, subject to a maximum limit of ₹3,00,00,000 per annum for the period commencing from 1<sup>st</sup> August, 2026 to 31<sup>st</sup> July, 2028 as below:

#### 1. Remuneration:

- Salary - ₹5,50,000 per month.
- Commission not exceeding 3.5% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013.

#### 2. Perquisites:

In addition to the Salary and Commission, the Managing Director shall be entitled to the Perquisites, classified under Category A, B, and C, as below, provided that the Perquisites in the said Category ‘A’ shall be restricted to an amount equivalent to the annual salary.

#### CATEGORY ‘A’

##### i) Housing:

**Housing I:** The expenditure incurred by the Company on hiring unfurnished accommodation will be subject to the ceiling of 60% of salary.

**Housing II:** In case accommodation is owned by the Company, 10% of the salary of the Managing Director shall be deducted by the Company.



**Housing III:** In case no accommodation is provided by the Company, the Managing Director shall be entitled to house rent allowance subject to the ceiling laid down in Housing I.

**ii) The expenditure incurred by the Company** on gas, electricity, water, and furnishings will be valued as per the Income Tax Rules, 1962. This will however be subject to a ceiling prescribed under the Rules.

**iii) Medical benefits for self and family:** Reimbursement of expenses actually incurred the total cost of which to the company shall not exceed one month's salary in a year or three months' salary over a period of three years.

**iv) Leave Travel concession:** For self and family once in a year, incurred in accordance with the rules of the company.

**v) Club fees:** Fees of clubs, subject to a maximum of two clubs. This will not include admission and life membership fees.

**vi) Personal accident insurance:** Premium for 60 months' basic salary, as per the prevailing rates.

**vii) Mediclaim Policy:** Premium, as per the amount allowed under IT Rules per annum for self and family.

The perquisites, under this category, shall be restricted to an amount equivalent to the annual salary proposed to the Managing Director.

## CATEGORY 'B'

Contribution to Provident Fund, Superannuation Fund or Annuity Fund, as per the rules of the Company, to the extent, these are not taxable, under the Income-Tax Act, either singly or put together. Gratuity payable, shall not exceed, half a month's salary, for each completed year of service.

The Perquisites, under this Category, shall not be included in the computation of the ceiling on remuneration specified in the resolution.

## CATEGORY 'C'

- a. Free use of Company's car with driver for the business of the Company. Use of car for private purposes shall be billed by the Company.
- b. Free telephone facility at residence. All personal long-distance calls shall be billed by the Company.

- c. Leave on full pay and allowances as applicable to other employees of the Company but not exceeding one month's salary for every 11 months service.
- d. He shall also be entitled to reimbursement of expenses actually and properly incurred by him for the business of the Company; and
- e. Any other Perquisites that may be allowed as per the guidelines issued by the Central Government from time to time.

The Perquisites, under this Category, shall not be included in the computation of the ceiling on remuneration specified in the Resolution.

**RESOLVED FURTHER THAT** in the event of loss or inadequacy of profits of the company in any financial year, the above stated remuneration shall be considered as minimum remuneration to be paid to the Managing Director, subject to the limits prescribed under Part II of Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment(s) thereof or relaxation granted thereunder.

**RESOLVED FURTHER THAT** any Director of the Company be and is hereby authorized to make necessary intimation to the Registrar of Companies in this regard."

## 6. To consider and approve increase in remuneration payable to Sri Aditya Akkineni (DIN: 01629979), WTD and CEO of the Company.

To consider and if thought fit, to pass with or without modification(s), the following Resolution as a **Special Resolution:**

**RESOLVED THAT** subject to the provisions of Section 196, 197, 198 and 203 of the Companies Act, 2013 ("Act") and the Companies (Appointment and Qualification of Directors) Rules, 2014 (including any statutory modification (s) or re-enactment thereof for the time being in force) read with Schedule V and other applicable provisions if any of the Companies Act, 2013 and the rules made there under and basis the recommendation of Nomination and Remuneration Committee, Audit Committee and the Board of Directors of the Company, the consent of the Members of the Company be and is hereby accorded for increase in remuneration to Sri Aditya Akkineni, subject to a maximum limit of ₹2,00,00,000 per annum as below:

### 1. Remuneration:

- i) Salary - ₹5,50,000 per month with effect from 1<sup>st</sup> March, 2026.



- ii) Commission not exceeding 1% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013 with effect from 1<sup>st</sup> April, 2026.

## 2. Perquisites:

In addition to the Salary and Commission, Sri Aditya Akkineni shall be entitled to the Perquisites, as per Company policy – like HRA, Medical, Bonus, LTA, PF, Gratuity, etc.

**RESOLVED FURTHER THAT** in the event of loss or inadequacy of profits of the company in any financial year, the above stated remuneration shall be considered as minimum remuneration to be paid to the Sri Aditya Akkineni, subject to the limits prescribed under Part II of Schedule V to the Companies Act, 2013 or any statutory modification(s) or re-enactment(s) thereof or relaxation granted thereunder.

**RESOLVED FURTHER THAT** any Director of the Company be and is hereby authorized to make necessary intimation to the Registrar of Companies in this regard.”

For and on behalf of the Board

**For Alufluoride Limited**

**Venkat Akkineni**

Managing Director

DIN: 00013996

## Registered office:

Mulagada, Mindi,  
Visakhapatnam - 530 012

Place: Hyderabad

Date : 22<sup>nd</sup> May 2026



## NOTES:

1. The Ministry of Corporate Affairs vide Circular No. 14/2020 dated April 08, 2020, Circular No. 17/2020 dated April 13, 2020, and Circular No. 20/2020 dated May 05, 2020, Circular No. 02/2021 dated January 13, 2021, Circular No. 02/2022 dated May 05, 2022, Circular 10/2022 dated December 28, 2022, Circular 09/2023 dated September 25, 2023, Circular 10/2024 dated September 19, 2024 and Circular 03/2025 dated September 22, 2025, prescribing the procedures and manner of conducting the Annual General Meeting through VC/ OAVM. In terms of the said circulars, the Annual General Meeting (AGM) of the members will be held through VC/OAVM. Hence, members can attend and participate in the AGM through VC/OAVM only. The detailed procedure for participation in the meeting through VC/OAVM is as per Note No. 22 and available at the Company's website [www.alufluoride.com](http://www.alufluoride.com).
2. Pursuant to the Circular No. 14/2020 dated April 08<sup>th</sup>, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM and hence the Proxy Form and Attendance Slip are not annexed to this Notice. However, the Body Corporates are entitled to appoint authorized representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
3. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs dated April 08, 2020, April 13, 2020 and December 28, 2022 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as voting system on the date of the AGM will be provided by CDSL.
4. The Members can join the AGM through the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1,000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, etc., who are allowed to attend the AGM without restriction on account of first come first served basis.
5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
6. The helpline number regarding any query / assistance for participation in the AGM through VC/OAVM is 022-23058542/43.
7. **E-Voting:** The e-voting rights of the Members / beneficial owners shall be reckoned in proportion to ordinary shares held by them in the Company as on Thursday, 9<sup>th</sup> July, 2026 (cut-off date fixed for this purpose). The e-voting period will commence on Monday, 13<sup>th</sup> July, 2026 at 10.00 AM and ends on Wednesday, 15<sup>th</sup> July, 2026 at 5.00 PM. The Company has appointed Sri G.M.V. Dhanunjaya Rao, GMVDR & Associates, Practicing Company Secretary (FCS 9120; C.P No.5250), to act as the Scrutinizer, for conducting the scrutiny of the votes cast.
8. The Scrutinizer shall submit his report to the Chairman of the meeting or any person authorized by him within two working days of the conclusion of the AGM. The Results declared along with the report of Scrutinizer shall be placed on the website of the Company and on website of CDSL immediately after declaration of results by the Chairman or person authorized by him in this behalf. The Company shall simultaneously forward the results BSE Limited, where the shares of the Company are listed.
9. Detailed instructions for availing e-voting facility and attending VC/OAVM are being given separately as a part of this Notice.
10. The dividend on equity shares as recommended by the Board, if approved at the AGM, will be paid on or from 21<sup>st</sup> July, 2026 to those Members or their mandates whose names appear:
  - a) as Members in the Register of Members of the Company on the record date i.e. 3<sup>rd</sup> July, 2026, and



- b) as beneficial owners on the record date as per the lists to be furnished by Depositories in respect of shares held in electronic form.
11. Members are requested to update their bank mandate / NECS / Direct credit details / name / address / power of attorney and update their Core Banking Solutions enabled account number:
- For shares held in physical form: with the Registrar and Share Transfer Agent of the Company.
  - For shares held in dematerialized form: with the Depository Participants with whom they maintain their demat accounts.

12. Members may note that the Income-tax Act, 1961, ("the IT Act") as amended by the Finance Act, 2020, mandates that dividend paid or distributed by a company on or after April 1, 2020 shall be taxable in the hands of members. The Company shall therefore be required to deduct tax at source ("TDS") at the time of making the payment of final dividend. To enable us to determine the appropriate TDS rate as applicable, members are requested to submit relevant documents, as specified in the below paragraphs, in accordance with the provisions of the IT Act.

**For resident shareholders,** taxes shall be deducted at source under Section 194 of the IT Act as follows:

Members having valid Permanent Account Number (PAN) - 10%\* or as notified by the Government of India. Members not having PAN / valid PAN - 20% or as notified by the Government of India.

\*As per the Finance Act, 2021, Section 206AB has been inserted effective July 1, 2021, wherein higher rate of tax (twice the specified rate) would be applicable on payment made to a shareholder who is classified as 'Specified Person' as defined under the provisions of the aforesaid Section.

However, no tax shall be deducted on the dividend payable to resident individual shareholders if the total dividend to be received by them during financial year 2025-26 does not exceed ₹5,000, and also in cases where members provide Form 15G / Form 15H (Form 15H is applicable to resident individual shareholders aged 60 years or more) subject to conditions specified in the IT Act. Resident shareholders may also submit any other document as prescribed under the IT Act to claim a lower / nil withholding of tax. PAN is mandatory for members providing Form 15G / 15H or any other document as mentioned above.

For non-resident shareholders, taxes are required to be withheld in accordance with the provisions of Section 195 and other applicable sections of the IT Act, at the rates in force. The withholding tax shall be at the rate of 20%\*\* (plus applicable surcharge and cess) or as notified by the Government of India on the amount of dividend payable. However, as per Section 90 of the IT Act, non-resident shareholders have the option to be governed by the provisions of the Double Tax Avoidance Agreement (DTAA), read with Multilateral Instrument (MLI) between India and the country of tax residence of the shareholders, if they are more beneficial to them. For this purpose, i.e. to avail the benefits under the DTAA read with MLI, non-resident shareholders will have to provide the following:

- Copy of the PAN card allotted by the Indian income tax authorities duly attested by the shareholders or details as prescribed under rule 37BC of the Income-tax Rules, 1962
- Copy of the Tax Residency Certificate for financial year 2025-26 obtained from the revenue or tax authorities of the country of tax residence, duly attested by shareholders
- Self-declaration in Form 10F
- Self-declaration by the shareholders of having no permanent establishment in India in accordance with the applicable tax treaty
- Self-declaration of beneficial ownership by the non-resident shareholder
- Any other documents as prescribed under the IT Act for lower withholding of taxes if applicable, duly attested by the shareholders.

In case of Foreign Institutional Investors / Foreign Portfolio Investors, tax will be deducted under Section 196D of the IT Act at the rate of 20%\*\* (plus applicable surcharge and cess) or the rate provided in relevant DTAA, read with MLI, whichever is more beneficial, subject to the submission of the above documents, if applicable.

- \*\* As per the Finance Act, 2021, Section 206AB has been inserted effective July 1, 2021, wherein higher rate of tax (twice the specified rate) would be applicable on payment made to a shareholder who is classified as 'Specified Person' as defined under the provisions of the aforesaid section. However, in case a non-resident shareholder or a non-resident Foreign Portfolio Investor (FPI) / Foreign Institutional Investor (FII), higher rate of tax as mentioned in Section 206AB shall not apply if such non-resident does not have a permanent establishment in India.



Kindly note that the aforesaid documents, duly completed and signed are required to be submitted to [Xlfield@gmail.com](mailto:Xlfield@gmail.com) on or before 9<sup>th</sup> July, 2026 in order to enable the Company to determine and deduct appropriate TDS / withholding tax rate. No communication on the tax determination / deduction shall be entertained post.

TDS certificates in respect of tax deducted, if any, can be subsequently downloaded from the shareholder's portal. Shareholders can also check their tax credit in Form 26AS from the e-filing account at <https://www.incometax.gov.in/iec/foportal> or "View Your Tax Credit" on <https://www.tdscpc.gov.in>.

13. In case, the Company is unable to pay the dividend to any Member by electronic mode, due to non-availability of details of the bank account, the Company shall dispatch dividend warrants to such Members by post.
14. Explanatory Statement in respect of special businesses to be transacted pursuant to Section 102 of the Companies Act, 2013 and Information regarding appointment/re - appointment of Director(s) in terms of Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with Secretarial Standard – 2 on General Meetings, is annexed hereto.
15. In line with the aforesaid Ministry of Corporate Affairs (MCA) Circulars and SEBI Circulars, the Notice of AGM along with Annual Report 2025-26 is being sent only through electronic mode to those Members whose email addresses are registered with the Company/Depositories. Member may note that Notice and Annual Report 2025-26 has been uploaded on the website of the Company at [www.alufluoride.com](http://www.alufluoride.com). The Notice can also be accessed from the websites of the Stock Exchange i.e., BSE Limited at [www.bseindia.com](http://www.bseindia.com) and the AGM Notice is also available on the website of CDSL (agency for providing the Remote e-Voting facility) i.e. [www.evotingindia.com](http://www.evotingindia.com).
16. Members seeking any information with regard to accounts are requested to write to the Company at least 10 days before the meeting so as to enable the management to keep the information ready.
17. Members holding the shares in physical mode are requested to notify immediately the change of their address and bank particulars to the Registrar & Share Transfer Agent (RTA) of the Company Viz. M/s XL Softech Systems Ltd, 3 Sagar Society, Road No.2, Banjara Hills, Hyderabad 500 034. In case

shares are held in dematerialized form, the information regarding change of address and bank particulars should be given to their respective Depository Participant.

18. In terms of Section 72 of the Act, nomination facility is available to individual Members holding shares in the physical mode. The Members who are desirous of availing this facility, may kindly write to Company's RTA for nomination form by quoting their folio number.
19. The Shareholders are requested to claim balance lying in the unpaid/unclaimed dividend account of the Company in respect of dividend declared for the financial years 2019-20, 2021-22, 2022-23 and 2023-24. The details of unclaimed dividends are available on the Company's website at [www.alufluoride.com](http://www.alufluoride.com).
20. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act, the Register of contracts or arrangements in which the Directors are interested under Section 189 of the Act and all other documents referred to in the Notice will be available for inspection in electronic mode.
21. Since the AGM will be held through VC / OAVM, the Route Map is not annexed in this Notice.
22. INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:
  - Step 1:** Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.
  - Step 2:** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.
    - (i) The voting period begins on Monday, 13<sup>th</sup> July, 2026 at 10.00 am and ends on Wednesday, 15<sup>th</sup> July, 2026 at 5.00 pm. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date Thursday, 9<sup>th</sup> July, 2026 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.
    - (ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
    - (iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020,



under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote

without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

**Step 1:** Access through Depositories CDSL/ NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

(iv) In terms of SEBI circular no. SEBI/HO/CFD/ CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	Login Method
<b>Individual Shareholders holding securities in Demat mode with CDSL Depository</b>	<ol style="list-style-type: none"> <li>1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are <a href="https://web.cdslindia.com/myeasi/home/login">https://web.cdslindia.com/myeasi/home/login</a> or visit <a href="http://www.cdslindia.com">www.cdslindia.com</a> and click on Login icon and select New System Myeasi.</li> <li>2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly.</li> <li>3) If the user is not registered for Easi/Easiest, option to register is available at <a href="https://web.cdslindia.com/myeasi/Registration/EasiRegistration">https://web.cdslindia.com/myeasi/Registration/EasiRegistration</a></li> <li>4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on <a href="http://www.cdslindia.com">www.cdslindia.com</a> home page or click on <a href="https://evoting.cdslindia.com/Evoting/EvotingLogin">https://evoting.cdslindia.com/Evoting/EvotingLogin</a> The system will authenticate the user by sending OTP on registered Mobile &amp; Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.</li> </ol>
<b>Individual Shareholders holding securities in demat mode with NSDL Depository</b>	<ol style="list-style-type: none"> <li>1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: <a href="https://eservices.nsd.com">https://eservices.nsd.com</a> either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company</li> </ol>



	<p>name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p> <p>2) If the user is not registered for IDeAS e-Services, option to register is available at <a href="https://eservices.nSDL.com">https://eservices.nSDL.com</a>. Select "Register Online for IDeAS "Portal or click at <a href="https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp">https://eservices.nSDL.com/SecureWeb/IdeasDirectReg.jsp</a></p> <p>3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: <a href="https://www.evoting.nSDL.com/">https://www.evoting.nSDL.com/</a> either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting &amp; voting during the meeting.</p>
<b>Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)</b>	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

**Important note:** Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

**Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL**

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with <b>CDSL</b>	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at <a href="mailto:helpdesk.evoting@cdslindia.com">helpdesk.evoting@cdslindia.com</a> or contact at toll free no. 1800 22 55 33
Individual Shareholders holding securities in Demat mode with <b>NSDL</b>	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at <a href="mailto:evoting@nSDL.co.in">evoting@nSDL.co.in</a> or call at toll free no.: 1800 1020 990 and 1800 22 44 30

**Step 2:** Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

- 1) The shareholders should log on to the e-voting website [www.evotingindia.com](http://www.evotingindia.com).
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
  - a. For CDSL: 16 digits beneficiary ID,
  - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
  - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to [www.evotingindia.com](http://www.evotingindia.com) and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first-time user follow the steps given below:



	<b>For Physical shareholders and other than individual shareholders holding shares in Demat.</b>
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) <ul style="list-style-type: none"><li>Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.</li></ul>
Dividend Bank Details OR Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. <ul style="list-style-type: none"><li>If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.</li></ul>

- (i) After entering these details appropriately, click on “SUBMIT” tab.
- (ii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- (iii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
- (iv) Click on the EVSN for the relevant <ALUFLUORIDE LIMITED> on which you choose to vote.
- (v) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
- (vi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
- (vii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
- (viii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
- (ix) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
- (x) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
- (xi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
- (xii) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.
  - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to [www.evotingindia.com](http://www.evotingindia.com) and register themselves in the “Corporates” module.
  - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to [helpdesk.evoting@cdslindia.com](mailto:helpdesk.evoting@cdslindia.com).
  - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
  - The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
  - It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
  - Alternatively Non Individual shareholders are required mandatorily to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are



authorized to vote, to the Scrutinizer and to the Company at the email address viz; investors@alufluoride.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

## **23. INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:**

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.
4. Shareholders are encouraged to join the Meeting through Laptops / iPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 7 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at investors@alufluoride.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 10 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number at investors@alufluoride.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

## **24. PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.**

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to Company/RTA email id.
  2. For Demat shareholders -, Please update your email id & mobile no. with your respective Depository Participant (DP)
  3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.
25. If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cDSLindia.com or contact at toll free no. 1800 22 55 33
26. All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25<sup>th</sup> Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cDSLindia.com or call toll free no. 1800 22 55 33.



## Explanatory Statement:

### Item 4: To consider and approve the remuneration of the Cost Auditors of the Company for financial year 2025-26.

The Board, on the recommendation of the Audit Committee, had approved the appointment of M/s. J K & Co., Cost Accountants, Vijayawada (Firm Registration No.: 004010) as the Cost Auditor to conduct the audit of the cost records of the Company for the financial year ending March 31, 2026.

In accordance with the provisions of Section 148 of the Act read with Companies (Audit & Auditors) Rules 2014, the remuneration payable to the Cost Auditor shall be ratified by the shareholders of the Company.

Accordingly, consent of members is sought for passing an Ordinary Resolution as set out in Item No.4 of the Notice for ratification of the remuneration payable to Cost Auditors for the financial year ending March 31, 2026.

None of the promoters, directors, key managerial personnel or their relatives is concerned or interested financially or otherwise in the resolution.

### Item 5: To consider and approve remuneration payable to Sri Venkat Akkineni (DIN: 00013996), Managing Director of the Company.

The Members are informed that Sri Venkat Akkineni was reappointed as the Managing Director of the Company for a period of five years with effect from 1<sup>st</sup> August 2023 to 31<sup>st</sup> July 2028 at a remuneration subject to a maximum limit of ₹3,00,00,000 per annum for the period commencing from 1<sup>st</sup> August 2023 to 31<sup>st</sup> July 2026 as below:

#### 1. Remuneration:

- i) Salary - ₹4,00,000 per month.
- ii) Commission not exceeding 3.5% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013.

It was now proposed to approve the remuneration payable to Sri Venkat Akkineni for the remaining period starting from 1<sup>st</sup> August 2026 up to 31<sup>st</sup> July 2028.

In terms of the shareholders' approval in the AGM held on 15<sup>th</sup> July, 2023, Sri Venkat Akkineni was eligible for a remuneration of ₹300 lakhs per annum. For the FY 2025-26, he was paid an amount of ₹185.48 lakhs (including salary, commission and perquisites).

Considering the contribution of Sri Venkat Akkineni towards the overall growth of the company, sourcing adequate supplies of acid, expansion projects in India as well his continued efforts in exploring greenfield overseas Aluminium fluoride projects, the Nomination and Remuneration Committee ('NRC') and approval of the Audit Committee recommended remuneration subject to a maximum limit of ₹3,00,00,000 per annum for the remaining period commencing from 1<sup>st</sup> August 2026 to 31<sup>st</sup> July 2028 as remuneration payable to him as follows:

#### 1. Remuneration:

- (i) Salary - ₹5,50,000 per month.
- (ii) Commission not exceeding 3.5% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013.

#### 2. Perquisites: In addition to the Salary and Commission, he is be entitled to the Perquisites, classified under Category A, B, and C as approved by the shareholders of the Company.

The details of Sri Venkat Akkineni in pursuance of Regulation 36 of the SEBI LODR Regulations read with Secretarial Standard – 2 on General Meetings are enclosed in Annexure to this Notice.

In accordance with the provisions of the Section 196 and 197 read with Schedule V of the Companies Act, 2013, payment of remuneration to Sri Venkat Akkineni requires the approval of the shareholders.

This explanatory statement together with the terms of reappointment mentioned in the accompanying notice should be treated as an abstract under Section 190 of the Companies Act, 2013, in respect of the contract, if any, proposed to be entered into between the Company and Sri Venkat Akkineni.



The Board recommends the Resolution as set out in Item No.5 in the Notice, for approval of the Members.

Except Sri Venkat Akkineni, Smt. Jyothsana Akkineni, Sri Aditya Akkineni and Sri Ashok Vemulapalli, none of the directors, key managerial personnel and their respective relatives is concerned or interested in the proposed resolution.

**Item 6: To consider and approve increase in remuneration payable to Sri Aditya Akkineni (DIN: 01629979), WTD and CEO of the Company.**

The Members are informed that Sri Aditya Akkineni (DIN: 01629979) was appointed as Whole-time Director designated as Chief Executive Officer on the Board of the Company for a term of three year effective from 10<sup>th</sup> March, 2025 up to 9<sup>th</sup> March, 2028 whose office was liable to retirement by rotation and he shall be the Key Managerial Personnel of the Company, at the following remuneration:

**1. Salary & allowances:** ₹5,15,000 per month.

**2. Perquisites:** As per company policy – like HRA, Medical, Bonus, LTA, PF, Gratuity etc.

Further he was eligible for increments from time to time, not exceeding 12% P.A. of his last drawn annual remuneration as recommended by the Nomination and Remuneration Committee.

Accordingly, considering his performance, responsibilities being shouldered and his valuable contributions in the growth of the Company and based on the recommendation of the Nomination and Remuneration Committee ('NRC') and approval of the Audit Committee, it is proposed to increase the remuneration of Sri Aditya Akkineni as follows: Remuneration subject to a maximum limit of ₹2,00,00,000 per annum payable to him as follows:

**Remuneration:**

(i) Salary - ₹5,50,000 per month with effect from 1<sup>st</sup> March, 2026.

(ii) Commission not exceeding 1% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013 with effect from 1<sup>st</sup> April, 2026.

(iii) Perquisites: As per Company policy – like HRA, Medical, Bonus, LTA, PF, Gratuity etc.

The details of Sri Aditya Akkineni in pursuance of Regulation 36 of the SEBI LODR Regulations read with Secretarial Standard – 2 on General Meetings are enclosed in Annexure to this Notice.

In accordance with the provisions of the Section 196 and 197 read with Schedule V of the Companies Act, 2013, payment of remuneration to Sri Aditya Akkineni requires the approval of the shareholders.

This explanatory statement together with the terms of reappointment mentioned in the accompanying notice should be treated as an abstract under Section 190 of the Companies Act, 2013, in respect of the contract, if any, proposed to be entered into between the Company and Sri Aditya Akkineni.

The Board recommends the Resolution as set out in Item No.6 in the Notice, for approval of the Members.

Except Sri Aditya Akkineni, Sri Venkat Akkineni, Smt. Jyothsana Akkineni and Sri Ashok Vemulapalli, none of the directors, key managerial personnel and their respective relatives is concerned or interested in the proposed resolution.

For and on behalf of the Board  
**For Alufluoride Limited**

**Venkat Akkineni**  
Managing Director  
DIN: 00013996

Place : Hyderabad

Date : 22<sup>nd</sup> May 2026



## ANNEXURE TO ITEMS 3 OF THE NOTICE

(in pursuance of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015  
read with Secretarial Standard 2 on General Meetings)

Name	Jyothsana Akkineni	Venkat Akkineni	Aditya Akkineni
Director Identification No.	00150047	00013996	01629979
Date of Birth	29/03/1956	22/09/1954	22/09/1988
Age in years	70 years	71 years	37 years
Date of Appointment	16/07/2002	16/07/2002	10/03/2025
Qualifications	MA	MBA	Bachelor of Science in Mechanical Engineering from the University of Texas at Austin, USA
Experience	38 years	49 years	13 years
Experience in specific functional areas	Chemical Industry	Chemical Industry	Domestic & International Operations along with Business Development, Future Projects, Strategy Planning and Information Technology
Brief Profile	She is a postgraduate and has experience in chemical industry business	Sri Venkat Akkineni completed MBA from University of Wisconsin. He has vast experience in the chemical industry	He began his career in January 2012 for Cisco Systems, Inc., Austin, USA as a full-time Mechanical Engineering Co-Op while pursuing his Engineering Degree. After his graduation he worked at Luminex Corporation, Austin, USA as a Manufacturing Engineer for three years from July 2013 to July 2016. Sri Aditya Akkineni returned to India in August 2016 and joined Alufluoride Limited as Operations Lead for a period of 6 months. He then joined Amara Raja Batteries Ltd. in January 2017 as Executive Assistant to the Vice Chairman/Managing Director (VCMD). Sri Aditya Akkineni joined Alufluoride Limited full-time from 1 <sup>st</sup> April 2018 as General Manager - Projects and was instrumental to the successful brownfield expansion of the Visakhapatnam Aluminium Fluoride facility. Sri Aditya Akkineni's role was expanded to President - Business Development & Operations since 1 <sup>st</sup> April 2024 as he was overseeing the Company's Domestic & International Operations, along with Business Development and Future Projects.



Terms and conditions of appointment	As per shareholders' approval dated 16 <sup>th</sup> September, 2024.	As per shareholders' approval dated 15 <sup>th</sup> July, 2023.	As per shareholders' approval dated 20 <sup>th</sup> April, 2025.
Remuneration last drawn (₹ in lakhs)	NIL	183.67	68.70
Directorships of other Companies (excluding Foreign Companies and Section 25 Companies)	Anar Enterprises Pvt. Ltd. Annapurna Apex Chemicals Pvt.Ltd. Kaiser Finance and Leasing Pvt.Ltd. Visakha Finance Pvt. Ltd.	Annapurna Apex Chemicals Pvt.Ltd. Heart Entertainment Ltd. Annapurna Studios Pvt. Ltd. (Part IX)	Annapurna Apex Chemicals Pvt.Ltd. Sure Power Technologies Pvt.Ltd. Xenar Design Pvt.Ltd. Annapurna Studios Pvt.Ltd. (Part IX) GSR Advisory Services Pvt.Ltd. Nile Limited.
Chairmanships/ Memberships of Committees of other Public Companies (Includes only Audit Committee; and Stakeholders Grievance Committee)	NIL	NIL	NIL
Number of shares held in the Company as on 31 <sup>st</sup> March, 2026 Relationship with other Directors	61,731 Equity Shares She is wife of Sri Venkat Akkineni, Mother of Aditya Akkineni and Sister-in-law of Sri Ashok Vemulapalli	2,30,000 Equity Shares He is the husband of Smt. Jyothsana Akkineni, Father of Aditya Akkineni and brother-in-law of Sri Ashok Vemulapalli	4,80,506 Equity Shares Son of Smt. Jyothsana Akkineni and Sri Venkat Akkineni and nephew of Sri Ashok Vemulapalli
Number of Board Meetings attended during the year 2025-26 (Out of total 6 Board Meetings held)	6	6	6

## DIRECTORS' REPORT

To  
**The Members of  
Alufluoride Limited**

Your Directors have pleasure in presenting the Annual Report of your Company along with the Audited Statement of Accounts for the financial year ended 31st March 2026. The Report also includes the Management Discussion and Analysis Report and in accordance with the Guidelines on Corporate Governance.

## FINANCIAL RESULTS

The Financial results of the Company for the year under review are as follows: (₹ in Crores)

	Standalone		Consolidated	
	As on 31 <sup>st</sup> March, 2026	As on 31 <sup>st</sup> March, 2025	As on 31 <sup>st</sup> March, 2026	As on 31 <sup>st</sup> March, 2025
Sales and other revenue	210.10	190.53	210.12	190.53
Profit before Finance charges, Depreciation, Tax & other adj's	46.40	38.42	46.28	35.59
Less: Finance charges	2.57	2.46	2.57	2.46
Profit before Depreciation, Tax & other Adj's	43.83	35.96	43.71	33.13
Less: Depreciation	9.53	8.97	9.53	8.97
Profit before Exceptional item, Tax & other adj's	34.30	26.99	34.18	24.16
Less: Exceptional items	0.96	2.61	---	---
Profit before tax & other adj's	33.34	24.38	34.18	24.16
Less: Provision for current tax	9.05	7.25	9.05	7.25
Taxes of earlier years	0.26	(0.57)	0.26	(0.57)
Deferred Tax Asset/Liability adj's	(0.26)	(0.61)	(0.26)	(0.61)
Profit before appropriations and carried to Balance Sheet	24.29	18.31	25.13	18.09
Add/Less: Other Comprehensive Income (Ind-AS adj's)	1.01	0.43	1.01	0.43
Profit before appropriations and carried to Balance Sheet	25.30	18.74	26.14	18.52

## COMPANY'S PERFORMANCE

Your Directors are pleased to report that the Company has achieved an all-time record in both production and sales during the year under review. Aluminium Fluoride production stood at 17,787 MT, with sales of 18,866 MT, surpassing the previous year's figures of 16,377 MT and 15,831 MT respectively for FY 2024-25. Total Sales and Other Revenue also reached an unprecedented ₹210.10 crores, compared to ₹190.53 crores in FY 2024-25.

The record performance was driven by a combination of higher production volumes, an improved average realization per ton, rigorous working capital management, growth in other income and sustained cost control measures. After accounting for a provision of ₹0.96 crores towards diminution in the value of

investment in the Company's wholly owned subsidiary in Singapore, the Company recorded a Profit Before Tax and other adjustments of ₹33.34 crores and a Net Profit of ₹25.30 crores (post Ind-AS and tax adjustments), as against a Net Profit of ₹18.74 crores in FY 2024-25.

A notable contributor to this improved performance has been the Company's captive green solar energy initiative, which has resulted in a meaningful reduction in power costs. During the year, the Company augmented its existing 3 MW captive solar capacity with an additional 1.1 MW solar plant, further strengthening its commitment to sustainable and cost-efficient operations.

Your Directors report that ALUFLUORIDE INTERNATIONAL PTE. LTD., Singapore, the Company's



wholly owned subsidiary, incurred expenses of ₹0.14 crores for the period ended 31<sup>st</sup> March 2026, as compared to ₹2.80 crores in the previous year - reflecting a significant reduction in subsidiary-level expenditure.

On a consolidated basis, the Profit Before Appropriations carried to the Balance Sheet stood at ₹26.14 crores, as against ₹18.52 crores in the previous year, representing a strong year-on-year improvement in the Company's overall financial position.

## OUTLOOK FOR THE CURRENT YEAR

Coromandel International Limited (CIL) has commissioned a greenfield Phosphoric Acid plant in Kakinada, from which it has been supplying Hydrofluosilicic Acid (FSA) – a key raw material in the production of Aluminium Fluoride (AlF<sub>3</sub>) - to the Company with effect from April 2026. In addition, IFFCO Limited, Paradeep, has indicated its intention to supply supplementary FSA quantities in the near term, following the planned revamping of its fluorine recovery facilities.

In anticipation of increased FSA availability, the Company has undertaken a further expansion of its AlF<sub>3</sub> production infrastructure. Upon completion, which is targeted by end of June 2026, the enhanced facility will have a production capacity of 80 tons per day (TPD) of Aluminium Fluoride.

However, for the current financial year (FY 2026-27), the Company's production outlook is subject to certain risks. All Phosphoric Acid-based fertilizer complexes are experiencing uncertainty in the receipt of critical imported raw materials, including Rock Phosphate, Sulphur and Ammonia. This disruption is attributable to the ongoing US-Iran conflict, which has affected shipping routes through the Strait of Hormuz - the primary transit corridor for these materials destined for India. Consequently, the Company may face constrained AlF<sub>3</sub> production until the geopolitical situation stabilizes and supply chains normalize.

In response, the Company is actively monitoring raw material availability and calibrating its order book accordingly. Notwithstanding these near-term challenges, the Company remains optimistic about delivering improved financial performance in FY 2026-27, supported by increased production volumes, agreed realization prices, and enhanced operational efficiencies.

## TERM LOAN AND WORKING CAPITAL LIMITS WITH BANKS

Your Directors report that for further expansion of Aluminium Fluoride production facilities, during the year under review, Punjab National Bank, Visakhapatnam (PNB), had sanctioned an additional term loan of

₹20.22 crores and at the request of the Company, PNB reduced the working capital limits from ₹15 crores to ₹12.50 crores at a competitive rate of interest compared to other banks. A charge was created in favour of PNB, on the assets of the Company for the loans/working capital limits, similar to previous years.

## FUTURE PROJECTS

The Company is exploring a new project to manufacture Alumina Hydrate, towards raw material security and as a separate vertical. To initiate this project the objects of the Company were amended, and the shareholders consented to the amendment of the objects through postal ballot on 20<sup>th</sup> April 2025. Also, the Company is exploring other overseas and domestic projects in the fields of Aluminium Fluoride, transport of Company's required raw materials through Electric Vehicles, fluorine derivatives and value-added products from Silica, a byproduct of Aluminium Fluoride.

## EXPORTS

During the year under review, the Company had not registered any Exports Sales for the current and previous year.

## INSURANCE

All the properties of the Company including Buildings, Plant and Machinery and Stocks have been adequately insured.

## DIVIDEND

Your Directors are pleased to recommend payment of ₹4 (Rupees Four only) per equity share of ₹10 (Rupees Ten only) each, i.e., 40% as final dividend for the financial year 2025-26, for the approval of the Members at the ensuing Annual General Meeting (AGM) of the Company.

## TRANSFER TO RESERVE

The Company has not transferred any amount to the General Reserve for the financial year 2025-26.

## CORPORATE GOVERNANCE

As per Regulation 34 read with chapter IV of the SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015 a separate section on Corporate Governance is enclosed which forms part of the Annual Report. A certificate from the Auditors of the Company on compliance with the conditions of Corporate Governance as stipulated under the SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015 is annexed to this Report.



## MANAGEMENT DISCUSSION AND ANALYSIS

A detailed section of the Management Discussion and Analysis for the period under review as required under SEBI (Listing obligations & Disclosure Requirements) Regulations, 2015 is given as a separate statement forming part of the Annual Report.

## DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirement under Section 134 (5) of the Companies Act, 2013 with respect to the Director's Responsibility Statement, it is hereby confirmed:

- i. In the preparation of the annual accounts for the financial year ended 31<sup>st</sup> March 2026, the applicable accounting standards had been followed along with proper explanation relating to material departures;
- ii. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that were reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the company for that period;
- iii. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- iv. The Directors had prepared the accounts for the financial year ended 31<sup>st</sup> March 2026 on a 'going concern' basis; and
- v. The Directors had laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;
- vi. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating efficiently.

## DIRECTORS & KEY MANAGERIAL PERSONNEL (KMP)

### Directors

Sri Venkat Akkineni was reappointed as the Managing Director of the Company for a period of five years with effect from 1<sup>st</sup> August 2023 to 31<sup>st</sup> July 2028 at a remuneration subject to a maximum limit of ₹3,00,00,000 per annum for the period commencing from 1<sup>st</sup> August 2023 to 31<sup>st</sup> July 2026. Considering the contribution of Sri Venkat Akkineni towards the overall growth of the company, sourcing adequate supplies of acid, expansion projects in India as well his continued efforts in exploring greenfield overseas Aluminium Fluoride projects, basis the recommendation of Nomination and Remuneration Committee ('NRC') and the Audit Committee, the Board approved remuneration subject

to a maximum limit of ₹3,00,00,000 per annum for the remaining period commencing from 1<sup>st</sup> August 2026 to 31<sup>st</sup> July 2028 payable to him as follows, subject to approval of shareholders of the Company:

### 1. Remuneration:

- (i) Salary - ₹5,50,000 per month.
- (ii) Commission not exceeding 3.5% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013.

**2. Perquisites:** In addition to the Salary and Commission, he is be entitled to the Perquisites, classified under Category A, B, and C as approved by the shareholders of the Company.

The resolution proposing his remuneration forms part of the Notice of AGM.

During the year under review, the appointment of Sri Aditya Akkineni (DIN: 01629979) as Whole-Time Director designated as Chief Executive Officer on the Board of the Company with effect from 10<sup>th</sup> March 2025 was approved by the shareholders through postal ballot on 20<sup>th</sup> April 2025.

Sri Aditya Akkineni (DIN: 01629979) was appointed as Whole-time Director designated as Chief Executive Officer on the Board of the Company for a term of three year effective from 10<sup>th</sup> March, 2025 up to 9<sup>th</sup> March, 2028 whose office was liable to retirement by rotation and he shall be the Key Managerial Personnel of the Company, at the following remuneration:

**1. Salary & allowances:** ₹5,15,000 per month.

**2. Perquisites:** As per company policy – like HRA, Medical, Bonus, LTA, PF, Gratuity etc.

Considering his performance, responsibilities being shouldered and his valuable contributions in the growth of the Company and based on the recommendation of the Nomination and Remuneration Committee ('NRC') and Audit Committee, the Board approved to increase the remuneration of Sri Aditya Akkineni as follows: Remuneration subject to a maximum limit of ₹2,00,00,000 per annum payable to him as follows, subject to approval of shareholders of the Company:

### Remuneration:

- (i) Salary - ₹5,50,000 per month with effect from 1<sup>st</sup> March, 2026.
- (ii) Commission not exceeding 1% on the net profits of the Company computed in the manner laid down in Section 198 of the Companies Act, 2013 with effect from 1<sup>st</sup> April, 2026.

(iii) Perquisites: As per Company policy – like HRA, Medical, Bonus, LTA, PF, Gratuity etc.

The resolution proposing his remuneration forms part of the Notice of AGM.

In accordance with the provisions of the Companies Act, 2013 and the Articles of Association of the Company, Smt. Jyothsana Akkineni (DIN: 00150047) retires at the ensuing Annual General Meeting and has conveyed her consent for re-appointment as Director of the Company. Your Directors recommend the re-appointment of the said Director.

Particulars in pursuance of Regulation 36 of the SEBI LODR Regulations read with Secretarial Standard – 2 on General Meetings relating to Sri Venkat Akkineni, Sri Aditya Akkineni and Smt. Jyothsana Akkineni are given in Notice of AGM.

### **Key Managerial Personnel**

During the year under review, there has been no change in the Key Managerial Personnel of the Company. Smt. Vaishali Kohli continues to be the Company Secretary and Compliance Officer of the Company.

The Company has named the Managing Director, Director – Finance & Commercial as CFO, CEO and Company Secretary as its Key Managerial Personnel under the provisions of Section. 203 of the Companies Act, 2013.

### **DECLARATION FROM INDEPENDENT DIRECTORS ON ANNUAL BASIS**

Sri Yugandhar Meka, Sri Sohrab Chinoy Kersasp and Dr. Ravi Prasad Gorthy are the Independent Directors of the Company. The terms and conditions of appointment of Independent Directors are as per Schedule IV of the Act. They have submitted a declaration that each of them meets the criteria of independence as provided in Section 149(6) of the Act & Regulation 25(8) of SEBI (LODR) Regulations, 2015 and there has been no change in the circumstances which affects their status as Independent Director during the year.

### **NUMBER OF MEETINGS OF THE BOARD**

Six meetings of the Board were held during the year. For details of the meetings of the Board, please refer to the corporate governance report, which forms part of this report.

### **BOARD EVALUATION**

The Board of Directors has carried out an annual evaluation of its own performance, Board committees and individual Directors pursuant to the provisions of the Act and the corporate governance requirements as prescribed by Securities and Exchange Board of India (“SEBI”) under SEBI (Listing obligations &

Disclosure Requirements) Regulations, 2015. The performance of the Board was evaluated by the Board after seeking inputs from all the Directors on the basis of the criteria such as the Board composition and structure, effectiveness of Board processes, information and functioning, etc. The performance of the committees was evaluated by the Board after seeking inputs from the committee members on the basis of the criteria such as the composition of committees, effectiveness of committee meetings, etc.

The Board reviewed the performance of the individual Directors on the basis of the criteria such as the contribution of the individual Director to the Board and committee meetings like preparedness on the issues to be discussed, meaningful and constructive contribution and inputs in meetings, etc. In addition, the Chairman was also evaluated on the key aspects of his role.

In a separate meeting of independent Directors, performance of non-independent Directors, performance of the Board as a whole and performance of the Chairman was evaluated, taking into account the views of Executive Directors and Non-Executive Directors. The same was discussed in the Board meeting that followed the meeting of the Independent Directors, at which the performance of the Board, its committees and Individual Directors was also discussed.

### **POLICY ON DIRECTORS' APPOINTMENT AND REMUNERATION AND OTHER DETAILS**

The Company's policy on Directors' Appointment and Remuneration and other matters provided in Section 178(3) of the Act has been disclosed in the corporate governance report, which forms part of the Directors' report.

The Board at its meeting held on 31<sup>st</sup> May, 2025, approved payment of commission to the Independent Directors not exceeding 1 (one) percent of the profits of the Company in a financial year computed as per and subject to the provisions of the Act, at the end of the financial year or not exceeding aggregate of ₹12,00,000/- (Rupees Twelve Lakhs only) p.a., whichever is lower, to be paid equally among all the Independent Directors. The same was approved by the Shareholders at the AGM held on 16<sup>th</sup> September 2025.

### **DISCLOSURE AS REQUIRED UNDER RULE 5 OF COMPANIES (APPOINTMENT & REMUNERATION OF MANAGERIAL PERSONNEL) RULES 2014**

The Disclosure as required under Rule 5 of Companies (Appointment & Remuneration of

Managerial Personnel) Rules 2014 is appended in Annexure – A to the Board Report.

#### **RISK MANAGEMENT**

The Board of Directors oversee the various strategic, operational and financial risks that the organization faces, along with assessment of risks, their management and mitigation procedures. In the Board's view, there are no material risks, which may threaten the existence of the Company.

#### **SECRETARIAL STANDARDS**

The Directors state that applicable Secretarial Standards, i.e., SS-1 relating to 'Meetings of the Board of Directors' and SS-2, relating to 'General Meetings', have been duly followed by the Company.

#### **INTERNAL FINANCIAL CONTROLS**

The Company has adequate internal financial controls commensurate with its size and nature of its business. During the financial year under review, Internal Auditors of the Company have reviewed the effectiveness and efficiency of these systems and procedures. As per the said assessment, Board is of the view that IFC were adequate and effective during the financial year.

#### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES REFERRED IN SUB – SECTION (1) OF SECTION 188**

Details of transactions with related parties falling under the scope of Section 188(1) of the Act & Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules, 2014 (Form No. AOC- 2) is given in Annexure B to the Board Report.

#### **STATUTORY AUDITOR**

Pursuant to the provisions of Section 139 of the Act and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment (s) thereof, for the time being in force), Brahmayya & Co., Chartered Accountants, Visakhapatnam (FRN No: 000513S), were appointed as Statutory Auditors of the Company in the Annual General Meeting held on 9th July 2022 for a term of 5 (five) years until conclusion of the Annual General Meeting to be held in the year 2027.

#### **SECRETARIAL AUDITOR**

Pursuant to the provisions of Section 204 of the Act and the rules framed there under Mr. G.M.V. Dhanunjaya Rao of GMVDR & Associates, Company Secretaries was appointed as Secretarial Auditor of the Company and the Secretarial Audit Report issued

by them for the financial year 2025-26 is made a part of this Report.

Further the Board at its meeting held on 31<sup>st</sup> May, 2025, approved the appointment of Sri G.M.V. Dhanunjaya Rao (GMVDR & Associates) as the Secretarial Auditor of the Company for a term of five years commencing from the financial year 2025-26 up to financial year 2029-2030 at a remuneration fixed by Managing Director/Director – Finance & Commercial of the Company in consultation with Audit Committee from time to time. The same was approved by the Shareholders at the AGM held on 9<sup>th</sup> July 2025.

#### **COST AUDITOR**

The Company maintains cost records for its products as specified by the Central Government under sub-section (1) of Section 148 of the Act, and accordingly such accounts and records are made and maintained in the prescribed manner.

M/s. J K & Co., Cost Accountants, Vijayawada (Firm Registration No.: 004010), were appointed as the Cost Auditor to conduct the audit of the Company's cost records for the financial year ended 31<sup>st</sup> March 2026. The Cost Audit Report, for FY 2025-26, will be filed with the Central Government within the statutory timelines.

In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, since the remuneration to be paid to the Cost Auditor for FY 2025-26 is required to be ratified by the members, the Board of Directors recommends the same for ratification at the ensuing AGM. The proposal forms a part of the notice of the AGM.

M/s. J K & Co. Cost Accountants, Vijayawada (Firm Registration No.: 004010), are appointed as the Cost Auditor to conduct the audit of the Company's cost records for the financial year ended 31<sup>st</sup> March 2027. M/s. J K & Co. have confirmed their eligibility for the said appointment.

#### **ANNUAL RETURN**

The Annual Return of the Company in prescribed Form MGT-7 is available on the website of the Company at [www.alufluoride.com](http://www.alufluoride.com).

#### **SUBSIDIARIES**

As on 31<sup>st</sup> March 2026, the Company had one subsidiary, i.e. Alufluoride International Pte. Ltd., Singapore.

The Company does not have any joint venture / associate company(ies) within the meaning of Section 2(6) of Companies Act, 2013.

Pursuant to the first proviso to Section 129(3) of the Act and Rule 5 and Rule 8(1) of the Companies (Accounts) Rules, 2014, the salient features of financial statements, performance and financial position of subsidiary is given in Form AOC-1 as Annexure C to this Report.

#### **AUDITORS' REPORT AND SECRETARIAL AUDITORS' REPORT**

The Auditors' Report and Secretarial Auditors' Report does not contain any qualifications, reservations or adverse remarks.

#### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS**

The particulars of loans, guarantees and investments have been disclosed in the financial statements.

#### **MATERIAL CHANGES AND COMMITMENTS IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY.**

There are no material changes and commitment affecting the financial position of the Company.

#### **Corporate Social Responsibility**

The Company has constituted a Corporate Social Responsibility (CSR) Committee in terms of Section 135(1) of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy) Rules, 2014. The committee constitution is as follows as on 31<sup>st</sup> March 2026:

1. Dr. Ravi Prasad Gorthy	Chairman
2. Sri Yugandhar Meka	Member
3. Sri Ashok Vemulapalli	Member
4. Smt. Jyothsana Akkineni	Member
5. Sri K. Purushotham Naidu	Member
6. Sri Aditya Akkineni	Member

The CSR activities, projects and programs that are undertaken by the Company are those which are approved by the committee that is constituted / reconstituted by the Board of Directors of the Company in this regard (CSR Committee). The CSR Committee approves the undertaking of such activities, projects and programs as are covered under the following areas set out in Schedule VII of the Companies Act, 2013. Our company is committed to ensuring the social wellbeing of the society through its Corporate Social Responsibility (CSR) initiatives. Our focus is on rural development programs, Swachh Bharat, promoting education, promoting health care including

preventive health care and sanitation facilities to weaker sections of society through organizing health camps, meeting operation expenditure of children and poor people.

In accordance with the provisions of Section 135 of the Companies Act, 2013, the Annual Report on CSR Activities is given in Annexure E to this report.

#### **DEPOSITS**

The Company has not accepted any deposits during the year under review. As such no amount of principal or interest was outstanding on the date of the Balance Sheet.

#### **UNPAID / UNCLAIMED DIVIDEND**

Out of the Interim Dividend amount of ₹156.41 lakhs declared by your directors during the FY 2019-20, an amount of ₹7.68 lakhs remained unclaimed /unpaid as on 31.03.2026. Out of the Final Dividend amount of ₹78.40 lakhs, ₹156.41 lakhs, ₹234.61 lakhs and ₹234.61 lakhs declared by your directors during the FY 2021-22, FY 2022-23, FY 2023-24 and FY 2024-25, an amount of ₹ 3.40 lakhs and ₹ 6.56 lakhs, ₹10.94 lakhs and ₹9.85 lakhs respectively remained unclaimed/unpaid as on 31.03.2026.

Further, there is no amount(s) of Dividend which remained unclaimed for a period of 7 years and hence the requirement of transfer of such amount(s) to Investor Education & Protection Fund (IEPF) doesn't arise.

#### **INTERNAL CONTROL**

The Company has proper and adequate systems of internal control to ensure all the assets are safeguarded and protected against loss from unauthorized use or disposition and the transactions are authorized, regarded and reported correctly. The internal control is supplemented by an extensive program of internal audits, review by management and procedures. The internal control is designed to ensure that the financial and other records are reliable for preparing financial statements and other data, and for maintaining accountability of assets.

The Company's Internal Audit Department is regularly carrying out the Audit in all areas. Additionally, the Audit committee is reviewing all Audit Reports with significant control, all issues raised by internal and external auditing regularly, reports on the business development, all the past and the future plans are given to the Board of Directors, Internal Auditor's reports are regularly circulated to all the senior management to comply with the findings.



## **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

Additional information on conservation of energy, technology absorption and foreign exchange earnings and outgo as required to be disclosed in terms of Section 134(3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 is given in Annexure D and forms part of this report.

## **POLICY ON PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE**

The Company always believed in providing an encouraging work environment devoid of discrimination and harassment including sexual harassment and has adopted a policy in line with the provisions of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules made thereunder. The objective of the policy is to prohibit, prevent and address issues of sexual harassment at the workplace. The policy covers all employees irrespective of their nature of employment and also applicable in respect of all allegations of sexual harassment made by an outsider against an employee. An Internal Complaints Committee (ICC) has also been set up to redress complaints received on sexual harassment. No complaint was pending at beginning of the year, and none have been received during the year.

## **VIGIL MECHANISM / WHISTLE BLOWER POLICY**

Pursuant to the provisions of Section 177(9) of the Act, the Board of Directors of the Company has framed the Vigil Mechanism / Whistle Blower Policy for Directors and Employees of the Company. Under the said Policy, provisions have been made to safeguard persons who use this mechanism from victimization.

The Policy also provides access to the Chairperson of the Audit Committee under certain circumstances. The Whistle Blower Policy is uploaded on the website of the Company at [www.alufluoride.com](http://www.alufluoride.com).

## **EMPLOYEE RELATIONS**

During the year under review, the company has enjoyed cordial relationship with all sections of employees. The company believes that the employees play a vital role in increasing the turnover and profitability of the company and the strength of the company lies in harnessing the manpower in achieving sustained long-term growth in all spheres. The Company provides health insurance for all employees and their families.

## **ENVIRONMENT & SAFETY MEASURES**

Following the ISO Certifications of 9001, 14001 and OHSAS 45001 the Company will continue taking all

the necessary measures to maintain high standards of Environment, Cleanliness and Green Belt, Water Harvesting, Pollution Control, Health and Safety Precautions.

## **DISCLOSURES UNDER THE ACT**

### **Change in Nature of Business, if any:**

During the financial year 2025-26, there was no change in the nature of business of the Company.

### **Significant and Material Orders:**

The Company has not received any significant or material orders passed by any regulatory authority, court or tribunal which shall impact the going concern status and Company's operations in future.

### **Reporting of Frauds by Auditors:**

During the year under review, there were no frauds reported by Auditors under Section 143(12) of the Act.

### **Details on Insolvency and Bankruptcy Code:**

During the year under review, no application has been made by the Company nor is any proceeding pending against the Company under the Insolvency and Bankruptcy Code.

### **Disclosure with respect to Valuation:**

During the year under review there was no instance of onetime settlement with any Bank or Financial Institution. Accordingly, disclosure relating to the details of difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable to the Company.

## **ACKNOWLEDGEMENT**

Your Directors take this opportunity in expressing their gratitude to the Government of India and the Andhra Pradesh, State Government. The Board is also thankful to all its Bankers, Contractors, Customers and Shareholders for their unstinted support to the Company.

For and on behalf of the Board  
**For ALUFLUORIDE LIMITED**

**YUGANDHAR MEKA**  
Chairman  
DIN: 00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

Place : Hyderabad  
Date : 22<sup>nd</sup> May 2026

**ANNEXURE - A**
**DISCLOSURES AS REQUIRED UNDER RULE 5 OF COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014**

Sl. No.	Name of the Director / KMP & Designation	Ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year	Percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year
1	Sri Venkat Akkineni, Managing Director	40:2	17.0
2	Sri K. Purushotham Naidu, Director Finance & CFO	6:0	22.4
3	Sri Ashok Vemulapalli, Non-Executive & Non-Independent Director	(*)	(*)
4	Smt. Jyothsana Akkineni, Executive & Non-Independent Director	---	---
5	Sri Yugandhar Meka, Non-Executive & Independent Director	(*)	(*)
6	Sri Aditya Akkineni, Chief Executive Officer & Whole-Time Director	15:0	47.0
7	Sri Sohrab Chinoy Kersasp, Non-Executive & Independent Director	(*)	(*)
8	Dr Ravi Prasad Gorthy, Non-Executive & Independent Director	(*)	(*)
9	Smt. Vaishali Kohli Company Secretary	1:0	2.0

Percentage increase in the median remuneration of employees in the financial year	9.0
Number of permanent employees on the rolls of company	102
Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration	19
Affirmation	The remuneration is as per the remuneration policy of the Company.

**Details of Top 10 Employees in terms of remuneration drawn are as below:**

( ₹ in Lakhs)

Name & Designation	Remuneration	Nature of Employment	Qualification & Experience	Date of Joining	Age (Years)	% of shares held in the Company	Whether relative to any Director or Manager	Last Employment
Mr. Venkat Akkineni Managing Director	183.67	Contractual	MBA (USA), 48 Yrs	16.06.2008	71	2.94	Yes	Annapurna Studios Pvt. Ltd.
Mr. Aditya Akkineni Chief Executive Officer & Whole-Time Director	68.70	Contractual	B.Sc. (Mech. Eng.), USA, 14 Yrs	24.08.2016	37	6.14	Yes	Luminex Corporation, USA
Mr. Allamraju Chandra Sekhar Chief Operating Officer	47.54	As per Co.'s Rules	B.Tech (Ch.), 42 Yrs	01.01.2024	64	--	No	Jordan India Fertiliser Company (JIFCO), Jordan
Mr. K. Purushotham Naidu Director, Finance & Commercial	27.52	Contractual	M.Com, (CA), BL, 46 Yrs	22.08.1989	71	0.01	No	BSR & Sons, Vijayawada
Mr. S.V.N.G.S.S.S. Rao Chief Technical Officer	18.19	As per Co.'s Rules	M.Tech (Ch), 43 Yrs	18.06.2015	68	---	No	Vasanth Chemicals Ltd.
Mr. G. Sivakumar Sr.Manager, Instrumentation	17.23	As per Co.'s Rules	M.Tech (E&I), 13Yrs	04.11.2019	37		No	Vishnu Chemicals Ltd.
Mr. V. Durga Prasad Sr.Manager, Mechanical & Maint.	15.91	As per Co.'s Rules	B.Tech (Mech.), 17 Yrs	15.03.2023	40	--	No	Philips Carbon Black Limited
Mr. B.R.V. Sainadh Sr. Manager, Process Eng. & Production	13.82	As per Co.'s Rules	B.Tech (Ch.), 11 Yrs	14.12.2018	32	---	No	Deccan Fine Chemicals Ltd.
Mr. DL Narasimha Rao DGM, Accounts	12.58	As per Co.'s Rules	M.Com, 32 Yrs	17.10.1994	58	---	No	---
Mr. D. Hareesh Naidu Manager, Commercial	12.21	As per Co.'s Rules	B.Tech (Mech.), 11 Yrs	31.07.2023	32	---	No	Fenesta Building Systems

**ANNEXURE - B**
**FORM NO. AOC -2**

**(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014**

Form for Disclosure of particulars of contracts/arrangements entered in to by the company with related parties referred to in sub section (1) of section 188 of the Companies Act, 2013 including certain arm's length transaction under third proviso thereto.

**1. Details of contracts or arrangements or transactions not at Arm's length basis:**

SI.No.	Particulars	Details
A	Name(s) of the related party and nature of relationship	NIL
B	Nature of contracts/arrangements/transactions	NIL
C	Duration of the contracts/arrangements/transactions	NIL
D	Salient terms of the contracts or arrangements or transactions including the value, if any	NIL
E	Justification for entering into such contracts or arrangements or transactions	NIL
F	Date of approval by the Board	NIL
G	Amount paid as advances, if any	NIL
H	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	NIL

**2. Details of contracts or arrangements or transactions at Arm's length basis.**

SI.No.	Particulars	Details
A	Name(s) of the related party & nature of relationship	NIL
B	Nature of contracts/ arrangements/ transaction	NIL
C	Duration of the contracts/arrangements/ transaction	NIL
D	Salient terms of the contracts or arrangements or transaction including the value, if any	NIL
E	Date of approval by the Board	NIL
F	Amount paid as advances, if any	NIL

**ANNEXURE - C**
**FORM NO. AOC - 1**

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

**Statement containing salient features of the financial statement of  
subsidiaries/associate companies/joint ventures**

**Part "A": Subsidiaries**

(Information in respect of each subsidiary to be presented with amounts in Rs.) (₹ in Lakhs)

SI.No.	Particulars	Details
1.	Name of the subsidiary	Alufluoride International Pte. Ltd., Singapore
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01.04.2025 to 31.03.2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	United States Dollar (USD)
4.	Share capital	498
5.	Reserves & surplus	(422)
6.	Total assets	81
7.	Total Liabilities	81
8.	Investments	---
9.	Turnover	---
10.	Profit/(loss) before taxation	(12)
11.	Provision for taxation	---
12.	Profit/(loss) after taxation	---
13.	Proposed Dividend	---
14.	% of shareholding	---

**Part "B": Associates and Joint Ventures - Not Applicable**

**For and on behalf of the Board  
For Alufluoride Limited**

Hyderabad  
22<sup>nd</sup> May 2026

**YUGANDHAR MEKA**  
Chairman  
DIN: 00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**ANNEXURE - D**

Information under Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 for the year ended 31<sup>st</sup> March, 2026.

**A. CONSERVATION OF ENERGY:**

The Company continues to adopt various steps to conserve energy and has taken several measures including regular monitoring of consumption and improved maintenance of operations and modification of equipment for reduction in Power consumption. Total energy consumption and consumption per ton of production as prescribed in Form-A are given below:

<b>I. Power and Fuel Consumption</b>	<b>01-04-2025 to 31-03-2026</b>	01-04-2024 to 31-03-2025
<b>1. Electricity (*)</b>		
a) Purchased Units (kWh)	<b>53,30,900</b>	53,13,900
Total Amount (₹ in Lakhs)	<b>383</b>	495
Average Rate / Unit (₹)	<b>7.18</b>	9.31
(b) Own Generation -		
Through Diesel Generator - (500 + 500 Kva) - Units (kWh)	<b>49,112</b>	29,550
Average Units Generated per Liter of Diesel oil (kWh)	<b>3.36</b>	3.01
Cost of Diesel per (kWh) (₹)	<b>29.77</b>	34.49
<b>2. Furnace Oil (*)</b>		
(a) Furnace Oil :		
Quantity (KI)	<b>1,645</b>	3,109
Total Amount (₹ in Lakhs))	<b>768</b>	1,630
Average Rate (₹)	<b>46,704</b>	52,428
Coal: (*)		
Quantity (MT)	<b>7,642</b>	8,302
Total Amount (₹ in Lakhs)	<b>418</b>	474
Average Rate (₹)	<b>5,475</b>	5,709
PNG		
Quantity (MMBTU)	<b>70,883</b>	---
Total Amount (₹ in Lakhs)	<b>1,062</b>	---
Average Rate (₹)	<b>1,498</b>	---

**I. Consumption per ton of Production**

	<b>01-04-2025 to 31-03-2026</b>	01-04-2024 to 31-03-2025
<b>Aluminium Fluoride:</b>		
(a) Electricity (kWh) (*)	<b>289</b>	332
(b) Furnace Oil (KI) (*)	<b>0.089</b>	0.194

**B. TECHNOLOGY ABSORPTION**

Your Company always tries to identify & implement the latest technological innovations. The Company makes every effort to reduce the consumption norms of raw materials, utilities and will make ongoing efforts to reduce the power and fuel consumption and costs. There is no import of Raw Materials or utilities that are consumed.

**C. FOREIGN EXCHANGE EARNINGS**

	<b>01-04-2025 to 31-03-2026</b>	01-04-2024 to 31-03-2025
(a) Foreign Exchange Earnings - F.O.B (₹)	---	---
(b) Foreign Exchange Out Go (₹)	<b>7,91,59,995</b>	76,64,436
(c) Other Components, Spare Parts, Foreign Travel etc (₹)	<b>13,88,626</b>	20,86,925

**For and on behalf of the Board  
For Alufluoride Limited**

Hyderabad  
22<sup>nd</sup> May 2026

**YUGANDHAR MEKA**  
Chairman  
DIN: 00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**ANNEXURE - E**
**The Annual Report on CSR Activities  
Financial Year ended 31<sup>st</sup> March 2026**

1. Brief outline on CSR Policy of the Company - Our Company is committed to ensuring the social wellbeing of the society through its Corporate Social Responsibility (CSR) initiatives. Our focus will be on rural development programs, Swachh Bharat, promoting education, promoting health care, including preventive health care and sanitation facilities to weaker sections of society through organizing health camps, meeting operation expenditure of children and poor people.

**2. Composition of CSR Committee:**

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
01	Dr. RAVI PRASAD GORTHY	CHAIRMAN	2	2
02	SRIADITYA AKKINENI (member with effect from 31 <sup>st</sup> May 2025)	WTD and CEO - MEMBER	1	1
03	SRI YUGANDHAR MEKA	MEMBER	2	2
04	SRIASHOK VEMULAPALLI	MEMBER	2	2
05	SMT JYOTHSANA AKKINENI	MEMBER	2	2
06	SRI K. PURUSHOTHAM NAIDU	MEMBER	2	2

3. Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the board are disclosed on the website of the company- [www.alufluoride.com](http://www.alufluoride.com)
4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. N.A.
5. (a) Average net profit of the company as per section 135(5) - ₹2,364.18 lakhs  
 (b) Two percent of average net profit of the company as per section 135(5) - ₹47.28 lakhs  
 (c) Surplus arising out of the CSR projects or programs or activities of the previous financial years. ₹(17.69) lakhs  
 (d) Amount required to be set off for the financial year, if any: NIL  
 (e) Total CSR obligation for the financial year (5a+5b-5c). ₹29.59 lakhs
6. (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project). ₹5.56 lakhs  
 (b) Amount spent in Administrative Overheads - NIL  
 (c) Amount spent on Impact Assessment, if applicable - NIL

# Alufluoride Limited

(d) Total amount spent for the Financial Year [(a)+(b)+(c)] - ₹5.56 lakhs

Sl. No.	Name of the Project	Item from the list of activities in schedule VII to the Act	Local area (Yes/No)	Location of the project.		Amount spent for the project (in ₹ lakhs)	Mode of implementation Direct (Yes/No)	Mode of implementation Through implementing agency	
				State	District			Name	CSR Reg. No.
1	<u>ON GOING PROJECT</u> Construction of Community Hall in Mulagada	Development of Community infrastructure works	Yes	Andhra Pradesh	Visakhapatnam	2.50	Yes	---	---
2	<u>OTHER THAN ON GOING PROJECT</u> Comprehensive Eye Camp	Promoting Health care	Yes	Andhra Pradesh	Visakhapatnam	3.06	No	Sankar Foundation Eye Hospital	Yes
	<b>TOTAL</b>					<b>5.56</b>			

(e) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in ₹)	Amount Unspent (in ₹ lakhs) NIL				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
5.56	24.03	30.03.2026	---	---	---

Reasons for not spending the CSR amount:

The CSR Committee has identified a project "Development of Community infrastructure i.e., construction of Community Hall" for the nearby villages at an estimated project cost of ₹38 lakhs which qualify under CSR provisions of Companies Act 2013. This project will help nearby villages like Mulagada, Gondesipalem, ST Colony etc for discussions among themselves for development of their Community. The project has started and the Company paid an advance of ₹2.50 lakhs to the contractor. The project is expected to be completed by 31<sup>st</sup> January 2027 and the Company plan to invest CSR funds of unspent amounts along with current and future CSR amounts.

(f) Excess amount for set-off, if any : Nil



# Alufluoride Limited

7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years: NIL

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6) (in ₹)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in ₹)	Amount spent in the reporting Financial Year (in ₹)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any		Amount remaining to be spent in succeeding financial years (in ₹)	Deficiency, if any
					Amount (in ₹)	Date of transfer		
1.	2025-26	29.59	---	5.56	24.03	30.03.2026	24.03	---
	<b>TOTAL</b>	<b>29.59</b>	<b>---</b>	<b>5.56</b>	<b>24.03</b>	<b>---</b>	<b>24.03</b>	<b>---</b>

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: – No –

If yes, enter the number of Capital assets created/ acquired

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year – NA –

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135. – NA –

**For and on behalf of the Board of Directors  
For Alufluoride Limited**

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**RAVI PRASAD GORTHY**  
Chairman - CSR Committee  
DIN:02698389

Hyderabad  
22<sup>nd</sup> May 2026

**SECRETARIAL AUDIT REPORT**

To,  
The Members,  
Alufluoride Limited  
Visakhapatnam

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Alufluoride Limited** (hereinafter referred as "the company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of the management. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company. Maintenance of Secretarial record is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of Secretarial records. Wherever required, we have obtained the Management representation about the Compliance of laws, rules and regulations and happening of events etc.

Based on our verification of the company's books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the financial year ended on **31.03.2026** complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31.03.2025, according to the provisions of:

- i. The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii. The Depositories Act, 1996 and the Regulations and Byelaws framed thereunder;
- iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment. The Company has not availed External Commercial Borrowings during the year.
- v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
  - a) Securities and Exchange Board of India (Listing Obligations & Disclosure Requirements) Regulations, 2015
  - b) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  - c) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  - d) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 ;
  - e) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 1999 and The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014 (**Not Applicable as the Company has not formulated any such scheme during the Audit Period**);
  - f) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (**Not Applicable as the Company doesn't has any listed debt security (ies)**)
  - g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  - h) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009 (**Not Applicable as the Company has not delisted its equity shares from any Stock exchange during the Audit Period**); and
  - i) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998 (**Not Applicable as the Company has not bought back any of its securities during the Audit Period**);



(vi) Other industry specific laws applicable to the Company as per the representation made by the Management:

- The Factories Act, 1948
- The Environment (Protection) Act, 1986
- Electricity Act 2003 & Tariff Policy
- Water (Prevention & Control of Pollution) Act 1974
- Air (Prevention & Control of Pollution) Act 1981.

We have also examined compliance with the Secretarial Standards issued by the Company Secretaries of India and the Company has complied with the Secretarial Standards.

We have not examined compliance by the Company with applicable financial laws, like direct and indirect tax laws, since the same have been subject to review by statutory financial audit and other designated professionals.

During the period under review and as per the explanations and clarifications given to us and their presentations made by the Management, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, etc. mentioned above.

We further report that:

- a) The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period

under review were carried out in compliance with the provisions of the Act.

- b) Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, except for those meetings which were called at a shorter notice and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.
- c) As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and no dissenting views have been recorded.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

**For GMVDR & Associates  
Company Secretaries**

**G.M.V. Dhanunjaya Rao**  
Proprietor  
M.No.: F9120 C.P No.:5250  
Peer Review No: 7578/2026  
UDIN: F009120H000446315

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**ANNEXURE TO SECRETARIAL AUDIT REPORT ISSUED BY COMPANY  
SECRETARY IN PRACTICE**

To  
The Members  
Alufluoride Limited  
Visakhapatnam

Our report of even date is to be read along with this letter.

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

**For GMVDR & Associates**  
Company Secretaries

**G.M.V. Dhanunjaya Rao**  
Proprietor

M.No.: F9120 C.P No.:5250  
Peer Review No: 7578/2026

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

## MANAGEMENT DISCUSSION AND ANALYSIS

### INDUSTRY STRUCTURE AND DEVELOPMENT

Your Company manufactures aluminium fluoride (AlF<sub>3</sub>), a specialty fluorine chemical used by primary aluminium smelters as a flux in the electrolytic reduction of alumina.

Between 14 and 20 kilograms of AlF<sub>3</sub> is consumed in the production of every ton of aluminium. The Indian market for AlF<sub>3</sub> is supplied by a small number of qualified domestic manufacturers, supplemented by imports. Qualification by a smelter is a slow and exacting process. An off-specification consignment can damage potlines that are expensive and time-consuming to restart. Established supplier relationships, consistency of quality, and reliability of delivery, rather than price alone, determine the winning and retention of business in this industry.

Your Company is the only manufacturer of AlF<sub>3</sub> in Andhra Pradesh, and one of the few domestic producers qualified to serve every major primary aluminium smelter in India, including Hindalco Industries Ltd, Vedanta Ltd, and National Aluminium Company Ltd (NALCO).

Fewer than five companies manufacture AlF<sub>3</sub> in India; only a small number of these are qualified to supply high-purity, low-bulk-density material to the major smelters. The Hindalco Resilient Supply Chain Award conferred on the Company in November 2024, and the NALCO Best Customer (Chemical Division) Award received in March 2025, are external confirmations of the Company's standing with its principal customers.

The manufacturing process converts Hydro-fluosilicic Acid (FSA), which is a byproduct of the manufacture of phosphatic fertiliser, into high-purity AlF<sub>3</sub>. This conversion delivers a fourfold benefit: it abates a difficult-to-dispose fluorine effluent at the fertiliser complex; substitutes imported aluminium fluoride at the smelter; conserves finite natural resources such as fluorspar and sulphur; and lowers the carbon footprint of primary aluminium production.

The Company's plant at Visakhapatnam is located within manageable freight range of every major Indian smelter and on the same coast as both of its principal FSA suppliers. The plant's coastal location keeps outbound logistics to the smelters efficient. A portion of the Company's FSA requirement is, however, moved over a longer distance from Odisha, and the associated freight is a cost the Company absorbs.

### SEGMENT-WISE PERFORMANCE

Your Company is engaged in the manufacture of a single line of product, namely Aluminium Fluoride; accordingly, no separate segment reporting under Ind AS 108 is applicable. A small solar power generation activity is

carried on alongside, principally for captive consumption with surplus units sold to the grid. This activity remains an immaterial proportion of total revenue and serves primarily to reduce the carbon footprint of the Company's operations rather than to be a separate revenue stream in its own right.

### FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

Standalone revenue from operations for FY 2025-26 was ₹208.76 crore against ₹188.52 crore in the previous year, up 10.7% year-on-year. Total income, including other income, was ₹210.10 crore against ₹190.53 crore. Profit after tax for the year was ₹24.29 crore against ₹18.31 crore, up 32.7%. EBITDA for the year was ₹46.40 crore, with the EBITDA margin improving to 22.1% from 20.2% in the previous year.

The FY 2024-25 and FY 2025-26 profit was affected by a one-time exceptional loss of ₹2.61 crore and ₹0.96 crore, respectively arising from the disinvestment of the Jordan subsidiary. On a like-for-like basis, the underlying profit growth in FY 2025-26 is 20.8%, which compares favourably with revenue growth and reflects the operating leverage that comes with running closer to nameplate capacity, together with improvements to the manufacturing process and operating efficiencies realised during the year. Earnings per share for the year stood at ₹31.06 against ₹23.42 in FY 2024-25.

The fourth quarter of FY 2025-26 was, however, materially weaker than the nine-month run-rate. Standalone profit after tax of ₹3.76 crore in Q4 FY 2025-26 compared with an average of approximately ₹6.84 crore per quarter in the first three quarters. This deceleration is attributable principally to lower production volumes in the quarter, following the early shutdown of two FSA suppliers for annual maintenance in March, and to a lower average price realisation arising from the mix of products sold to different customers during the quarter.

Working-capital intensity rose during the year. Trade receivables and inventories were higher both in absolute terms and in days outstanding. This reflected in part the prudential build-up of Alumina Hydrate and finished-goods inventory (to a lesser extent), the Alumina Hydrate having been built up while it was available at favourable prices and as a precaution against any disruption to its supply, and in part the natural expansion of working capital that accompanies higher operating volumes. The Company's net debt remains modest in relation to operating cash flow generation, the debt-to-equity ratio is well within prudent norms, and the Company has adequate sanctioned but unutilised lines of credit to meet any near-term working-capital requirement.



Having regard to the FY 2025-26 results and the continued strong underlying cash generation of the business, the Board has recommended a final dividend of ₹4 per equity share (face value ₹10), against ₹3 per equity share for FY 2024-25, a 33% increase. The recommended payout absorbs approximately 12.9% of standalone profit after tax for the year; it also reflects the Board's continued policy of progressively returning surplus cash to shareholders while retaining sufficient resources for capacity expansion, backward-integration initiatives, and the strengthening of the Company's working-capital position.

## DETAILS OF SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS

In accordance with the requirements of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the details of significant changes (i.e., change of 25% or more as compared to the immediately preceding financial year) in the key financial ratios are set out below:

S.No.	Ratio	For the year ended 31 March 2026	For the year ended 31 March 2025	Change %	Reasons for variance above 25 %
1	Debtor's turnover ratio	13.7	11.7	17	---
2	Inventory turnover ratio	6.5	8.3	(22)	---
3	Current ratio	2.1	3.1	(32)	Decrease in the current liability during the year over the previous year.
4	Operating Profit ratio	18.5 %	14 %	32	Higher production and sales volumes during the first nine months, combined with lower aluminium hydroxide input cost.
5	Net Profit ratio	12.3 %	9.9 %	24	Higher production and sales, lower aluminium hydroxide cost. One-time exceptional losses of ₹2.61 crore and ₹0.96 crore, respectively, from the disinvestment of Jordan subsidiary.

Variances in the debtors' turnover ratio and the inventory turnover ratio remain within the 25% threshold but reflect the working-capital trends discussed above, namely a stretching of collection days and a precautionary inventory build-up ahead of possible Alumina Hydrate price increases.

## RETURN ON NET WORTH

Return on net worth (calculated as profit after tax for the year as a proportion of average shareholders' funds) for FY 2025-26 was approximately 20%, broadly in line with the previous financial year and above the Company's three-year average. The Company's capital structure remains conservative, with a low debt-to-equity ratio, and the Board's policy continues to be to deploy retained earnings primarily towards capacity expansion, backward integration, and the strengthening of the

Company's working-capital position, with a progressively growing distribution to shareholders. The increase in the recommended final dividend from ₹3 to ₹4 per equity share for FY 2025-26 is consistent with that policy.

## OPPORTUNITIES, THREATS, RISKS AND CONCERNS

### Capacity build-out and demand environment

The structural demand outlook for AlF<sub>3</sub> remains favourable. Indian primary aluminium smelting capacity continues to expand, with each of the Company's



principal customers having announced material capacity additions over the medium term. Your Company has matched this trajectory through a phased capacity build at Visakhapatnam: 4,000 TPA at commissioning; 8,000 TPA by debottlenecking over the years; 12,000 TPA in the second phase; 18,000 TPA in a subsequent debottlenecking, and 24,000 TPA on completion of the final phase in June 2026.

AlF<sub>3</sub> production grew at a compound annual rate of approximately 9% between FY 2022-23 and FY 2024-25, with FY 2024-25 recording 16,377 MT of production and 15,831 MT of dispatches. Both are all-time highs. FY 2025-26 has carried that revenue trajectory forward. The 24,000 TPA figure represents installed capacity; the volume actually produced in any year remains contingent on the availability of FSA, and the throughput constraint arising from the FSA shortage in the early part of FY 2026-27 is expected to keep production in that year below nameplate.

### **Raw-material supply: the immediate risk**

The principal risk facing the Company in the immediate term is the availability of FSA, its key raw material. The Company has a long-term supply arrangement with IFFCO Paradeep (originally for 7,000 TPA, currently scaled to over 17,500 TPA with potential to expand to 19,000 TPA), and it supplements this with FSA procured from Paradeep Phosphates Ltd. as and when it is available and meets the Company's quality requirements, and from Coromandel International Ltd.'s phosphoric acid plant at Visakhapatnam and, from April 2026, its new phosphoric acid plant at Kakinada. From these two plants combined the Company expects to draw approximately 4,500 TPA, if taken together, the contracted volume from IFFCO Paradeep and the additional quantities available from the other sources are sufficient, in normal conditions, to support the Company's installed AlF<sub>3</sub> capacity. However, all the suppliers are dependent on imported raw materials, namely rock phosphate, sulphur, and ammonia. Sulphur and ammonia are sourced largely through the Strait of Hormuz, while rock phosphate reaches India mainly via the Red Sea and other routes; the sulphur and ammonia supply chains were the more disrupted of the two during the recent conflict.

The intensification of hostilities in West Asia and the continuing tension around the Strait of Hormuz have, since the latter part of FY 2025-26, affected the upstream sulphur and ammonia supply chain on which Indian phosphatic-fertiliser producers depend. This has, in turn, constrained the downstream FSA byproduct that your

Company consumes. Accordingly, on 23 May 2026, the Company filed a disclosure with the stock exchanges intimating that FSA supply had reduced, that on-site stocks of the raw material were expected to be constrained through June 2026, and that operations were being scaled back commensurately.

The financial impact of this disruption is not presently determinable; it is dependent on the trajectory of events in West Asia. The fourth quarter of FY 2025-26, in which standalone profit after tax of ₹3.76 crore was materially below the average of ₹6.84 crore per quarter recorded in the preceding nine months, reflected lower production volumes following the early maintenance shutdown of two FSA suppliers in March, together with a weaker average price realisation on the quarter's product mix. The Company has, however, been able to mitigate part of this exposure. By deferring the finalisation of its latest sales contracts until May 2026, it secured terms that have afforded a measure of protection against the cost increases seen earlier in the period.

A substantial part of the Company's FSA requirement is met from Odisha. Over the years the Company has adapted its sourcing and logistics to draw reliably on that supply base. The commissioning of Coromandel International's phosphoric acid plant at Kakinada and the commencement of FSA supplies from that location from April 2026 is a useful diversification of the supplier base, although it does not eliminate the underlying common dependency of all the suppliers on imported raw materials.

### **Customer concentration**

Primary aluminium smelting capacity has consolidated in the hands of a smaller number of larger operators. In FY 2024-25, the largest customer accounted for 69.27% of AlF<sub>3</sub> revenue, up from 52.51% in FY 2023-24, while the share of customers contributing more than 10% individually (excluding the top two) declined from 20.40% to nil. The Company's small solar power business has been entirely dependent on captive consumption. The underlying pattern is not expected to have shifted materially during the year.

The Board's view is that the prevailing concentration reflects the consolidation of demand in the Indian primary aluminium industry rather than any weakening of the Company's commercial position; the receipt of two customer-conferred performance awards in the recent past supports this reading. The Company is actively pursuing the qualification of additional buyers and the development of overseas markets, including



through its wholly owned subsidiary Alufluoride International Pte. Ltd., Singapore.

## **Strategic response: backward integration and diversification**

Since FY 2024-25, the Company has been exploring the establishment of a green field Alumina Hydrate manufacturing facility. Alumina Hydrate is the second principal input into AIF<sub>3</sub> manufacture. In-house production would reduce the Company's exposure to procurement-cost volatility on that input, while also extending the Company's presence further upstream in the aluminium value chain as a separate vertical.

The shareholders' approval for an alteration of the Objects Clause to permit this activity was obtained by postal ballot on 20 April 2025. The Company is also evaluating other domestic and overseas opportunities, including potential second-site AIF<sub>3</sub> capacity and adjacent fluorine-derivative chemistries. These initiatives are at the assessment stage; a formal commitment will follow once project specifications, capital cost, financing structure, and revenue economics are determined to the Board's satisfaction.

The Company's withdrawal in FY 2024-25 from the AIF<sub>3</sub> joint venture in Jordan, in response to the deterioration of the political environment in West Asia and the requirement of a parent-company corporate guarantee from the Jordanian banks, was completed during FY 2025-26; the corresponding write-down of ₹2.61 crore, has been recognised in the FY 2024-25 consolidated financial statements.

## **Other risks**

The other recurring risks to which the Company is exposed are: increases in inland freight cost on FSA sourced from Odisha; increases in the cost of fuel, power, and consumables; cyclicalities in the primary aluminium industry transmitted through customers' offtake patterns; foreign-exchange volatility on the limited proportion of imported inputs and capital goods; and the customary risks of fire, environmental incident, and industrial accident, against which the Company maintains the appropriate insurance cover. The captive solar plant commissioned in 2021 and expanded by a further 1.1 MW to 4.1 MW in May 2026, continues to contribute meaningfully to keeping the conversion cost low and the Company's carbon footprint contained.

## **OUTLOOK**

The medium-term outlook for your Company remains favourable: Indian primary aluminium production

capacity continues to expand, the Company's qualification status with its principal customers is current and active, its FSA supply arrangements are, in normal conditions, sufficient to support its installed AIF<sub>3</sub> capacity, and the captive solar plant continues to lower the cost of conversion. The capacity ramp to 24,000 TPA completed in June 2026 positions the Company to participate fully in the demand growth expected to be generated by the Indian aluminium industry over the medium term.

In the immediate term, the outlook is materially affected by the FSA supply disruption disclosed in May 2026. The volume impact of the throughput constraint is expected to be concentrated in the first quarter of FY 2026-27, with the second quarter expected to recover towards the production level of the corresponding quarter of the previous year as FSA availability improves. The Board expects the first half of the year, taken as a whole, to reflect some reduction in AIF<sub>3</sub> volumes relative to a normal period.

The Company has, however, limited its input-cost exposure by finalising its procurement contracts only after the onset of the disruption, which has afforded a degree of protection on pricing. The duration of the disruption is dependent on the geopolitical situation in West Asia, which is beyond the Company's control. Once normal FSA supply resumes, the Company expects its operating economics to revert to the pre-disruption pattern. In light of this near-term uncertainty, the Board has refrained from issuing a quantitative revenue or profit guidance for FY 2026-27. Shareholders are requested to read the discussion in this section in conjunction with the Company's exchange disclosure dated 23 May 2026.

## **INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY**

Your Company has an internal control system commensurate with the size of its operations and the nature of its business, which provides for:

- the efficient use and safeguarding of resources;
- the accurate recording and custody of assets;
- compliance with prevailing statutes, policies, procedures, listing requirements, management guidelines, and circulars;
- the accurate recording, cross-verification, and prompt reporting of transactions;
- adherence to applicable accounting standards and policies; and
- the operation of information-technology systems that facilitate the above.

The internal control system is supported by well-documented policies, guidelines, authorisations, and



approval procedures. Internal audit reports are placed before the Audit Committee, and significant findings are reviewed on a periodic basis. Observations from the internal audit and the status of action thereon are reviewed by the Audit Committee on a regular basis for any further appropriate action that may be deemed necessary. The Enterprise Resource Planning (ERP) system implemented earlier continues to be augmented and fine-tuned; it remains a useful management-information tool for the Company's decision-makers.

## **HUMAN RESOURCE DEVELOPMENT**

The continued certification of your Company's Quality, Environmental, and Occupational Health and Safety Management Systems to ISO 9001, ISO 14001 and ISO 45001, respectively, reflects the commitment of all employees to excellence in operations. Committed human resources are a principal core strength of your Company, and the cordial industrial-relations atmosphere prevailing at the Visakhapatnam plant is an attribute that has long underpinned the consistency of production and the quality of dispatches. The total

number of employees was 118 as on 31 March 2026. The Company continues to invest in training, in safety, and in skill development across its workforce.

## **CAUTIONARY STATEMENT**

Statements in this Management Discussion and Analysis describing the Company's objectives, projections, estimates, and expectations may constitute "forward-looking statements" within the meaning of applicable laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the Company's operations include economic conditions affecting demand and supply, and the price conditions in the domestic and international markets in which the Company operates, changes in government regulations, tax laws, and other statutes, and incidental factors. The Company assumes no responsibility, in respect of forward-looking statements herein, to amend, modify, or revise any forward-looking statements on the basis of any subsequent developments, information, or events.



**REPORT ON CORPORATE GOVERNANCE FOR THE YEAR ENDED 31<sup>st</sup> MARCH 2026**

**CORPORATE GOVERNANCE:**

In terms of IV Securities and Exchange Board of India (Listing Obligations & Discloser Requirements Regulations, 2015, compliance with the requirements of Corporate Governance is mandatory for your Company from the financial year 2001 - 02 and your Company is following the same.

**COMPANY'S PHILOSOPHY:**

The Company firmly believes in and has consistently practiced good Corporate Governance. The Company's philosophy on corporate governance envisages the attainment of the highest levels of transparency, accountability, and equality, in all facets of its operations, and in all its inter-actions with stakeholders, including shareholders, employees, Government, lenders, customers, Etc. The Company believes that all its operations and actions must serve the underlying goal of enhancing overall shareholder value.

**BOARD OF DIRECTORS:**

Composition of Directors and their Attendances at the Board Meetings during the year and the last Annual General Meeting and outside Directorships are:

Name of the Director	Category	No. of Board Meetings attended during the F.Y. 2025-26	Attendance at the Previous AGM held on 9 <sup>th</sup> July, 2025	Number of Directorships in other public companies		Number of Committee positions held in other public companies		Director ship in other listed entity (Category of Director ship)	Skills/ Expertise/ Competence
				Chairman	Member	Chairman	Member		
Sri Venkat Akkineni (*)	Executive	6	Present	--	--	--	--	--	Leadership, Financial, Project Execution, Board Service and Governance, Sustainability, Risk expertise and international Business
Sri Ashok Vemulapalli (**)	Non-Executive	6	Present	--	--	--	--	--	Leadership, Financial, Project Execution, Board Service and Governance, Sustainability, Risk expertise and international Business
Smt. Jyothsana Akkineni (***)	Executive	6	Present	--	--	--	--	--	Leadership, Financial, Project Execution, Board Service and Governance, Sustainability, Risk expertise and international Business
Sri K. Purushotham Naidu	Executive	6	Present	--	--	--	--	--	Leadership, Financial, Audit, Board Service & Governance and compliance, Project execution.
Dr Ravi Prasad Gorthi	Independent	6	Present	--	--	--	--	--	He is Doctorate in Agriculture Chemistry from Indian Agricultural Research Institute (Pusa), New Delhi. He promoted best brands in Agriculture in World's largest Cooperative IFFCO, Coromandel International Ltd, Godavari Fertilisers & Chemicals Ltd, Zuari Industries Ltd, Nagarjuna Fertilisers and EID Parry etc
Sri Yugandhar Meka	Independent	6	Present	--	2	2	--	Lokesh Machines Ltd and Suryalata Spinning Mills Independent Director	Leadership, Financial, Audit, Board Service & Governance and compliance, merger & acquisition, Project execution, International Business
Sri Sohrab Chinoy Kersasp	Independent	6	Absent	--	1	--	--	Ravi Leela Granites Limited - Independent Director	Leadership, Financial, Audit, Board Service & Governance and compliance, merger & acquisition, Project execution, International Business
Sri Aditya Akkineni (****)	Executive	6	NA	--	1	--	--	Nile Limited Independent Director	Leadership and on-ground guidance was critical for uninterrupted operations during Covid affected years. His experience in International Business for development of International Projects.

(\*) Sri Venkat Akkineni is husband of Smt. Jyothsana Akkineni, brother-in-law of Sri Ashok Vemulapall and father of Sri Aditya Akkineni.

(\*\*) Sri Ashok Vemulapalli is brother-in-law of Sri Venkat Akkineni and Jyothsana Akkineni and uncle of Sri Aditya Akkineni.

(\*\*\*) Smt. Jyothsana Akkineni is wife of Sri Venkat Akkineni, mother of Sri Aditya Akkineni and sister-in-law of Sri Ashok Vemulapalli

(\*\*\*\*) Sri Aditya Akkineni is Son of Sri Venkat Akkineni and Smt. Jyothsana Akkineni and nephew of Sri Ashok Vemulapalli

**THE BOARD HAS IDENTIFIED THE FOLLOWING SKILLS /EXPERTISE/ COMPETENCIES FUNDAMENTAL FOR THE EFFECTIVE FUNCTIONING OF THE COMPANY WHICH ARE CURRENTLY AVAILABLE WITH THE BOARD:**

Global Business	Understanding, of global business dynamics, across various geographical markets, industry verticals and regulatory jurisdictions
Strategy and Planning	Appreciation of long-term trends, strategic choices, and experience in guiding and leading management teams to make decisions in uncertain environments.
Governance	Experience in developing governance practices, serving the best interests of all stakeholders, maintaining board and management accountability, building long-term effective stakeholder engagements and driving corporate ethics and values.

None of the Non-Executive / Independent Directors held any Equity Shares of the Company as on 31<sup>st</sup> March, 2026 except Sri Ashok Vemulapalli having 35,779 Shares.

In the opinion of the Board, the existing Independent Directors fulfil the conditions specified in the SEBI Listing Regulations and are independent of the Management.

**BOARD MEETINGS HELD DURING THE YEAR 2025-26:**

During the Financial year 2025-26, Six Board Meetings were held on 12<sup>th</sup> May 2025, 31<sup>st</sup> May 2025, 6<sup>th</sup> August 2025, 17<sup>th</sup> October 2025, 22<sup>nd</sup> January 2026 and 9<sup>th</sup> March 2026.

**BOARD COMMITTEES:**

**Audit Committee:**

The Audit Committee comprises of three Independent Directors and one Non-Executive Director as detailed below: The Company Secretary acts as the Secretary of the Committee.

Sl. No.	Name of the Director	Designation	No. of Meetings held during the Member's tenure	No. of Meetings attended
1	Sri Yugandhar Meka	Member (Independent Director)	6	6
2	Sri Sohrab Chinoy Kersasp	Chairperson Member (Independent Director)	6	6
3	Dr. Ravi Prasad Gorthy (Appointed on 14 <sup>th</sup> August 2024)	Member (Independent Director)	6	6
4	Sri Ashok Vemulapalli	Member (Non-Executive & Non-Independent Director)	6	6

The terms of reference of the Audit Committee mandated by your Board of Directors, which are also in line with the Statutory and regulatory requirements, are.

- Overview of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient, and credible.
- Recommending the appointment and removal of external auditors, fixation of audit fee and approval for payments of any other services.
- Reviewing with management the annual financial statements before submission to the Board.
- Reviewing with management, external and internal auditors, the adequacy of internal control system.
- Reviewing the adequacy of internal audit reporting structure, coverage, and frequency of internal audit.



- f) Discussions with internal auditors on any significant findings and follow-up thereon.
- g) Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularities or failure of internal control systems of a material nature and reporting the matter to the Board.
- h) Discussion with external auditors before the audit commences – nature and scope of audit as well as has post audit discussions to ascertain any area of concern.
- i) Reviewing the Company's financial and risk management policies.
- j) To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.

During the financial year 2025-26, Six meetings of the Audit Committee were held on 12<sup>th</sup> May 2025, 31<sup>st</sup> May 2025, 6<sup>th</sup> August 2025, 17<sup>th</sup> October 2025, 22<sup>nd</sup> January 2026 and 9<sup>th</sup> March 2026.

### Stakeholders Relationship Committee:

The Stakeholders Relationship Committee comprises of:

S.No.	Name of the Director	Designation
1	Sri Sohrab Chinoy Kersasp	Chairperson (Independent Director)
2	Smt. Jyothsana Akkineni	Member (Executive & Non-Independent Director)
3	Sri Ashok Vemulapalli	Member (Non-Executive & Non-Independent Director)
4	Sri Aditya Akkineni	Member (WTD and CEO)

The Share Transfer Committee deals with share transfers, complaints/grievances of the shareholders on a regular basis. All the complaints/grievances have generally been resolved to the satisfaction of the members concerned.

During the year, one Stakeholders Relationship Committee meeting was held 12<sup>th</sup> May 2025.

Mrs. Vaishali Kohli was appointed as a Compliance Officer of the Company under Regulation 6 of SEBI Listing Regulations.

### Details of Investor Complaints

Complaints at the beginning of the FY 2025-26	Received during the year	Resolved during the year	Complaints at the end of the FY 2025-26
1	- Nil -	1	- Nil -

### Nomination and Remuneration Committee:

The Committee comprises of three Independent Directors as detailed below:

S.No.	Name of the Director	Designation
1	Sri Sohrab Chinoy Kersasp	Chairperson (Independent Director)
2	Sri Ravi Prasad Gorthy	Member (Independent Director)
3	Sri Yugandhar Meka	Member (Independent Director)
4	Sri Ashok Vemulapalli	Member (Non-Executive & Non-Independent Director)

The remuneration policy of the Company is based on the principle of attracting best available talent and is in line with the industry standards.

During the financial year 2025-26, two meetings of Nomination and Remuneration Committee were held on 12<sup>th</sup> May, 2025 and 31<sup>st</sup> May 2025.

**Performance evaluation criteria for Independent Directors:**

Independent Directors have three key roles governance, control and strategic guidance. Some of the performance indicators, based on which the Independent Directors are evaluated, are:

- (i) Contribution to and monitoring Corporate Governance practices.
- (ii) Ability to contribute to address top management issues.
- (iii) Active participation in long term strategic planning
- (iv) Commitment to the fulfilment of obligations and responsibilities.

The performance evaluation of Independent Director is done by the Board annually based on criteria of attendance and contributions at Board/Committee meetings and also the roles played by them other than at meetings.

The NRC had specified criteria for performance evaluation of Directors, committees, and Board as a whole and recommend the same to the Board for evaluation.

In line with corporate governance guidelines, evaluation of all members is done on an annual basis. This evaluation is done by the entire Board led by Chairman of the Board with specific focus on the performance and effective functioning of the Board, committees of the Board and individual Directors and reported to the Board. The evaluation process also considers the time spent by each of the Board members, core competencies, personal characteristics, accomplishment of specific responsibilities and expertise.

The entire Board of Directors excluding the Directors being evaluated) held the performance evaluation of Independent Directors and on the basis of performance evaluation, the Board decided to continue the term of appointment of Independent Directors.

**Corporate Social Responsibility (CSR) Committee:**

During the year, two meeting of CSR Committee meeting was held on 12<sup>th</sup> May 2025 and 9<sup>th</sup> March 2026

The Committee comprises of 6 Directors as detailed below:

S.No.	Name of the Director	Designation
1	Sri Yugandhar Meka	Member (Independent Director)
2	Dr. Ravi Prasad Gorthy	Chairperson (Independent Director)
3	Smt Jyothsana Akkineni	Member (Executive & Non-Independent Director)
4	Sri Ashok Vemulapalli	Member (Non-Executive & Non-Independent Director)
5	Sri Purushotham Naidu Kotikalapudi	Member (Executive & Non-Independent Director)
6	Sri Aditya Akkineni	Member (WTD and CEO)

The above committees do not have "Regular Chairperson" in terms of SEBI LODR.

**Criteria of making payments to Non-Executive Directors**

Keeping in view the size, scale and complexity of the Company's operations and the level of involvement of the non-executive directors in the supervision and control of the Company and their guidance for the growth of the Company as members of the Board and also as Chairman or Members of the relevant Committees of the Board, the Board and Shareholders decided that such remuneration/commission should be commensurate with their roles which have undergone significant qualitative changes.

**Disclosures with respect to remuneration:**

- (i) Gross remuneration includes salary, taxable allowances, Commission, value of perquisites as per the Income Tax Rules, 1962 and Company's contribution to Provident Fund.
- (ii) No director was allowed any fixed or performance linked incentives.
- (iii) There are neither specific contracts nor any severance fees. Terms of appointment are as decided by the Board and General Body.
- (iv) The Company has no options outstanding as at the beginning of the year and has not granted any stock options during the financial year 2025-26

Details of remuneration and payments to Directors during the financial year 2025-26 are given below



Name of the Director	Sitting Fee – Board Committee ₹ lakhs	Salary, Commission & Perks ₹ lakhs	Other Transaction ₹ lakhs
Sri Venkat Akkineni	---	183.67	---
Sri Ashok Vemulapalli	2.30	---	3.00
Smt. Jyothsana Akkineni	---	---	---
Sri K. Purushotham Naidu	---	27.53	---
Sri Aditya Akkineni	---	68.70	---
Dr. Ravi Prasad Gorthy	2.20	---	3.00
Sri Yugandhar Meka	2.20	---	3.00
Sri Sohrab Chinoy Kersasp	2.20	---	3.00

**GENERAL BODY MEETINGS:**

Location and time of last three Annual General Meetings are as under:

Year	Venue	Date	Time	Special Resolutions passed
2025	Through Video Conference	9 <sup>th</sup> July 2025	11.00 A.M.	To consider and approve the remuneration of the Cost Auditors of the Company for financial year 2024-25. To consider and approve payment of profit-linked commission to Independent Directors of the Company. To consider and approve appointment of Secretarial Auditor of the Company.
2024	Through Video Conference	16 <sup>th</sup> September 2024	11.00 A.M.	Re-appointment of Smt. Jyothsana Akkineni as Executive Director of the company
2023	Through Video Conference	15 <sup>th</sup> July 2023	11.00 A.M.	Re-appointment of Sri Venkat Akkineni as Managing Director of the company

**C.E.O / C.F.O. Certification:**

The C.E.O. (Managing Director) and the C.F.O. certified to the Board on the prescribed matters as required under chapter IV of Securities and Exchange Board of India (Listing Obligations & Discloser Requirements Regulations, 2015, and the said Certificate was considered by the Board at its meeting held on

**NO DISQUALIFICATION CERTIFICATE FROM PRACTISING COMPANY SECRETARY:**

A certificate has been received from Krishna Rathi and Associates, Practicing Company Secretaries, confirming that none of the Directors on the Board of the Company has been debarred or disqualified from being appointed or continuing as directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such statutory authority, as stipulated under Regulation 34 of the Listing Regulations, is attached to this report.

**MEANS OF COMMUNICATION:**

The Quarterly, Half-yearly and Annual results are published by the Company in the Newspapers. Official news items are sent to BSE Limited, Mumbai.



## LISTING ON STOCK EXCHANGES:

The securities of the Company are listed in BSE Limited, Mumbai. The listing fee for this Stock Exchange had been paid.

## REGISTRARS AND TRANSFER AGENTS, SHARE TRANSFER SYSTEM:

XL Softech Systems Ltd, 3, Sagar Society, Road No. 2, Banjara Hills, Hyderabad 500 034 are the Registrars of the Company. Share Transfers are registered and returned in the normal course within a period of 15 days from the date of receipt if the documents are clear in all respects. Request for dematerialization of shares are processed, and confirmation is given to the respective depositories i.e., National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) within 15 days.

## MARKET PRICE DATA:

High/Low prices during the financial year 2025-26 on BSE Limited, Mumbai.

Month	High ₹ Ps.	Low ₹ Ps.
April 2025	490.00	395.00
May 2025	447.20	381.10
June 2025	419.00	375.50
July 2025	460.00	390.25
August 2025	456.00	388.30
September 2025	469.40	407.50

Month	High ₹ Ps.	Low ₹ Ps.
October 2025	491.20	404.00
November 2025	487.75	422.00
December 2025	452.00	400.60
January 2026	477.00	377.60
February 2026	478.65	428.00
March 2026	454.00	392.50

## COMPARISON TO BROAD – BASED INDICES WITH BSE SENSEX

Month	ALUFLUORIDE LTD. PRICE ₹ Ps.	BSE SENSEX
April 2025	414.95	80242.24
May 2025	403.70	81451.01
June 2025	398.20	83606.46
July 2025	443.50	81185.50
August 2025	435.55	79809.65
September 2025	417.75	80267.62

Month	ALUFLUORIDE LTD. PRICE ₹ Ps.	BSE SENSEX
October 2025	455.20	83938.71
November 2025	428.70	85706.65
December 2025	427.40	85220.60
January 2026	447.35	82269.78
February 2026	457.70	81287.19
March 2026	409.05	71497.55

## CATEGORIES OF SHARE HOLDING AS ON 31<sup>st</sup> MARCH 2026

Sl. No.	Category	No. of shares	%
1.	Promoters, Directors, relatives and associated companies	46,87,272	59.94
2.	Financial Institutions	1,00,100	1.28
3.	Mutual Funds	----	----
4.	Banks	----	----
5.	Foreign Institutional Investors	4,190	0.05
6.	Non- Resident Indians	1,75,123	2.24
7.	Private Bodies corporate	1,13,784	1.45
8.	Public	26,62,554	34.05
9.	Others	77,459	0.99
<b>Total</b>		<b>78,20,482</b>	<b>100.00</b>

## DISTRIBUTION OF SHAREHOLDINGS AS ON 31<sup>st</sup> MARCH 2026

No. of shares	No. of shareholders	No. of shares	%
Up to 500	14,691	12,76,758	16.33
501 to 1,000	407	3,09,211	3.95
1,001 to 2,000	214	3,05,082	3.90
2,001 to 3,000	79	1,98,018	2.53
3,001 to 4,000	27	92,935	1.19
4,001 to 5,000	25	1,16,475	1.49
5,001 to 10,000	26	1,93,679	2.48
10,001 and above	30	53,28,324	68.13
<b>Total</b>		<b>15,499</b>	<b>78,20,482</b>
			<b>100.00</b>



## DEMATERIALIZATION OF SHARES AND LIQUIDITY:

Equity Shares of the Company have been dematerialized and are identified under ISIN-INE058F01019.

## OTHER DISCLOSURES

### A. RELATED PARTY TRANSACTION (REG. 23 OF SEBI LISTING REGULATIONS)

There are no material related party transactions during the year that have conflict with the interest of the Company. Transactions entered with related parties during the financial year were in the ordinary course of business and at arms' length basis and were approved by the Audit Committee. The Board's approved policy for related party transactions is uploaded on the website of the Company.

Policy on Related Party Transaction is available at the link <http://www.alufluoride.com/images/Website-Regulations.pdf>

**Disclosures of transactions of the Company with the person or entity belonging to the promoter/promoter group which hold(s) 10% or more shareholding in the Company – NIL**

### B. DETAILS OF NON - COMPLIANCE BY THE COMPANY, PENALTY, STRICTURES IMPOSED ON THE COMPANY BY THE STOCK EXCHANGE, OR SECURITIES AND EXCHANGE BOARD OF INDIA ('SEBI') OR ANY STATUTORY AUTHORITY ON ANY MATTER RELATED TO CAPITAL MARKETS, DURING THE LAST THREE YEARS – (SCHEDULE V (C) 10(b) TO THE SEBI LISTING REGULATIONS)

The Company has complied with the requirements of listing agreement/regulations/guidelines/rules of the Stock Exchanges/ SEBI/Other Statutory Authorities. The Company was not imposed with any penalties or issued any strictures on any capital market related matters during the last three years.

There were no cases of non-compliance during the last three financial years.

### C. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013 – (SCHEDULE V (C) 10(I) TO THE SEBI LISTING REGULATIONS)

Number of complaints filed during the financial year	Nil
Number of complaints disposed of during the financial year	Nil
Number of complaints pending as on end of the financial year	Nil

### D. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM/WHISTLE BLOWER POLICY

The Whistle Blower Policy has been formulated with a view to provide a mechanism for employees of the company and Directors to approach the Audit Committee of the Company.

Alufluoride Limited and its subsidiaries are committed to complying with the foreign and domestic laws that apply to them assuring that business is conducted with integrity and that the Company's financial information is accurate. If potential violations of Company policies or applicable laws are not recognized and addressed promptly, both the Company and those working for or with the Company could face penalties. In order to promote ethical standards, the company will maintain the workplace that facilitates reporting of potential violations of Company policies and applicable laws. Employees must be able to raise concerns regarding such potential violations easily and without any fear of retaliation.

The policy covers malpractices and events which have taken place/suspected to take place involving:

01. Abuse of authority
02. Breach of Contact
03. Negligence causing substantial and specific danger to public health and safety.
04. Manipulation of Company data/records
05. Financial irregularities, including fraud or suspected fraud
06. Deficiencies in internal control and check.
07. Deliberate error in preparation of financial statements or misrepresentation of financial reports.
08. Any unlawful act whether civil or criminal.
09. Deliberate violation of law/regulation.
10. Perforation of confidential/proprietary information.



# Alufluoride Limited

11. Wastage/misappropriation of company funds/assets.
12. Breach of company policy or failure to implement or comply with any approved company policy.
13. Leak of unpublished price sensitive information or suspected leak of unpublished price sensitive information.

All protected disclosures concerning financial/accounting matters should be addressed to the Chairman of the Audit Committee of the Company for investigation.

In respect of all other protected disclosures, those concerning the employees at the levels of COO/Director – Finance and above should be addressed to the Chairman of the Audit Committee of the company and those concerning all other employees should be addressed to the authorized officer appointed in this regard, i.e. The Compliance Officer at the Registered Office of the Company.

## **E. TOTAL FEES FOR ALL SERVICES PAID BY THE LISTED ENTITY AND ITS SUBSIDIARIES, ON A CONSOLIDATED BASIS, TO THE STATUTORY AUDITOR AND ALL ENTITIES IN THE NETWORK FIRM/NETWORK ENTITY OF WHICH THE STATUTORY AUDITOR IS A PART**

During the review, the Company has paid an amount of ₹3.50 lakhs towards Audit Fees and paid ₹1.75 lakhs towards professional fee.

## **F. COMPLIANCE WITH DISCRETIONARY REQUIREMENTS**

- i. Company has an Executive Chairperson.
- ii. Quarterly and half yearly financial statements are published in the newspapers and are also posted on the Company's website.
- iii. The Company's financial statement for the financial year ended 31<sup>st</sup> March 2026 does not contain any modified audit opinion.
- iv. Internal Auditors directly report to the Audit Committee.
- v. The Company or its subsidiaries have no loans and advances in the nature of loans to firms/companies in which directors are interested by name and amount
- vi. The Company does not have any material subsidiaries.

## **G. The Company has complied with the requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of Regulation 46 (2) of the SEBI Listing Regulations.**

## **H. There are no Equity Shares of the Company in the demat suspense or unclaimed suspense account.**

### **Factory, Registered Office, and address for correspondence**

The Compliance Officer  
Alufluoride Limited  
Mulagada, Mindi  
Visakhapatnam - 530 012 AP

### **Annual General Meeting**

Time : 11.00 A.M.  
Date : 16<sup>th</sup> July 2026  
Venue : Through Video Conferencing ("VC") facility / other audio-visual means ("OAVM")

To  
Alufluoride Limited  
Mulagada, Mindi  
Visakhapatnam - 530 012

## **COMPLIANCE WITH CODE OF BUSINESS CONDUCT AND ETHICS**

In accordance with Regulation 26(3) and Schedule V (D) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby declare that the Directors and the Senior Management Personnel of the Company have confirmed compliance with the Code of Business Conduct and Ethics as on 31 March 2026.

For Alufluoride Limited

Place : Hyderabad  
Date : 22<sup>nd</sup> May 2026

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996



**CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS**

[pursuant to Regulation 34(3) and Schedule V Para-C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,

**The Members  
Alufluoride Limited  
Mulagada, Mindi  
Visakhapatnam - 530 012**

I have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Alufluoride Limited having CIN: L24110AP1984PLC005096 and having registered office at Mulagada Village, Mindi Post Visakhapatnam - 530012 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In my opinion and to the best of my information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to me by the Company & its officers, I hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ended on 31<sup>st</sup> March, 2026 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority.

S.No.	Name of the Directors	DIN	Date of appointment in the Company
1.	Sri. Venkata Narayana Rao Akkineni	00013996	14/08/1991
2.	Sri. Ashok Vemulapalli	00730615	16/07/2002
3.	Smt. Jyothsana Akkineni	00150047	16/07/2002
4.	Sri. Kotikalapudi Purushotham Naidu	01883663	25/09/2008
5.	Sri Yugandhar Meka	00012265	31/07/2019
6.	Sri Sohrab Chinoy Kersasp	03300321	16/09/2023
7.	Dr. Ravi Prasad Gorthy	02698389	14/08/2024
8.	Sri Aditya Akkineni	01629979	10/03/2025

Ensuring the eligibility of the appointment / continuity of every director on the Board is the responsibility of the management of the Company. My responsibility is to express an opinion on these based on my verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

**For Krishna Rathi & Associates  
Company Secretaries**

Sd/-  
**Krishna Rathi**  
Proprietor  
FCS No.: 9359  
COP No. : 10079  
UDIN: F009359G000322177

Place : Mumbai  
Date : 22<sup>nd</sup> May, 2026



## COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

[pursuant to Regulation 34(3) and Schedule V Para-E of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To

The Members

**Alufluoride Ltd.**

**Visakhapatnam.**

1. We have examined the compliance of conditions of Corporate Governance by Alufluoride Limited, Visakhapatnam ("the Company") for the year ended 31<sup>st</sup> March, 2026 as stipulated in regulations 17 to 27, clauses (b) to (i) of regulation 46(2) and paragraphs C, D and E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time ("Listing Regulations") pursuant to the Listing Agreement of the Company with stock exchange.
2. The compliance of conditions of Corporate Governance is the responsibility of the management of the Company. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of Corporate Governance as stipulated in the Listing Regulations.
3. Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring the compliance with the conditions of Corporate Governance as stipulated in Listing Regulations for the year ended 31<sup>st</sup> March, 2026. It is neither an audit nor an expression of opinion on the financial statements of the Company.
4. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
5. In our opinion and to the best of our information and according to the explanations given to us and based on the representations made by the Directors and the Management, we certify that the Company has complied in all material respect with the conditions of Corporate Governance as specified under the applicable provisions of Listing Regulations.
6. We further state that such compliance is neither an assurance as to future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
7. This certificate is issued solely for the purpose of complying with the aforesaid regulations and may not be suitable for any other purpose.

For **Krishna Rathi & Associates**  
**Company Secretaries**

Sd/-

**Krishna Rathi**

Proprietor

FCS No.: 9359

COP No. : 10079

UDIN: F009359G0003220001

Place : Mumbai

Date : 22<sup>nd</sup> May, 2026



**INDEPENDENT AUDITOR'S REPORT**

**TO**  
**The Members of**  
**Alufluoride Limited**  
**Visakhapatnam, AP**

**Report on the Audit of the Standalone Financial Statements Opinion**

**Opinion**

We have audited the accompanying standalone financial statements of ALUFLUORIDE LIMITED (“the Company”), which comprise the Balance Sheet as at 31<sup>st</sup> March, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as “the financial statements”).

In our opinion and to the best of our information and according to the explanations given to us, the accompanying standalone financial statements give the information required by the Companies Act, 2013 (“the Act”) in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, (“Ind AS”) and other Accounting Principles generally accepted in India, of the state of affairs of the Company as at 31<sup>st</sup> March, 2026, the profit and total comprehensive income, changes in equity and its cash flows for the year ended on that date.

**Basis for Opinion**

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI’s Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

**Key Audit Matter:**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sl. No.	Key Audit matter	How the matter was addressed in our audit
1	<p>Verification of capital work in progress and related capitalization workings &amp; estimation of decommissioning and restoration provision on leased land.</p> <p>Bifurcation of costs related to capital costs &amp; regular expenses is a challenge. Bifurcation of unallocated capital expenditure to individual property, plant &amp; equipment is a challenge.</p>	<p>Our audit procedures to verify the capital work in progress, verification of capitalization of new property, plant &amp; equipment including the following:</p> <ul style="list-style-type: none"> <li>We have verified the detailed capitalization workings including Bifurcation of unallocated capital expenditure to individual property, plant &amp; equipment.</li> <li>We tested the calculation of the decommissioning provisions with external factors for the expansion projects and checked the accuracy and relevance of the input data use.</li> </ul>



## **Information Other than the Standalone Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board of Directors' Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon, the above reports are expected to be made available to us after the date of this report.

Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the above specified reports, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

## **Management's Responsibility for the Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Standalone Financial Statements**

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the standalone financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the standalone financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report

because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure- A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit 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 purposes 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 standalone Balance Sheet, the standalone Statement of Profit and Loss including Other Comprehensive Income, standalone Statement of Changes in Equity and the standalone Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2026 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, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
  - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

The remuneration paid to the Directors by the company is in accordance with the provisions of the sec.197.



- h) 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, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
- i. The Company does not have any major pending litigations that would impact its financial position.
  - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There has been no delays in transferring amounts, required to be transferred, to the "Investor Education and Protection Fund" by the Company.
  - iv. a. The Management has represented that, to the best of its knowledge and belief, except as disclosed in the note 5.43 (A) to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(i.e.), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - b. The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 5.43 (B) to the accounts, no funds have been received by the Company from any person(s) or entity(i.e), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
  - c. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.
  - v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.  
  
As stated in note 5.14 (f) to the financial statements, the Board of Directors of the Company have recommended final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting., the same is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.
  - vi. 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 audit trail feature being tampered with. Furthermore, the audit trail has been preserved by the Company in accordance with statutory requirements for record retention.

For **BRAHMAYYA & CO.**,  
Chartered Accountants  
Firm Regn No. 000513S

**E S H MOHAN**  
Partner  
M No: 028134  
UDIN:26028134VRQEHV7115

Camp : Hyderabad

Date : 22<sup>nd</sup> May 2026



## ANNEXURE - A TO THE INDEPENDENT AUDITORS' REPORT

The **Annexure A** referred to in our Independent Auditor's report of even date, to the members of **ALUFLUORIDE LIMITED, VISAKHAPATNAM**, for the year ended 31 March 2026. We report that:

- 1) a) (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.  
(B) The Company is maintaining proper records showing full particulars of intangible assets.
- b) The Property, Plant & Equipment have been physically verified by the management at reasonable intervals. According to the information furnished to us, no material discrepancies have been noticed on such verification.
- c) Except as reported under note No. 5.01E of the standalone financial statements for the year under report, the title deeds of all the immovable properties disclosed in the financial statements are held in the name of the company.
- d) The company has not revalued its Property, Plant & Equipment (including the Right of Use assets) or Intangible assets or both during the year.
- e) As reported under note No. 5.01C, of the standalone financial statements for the year under report, and according to the information and explanations given to us, no proceedings have been initiated against the company for holding benami property under Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and rules made thereunder.
- ii) a) Physical verification of inventory has been conducted at reasonable intervals by management. In our opinion, the coverage and procedures of the verification by the management are appropriate and no material discrepancies were noticed.  
b) As reported under note No. 5.18(a), of the standalone financial statements for the year under report, the quarterly returns/statements filed by the company with banks are generally in agreement with the books of the company.
- iii) The Company has not made investments in, provided any guarantee or security granted any loans or advances which are in the nature of loans, secured or unsecured to companies, firms, LLPs, or any other parties. Consequently, clauses 3 (iii) (a), (b), (c), (d), (e) and (f) of the Order are not applicable.
- iv) The company has neither given any loans to the directors or any other persons in whom the director(s) is interested nor given/provided any guarantee/security in connection with any loan taken by directors or such other persons as per the provisions of section 185 of the Companies Act, 2013. Further, the investment made by the company in an earlier year does not exceed the limits prescribed under section 186 of the Companies Act, 2013.
- v) The Company has neither accepted any public deposits nor received any amounts that are deemed to be deposits in terms of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules made thereunder. The directions issued by the Reserve bank of India are not applicable. Consequently, the clause 3(v) of the order is not applicable to the Company.  
  
According to the information and explanations given to us and on the basis of examination of the records of the Company, no order has been passed by Company Law Board or National Company Law Board or Reserve Bank of India or any Court or any other Tribunal during the year under report. Consequently, the clause 3(v) of the order is not applicable to the Company.
- vi) We have broadly reviewed the books of account relating to materials, labor and other items of cost maintained by the Company pursuant to the Rules made by the Central Government for the maintenance of cost records under sub-section (1) of section 148 of the Companies Act, 2013 and we are of the opinion that prima facie the prescribed accounts and records have been made and maintained. However, we have not made a detailed examination of the records.



- vii) a) According to the information and explanations given to us and on the basis of examination of the records of the Company, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, Cess and any other statutory dues have been regularly deposited during the year by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts are payable in respect of goods and services tax, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax or Cess and other material statutory dues which were in arrears as at 31st March 2026 for a period of more than six months from the date they became payable.

- b) As at 31<sup>st</sup> March 2026, there have been no disputed dues, which have not been deposited with the respective authorities in respect of Goods and Services tax, Income tax, Service tax, duty of customs, duty of excise, value added tax and Cess, except the following:

Sl. No.	Name of the Statute	Nature of the dues	Amount (Rs. in Lakhs)	Period to which the amount relates	Forum where dispute is pending
1.	Income Tax Act, 1961	Income Tax demands	0.90	Asst. Year 2008-09	Deputy Commissioner of Income Tax, Visakhapatnam

- viii) According to the information and explanations given to us and on the basis of examination of the records of the Company, no transactions that are not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

- ix) a) The Company has not defaulted in any repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- b) The company has not been declared as a wilful defaulter by any bank or financial institution or other lender.
- c) Term loans obtained during the year have been utilized for the purposes for which they were obtained.
- d) The funds raised on a short-term basis have not been utilized for long term purposes.
- e) The company has one wholly owned subsidiary incorporated outside India. However, the company has neither borrowed or taken monies from third parties to invest or lend to any of the two subsidiaries. Further the company has not raised during the year any funds from others by pledging its shares in any of these subsidiaries.
- x) a) The Company has not made any initial public offer or further public offer (including debt instruments) during the year under review. Consequently, the clause 3(x)(a) of the order is not applicable.
- b) The Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially, or optionally convertible) during the year under review. Consequently, the clause 3(x)(b) of the order is not applicable.
- xi) a) According to the information and explanations given to us, we report that no fraud by the Company or on the Company have been noticed or reported while our audit.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed by us in Form ADT-4 as prescribed read with rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) According to the information and explanations given to us and based on our examination of the records of the Company, no whistle-blower complaints are received during the year under report.
- xii) In our opinion, the company is not a Nidhi Company. Consequently, the clause 3(xii) of the order is not applicable.



- xiii) According to the information and explanations given to us and on overall examination of the records of the Company, we report that all transactions with related parties are in compliance with the provisions of sections 177 and 188 of the Companies Act, 2013 and the related party disclosures as required by relevant Indian Accounting Standards are disclosed in the financial statements.
- xiv) a) The company has an internal audit system commensurate with the size and nature of its business.  
b) The reports of the Internal Auditors for the period under audit were considered by us.
- xv) The Company has not entered into any non-cash transactions with the directors or persons connected with them during the year under report. Consequently, the clause 3(xv) of the order is not applicable.
- xvi) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Consequently, the clause 3(xvi) of the order is not applicable.
- xvii) The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii) There has been no resignation of the statutory auditors during the year under review. Consequently, the clause 3(xviii) of the order is not applicable.
- xix) On the basis of the financial ratios, aging and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is 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.
- xx) a) In terms of the information and explanations given to us and based on the books of account/records examined by us, the company has ongoing projects under CSR activities. Pursuant to the ongoing project, the unspent amount has been transferred to the special account in compliance with the provisions of sub-section (6) of section 135 of the said Act  
  
b) In terms of the information and explanations given to us and based on the books of account/records examined by us, the company has undertaken an ongoing project towards CSR activities as per the provisions of section 135 of Companies Act. Accordingly, the clause 3(xx)(b) of the order is not applicable.
- xxi) This paragraph is not applicable in case of standalone financial statements.

For **BRAHMAYYA & CO.**,  
Chartered Accountants  
Firm Regn No. 000513S

**E S H MOHAN**  
Partner  
M No: 028134  
UDIN:26028134VRQEHV7115

Camp: Hyderabad  
Date : 22<sup>nd</sup> May 2026

## **Annexure “B” to the Independent Auditors’ Report**

### **Report on the Internal Financial Controls Over Financial Reporting 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 **ALUFLUORIDE LIMITED, VISAKHAPATNAM** (“the Company”) as of 31st March 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Board of directors of the company 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 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.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the internal financial controls over financial reporting of the company 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”) issued by ICAI and the Standards on Auditing prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 Ind AS 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 Ind AS 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.



## 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, to the best of our information and according to the explanations given to us, 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 **BRAHMAYYA & CO.**,  
Chartered Accountants  
Firm Regn No. 000513S

**E S H MOHAN**  
Partner  
M No: 028134  
UDIN:26028134VRQEHV7115

Camp: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**STANDALONE BALANCE SHEET AS AT 31<sup>ST</sup> MARCH, 2026**

(₹ in Lakhs)

Sl. No	Particulars	Note No	Figures at the end of Current Reporting year 31 March, 2026	Figures as at the end of Previous Reporting year 31 March, 2025
<b>ASSETS</b>				
<b>1. Non-current assets</b>				
(a)	Property plant and equipment	5.01	<b>6,502.04</b>	5,816.87
(b)	Capital work-in-progress	5.02	<b>2,254.25</b>	459.08
(c)	Other Intangible assets	5.01F	<b>41.74</b>	---
(d)	Intangible Assets under development	5.02A	---	25.20
(e)	Right of use assets	5.03	<b>510.40</b>	539.36
(f)	Financial assets			
(i)	Investments	5.04	<b>93.62</b>	190.10
(ii)	Others	5.05	<b>258.91</b>	252.89
(g)	Other non-current assets	5.06	<b>243.38</b>	113.57
(h)	Deferred tax Asset (Net)	5.17	---	---
<b>2. Current assets</b>				
(a)	Inventories	5.07	<b>2,103.48</b>	1,919.39
(b)	Financial assets			
(i)	Trade receivables	5.08	<b>1,088.57</b>	1,962.28
(ii)	Cash and cash equivalents	5.09	<b>38.14</b>	166.77
(iii)	Bank balances other than above	5.10	<b>380.12</b>	242.06
(iv)	Investments	5.10A	<b>4,005.29</b>	2,907.69
(v)	Others	5.11	<b>1,554.95</b>	162.84
(c)	Other current assets	5.12	<b>221.47</b>	165.32
(d)	Current Tax Asset (Net)	5.12A	<b>80.52</b>	---
<b>Total Assets</b>			<b>19,376.88</b>	14,923.42
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a)	Equity Share Capital	5.13	<b>782.05</b>	782.05
(b)	Other Equity	5.14	<b>11,802.95</b>	9,507.07
<b>LIABILITIES</b>				
<b>1. Non-current liabilities</b>				
(a)	Financial Liabilities			
(i)	Borrowings	5.15	<b>2,855.28</b>	1,968.01
(ii)	Lease Liabilities	5.03	<b>688.38</b>	693.86
(b)	Provisions	5.16	<b>447.34</b>	386.57
(c)	Deferred tax Liability (Net)	5.17	<b>90.77</b>	92.57



## 2. Current Liabilities

(a) Financial liabilities			
(i) Borrowings	5.18	<b>914.83</b>	287.35
(ii) Lease Liabilities	5.03	<b>76.47</b>	74.97
(iii) Trade payables			
A. Total outstanding dues of MSME	5.19	<b>76.38</b>	118.00
B. Total outstanding dues of other than MSME	5.19	<b>1,172.67</b>	516.64
(iv) Other financial liabilities	5.20	<b>362.62</b>	345.90
(b) Other current liabilities	5.21	<b>42.79</b>	59.36
(c) Provisions	5.22	<b>64.35</b>	79.69
(d) Current Tax Liabilities (Net)	5.23	—	11.38
<b>Total Equity and Liabilities</b>		<b>19,376.88</b>	14,923.42

Accompanying notes (note-1 to note-6) form an integral part of these standalone financial statements

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663



## STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2026

(₹ in Lakhs)

Sl. No	Particulars	Note No	Figures for the Current Reporting year ending on 31 March, 2026	Figures for the Previous Reporting year ending on 31 March, 2025
I	Revenue from Operations	5.24	20,876.40	18,851.88
II	Other income	5.25	133.75	201.04
III	<b>Total Income (I + II)</b>		<b>21,010.15</b>	19,052.92
IV	<b>Expenses:</b>			
	Cost of materials consumed	5.26	12,441.10	12,810.09
	Changes in inventories of finished goods and work in progress	5.27	581.59	(396.93)
	Employee benefit expense	5.28	1,055.15	831.74
	Finance cost	5.29	256.96	246.39
	Depreciation and amortization expense	5.30	953.48	897.27
	Other expenses	5.31	2,292.19	1,965.50
	<b>Total expenses (IV)</b>		<b>17,580.46</b>	16,354.07
V	<b>Profit/(loss) before exceptional items and tax (III-IV)</b>		<b>3,429.69</b>	2,698.85
VI	<b>Exceptional items (Income/(Expense))</b>		---	---
	Provision for Diminution in Value of Investment in Wholly Owned foreign Subsidiary Company		(96.19)	(260.84)
VII	<b>Profit/(Loss) before tax (V-VI)</b>		<b>3,333.50</b>	2,438.01
VIII	<b>Tax expense</b>	5.32		
	(1) Current Tax		904.66	725.05
	(2) Adjustment of Tax expenses for earlier years		25.98	(56.79)
	(3) Deferred tax		(26.35)	(61.73)
IX	<b>Profit/(Loss) for the period from continuing operations (VII-VIII)</b>		<b>2,429.21</b>	1,831.47
X	<b>Profit/ (loss) from discontinued operations</b>		---	---
XI	<b>Tax expense of discontinued operations</b>		---	---
XII	<b>Profit/ (loss) from discontinuing operations (after tax)</b>		---	---
XIII	<b>Profit/(Loss) for the period (IX+XII)</b>		<b>2,429.21</b>	1,831.47
XIV	<b>Other Comprehensive Income</b>	5.33	101.28	42.67
XV	<b>Total Comprehensive Income for the period (XIII+XIV)</b>		<b>2,530.49</b>	1,874.14
XVI	<b>Earnings per equity share (for continuing operations)</b>	5.34		
	a) Basic		31.06	23.42
	b) Diluted		31.06	23.42
XVII	<b>Earnings per equity share (for discontinued operations)</b>			
	a) Basic		---	---
	b) Diluted		---	---
XVIII	<b>Earnings per equity share (for discontinued &amp; continuing operations)</b>			
	a) Basic		31.06	23.42
	b) Diluted		31.06	23.42

Accompanying notes (note-1 to note-6) form an integral part of these standalone financial statements

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
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Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663

**STANDALONE STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2026**

(₹ in Lakhs)

Sl. No	Particulars	Figures for the Current Reporting year ending on 31 March, 2026	Figures for the Previous Reporting year ending on 31 March, 2025
<b>A) Cash Flow from Operating Activities:</b>			
	<b>Profit for the year before Tax and Exceptional Items</b>		
	Profit from continuing operations	3,429.70	2,698.85
	Profit/(Loss) from discontinued operations	—	—
	<b>Profit before tax</b>	<b>3,429.70</b>	2,698.85
	<b>Adjustments to reconcile profit before tax to net cash flows:</b>		
	Depreciation of property, plant and equipment	953.48	897.27
	Finance costs	256.96	246.39
	Excess provisions of earlier years written back	(8.02)	—
	Income from Investments	(21.75)	(8.59)
	Write off of property, plant & equipment	1.31	—
	Profit on sale of Fixed Assets	(5.56)	—
	Gain on sale of investments	(3.78)	(67.31)
	<b>Operating Profit before Working Capital changes</b>	<b>4,602.34</b>	3,766.61
	<b>Movement in Working capital:</b>		
	(Increase)/Decrease in Trade receivables	873.70	(692.97)
	(Increase)/Decrease in financial and non-financial assets	(200.01)	59.65
	(Increase)/Decrease in inventories	(184.09)	(859.79)
	Increase/(Decrease) in provisions	45.44	58.65
	Increase/(Decrease) in trade and other payables	622.56	(188.84)
	<b>Cash generated from operations</b>	<b>5,759.94</b>	2,143.31
	Income Tax (paid)/refund	(989.21)	(662.04)
	<b>Net Cash generated in operations</b>	<b>4,770.73</b>	1,481.27
<b>B) Cash Flow from Investing Activities:</b>			
	Purchase of property, plant and equipment including intangible assets	(1,777.65)	(1,058.44)
	Proceeds from sale of fixed assets	16.25	—
	(Increase)/Decrease in Capital Work in progress	(1,769.97)	(393.97)
	Net (Purchase)/sale of financial instruments	(2,393.34)	(650.83)
	Income from Fixed deposits	21.75	8.59
	<b>Net cash flows used in investing activities</b>	<b>(5,902.96)</b>	(2,094.65)
<b>C) Cash Flow from Financing Activities:</b>			
	Finance Costs including payment of lease liability	(276.54)	(247.34)
	Receipt of Borrowings	2,379.15	1,555.30
	Repayment of Borrowings	(864.40)	(944.84)
	Dividend paid	(234.61)	(234.61)
	<b>Net Cash flows used in Financing Activities</b>	<b>1,003.60</b>	128.51
	<b>Net increase/(decrease) in Cash &amp; Cash equivalents (A + B + C)</b>	<b>(128.63)</b>	(484.87)
	<b>Opening balance of Cash &amp; Cash equivalents</b>	<b>166.77</b>	651.64
	<b>Closing balance of Cash &amp; Cash equivalents</b>	<b>38.14</b>	166.77



# Alufluoride Limited

## Reconciliation of cash and cash equivalents as per cash flow statement with Balance sheet:

(₹ in Lakhs)

Particulars		31 March, 2026	31 March, 2025	
Closing Cash and cash equivalents as per Balance sheet		38.14	166.77	
Closing Cash and cash equivalents as per statement of cash flows		38.14	166.77	
<b>Difference</b>		---	---	
Particulars	Term Loans	Cash Credit Facility	Unsecured Loans	Total
<b>Balance as on 31<sup>st</sup> March 2025</b>	<b>2,255.36</b>	---	---	2,255.36
<b>Add:</b> Proceeds from fresh borrowings	2,379.15	---	---	2,379.15
Amortized interest/transaction costs using EIR	127.43	---	---	127.43
<b>Less:</b> Repayments of the borrowings	864.40	---	---	864.40
Interest paid for the period	127.43	---	---	127.43
<b>Balance as on 31<sup>st</sup> March 2026</b>	<b>3,770.11</b>	---	---	3,770.11

### Note:

- 1) The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows' as noted under Companies Act, 2013.
- 2) Fixed deposits with original maturity of more than 3 months are grouped under "other bank balances" and is not considered as part of cash and cash equivalents in the statement of cash flows.
- 3) Cash and cash equivalents include cash on hand, deposits held at call with financial institutions/banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts, if any

Accompanying notes (note-1 to note-6) form an integral part of these standalone financial statements

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663



**Standalone Statement of Changes in Equity for the year ended 31<sup>st</sup> March, 2026**

**A. Equity Share Capital - As at 31.03.2026**

(₹ in Lakhs)

Balance at 01.04.2025	Changes in Equity Share Capital due to prior period errors	Restated balance as at 01.04.2025	Changes in equity share capital during the current year	Balance as at 31.03.2026
782.05	-----	782.05	----	782.05

**As at 31.03.2025**

Rs.in Lakhs

Balance at 01.04.2024	Changes in Equity Share Capital due to prior period errors	Restated balance as at 01.04.2024	Changes in equity share capital during the current year	Balance as at 31.03.2025
782.05	-----	782.05	----	782.05

**B. Other Equity**

**As at 31-03-2026**

(₹ in Lakhs)

Particulars	Reserves and Surplus				Items of Other Comprehensive		Foreign Currency Translation Reserve	Total Other Equity
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through Other Comprehensive Income	Remeasurement gains/(losses) on the defined benefit obligations		
Balance at 01.04.2025	—	628.18	6.00	8,722.16	70.89	47.17	32.67	9,507.07
Changes in accounting policy/prior period errors	—	—	—	—	—	—	—	—
Restated balance at 01.04.2025	—	—	—	—	—	—	—	—
Total Comprehensive Income for the year ended 31.03.2026	—	—	—	2,429.22	76.34	24.94	—	2,530.49
Foreign Currency Translation Reserve	—	—	—	—	—	—	—	—
Dividend	—	—	—	(234.61)	—	—	—	(234.61)
Transfer to retained earnings	—	—	—	—	—	—	—	—
<b>Balance at 31.03.2026</b>		<b>628.18</b>	<b>6.00</b>	<b>10,916.76</b>	<b>147.23</b>	<b>72.11</b>	<b>32.67</b>	<b>11,802.95</b>



As at 31-03-2025

(₹ in Lakhs)

Particulars	Reserves and Surplus				Items of Other Comprehensive		Foreign Currency Translation Reserve	Total Other Equity
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through Other Comprehensive Income	Remeasurement gains/(losses) on the defined benefit obligations		
Balance at 01.04.2024	—	628.18	6.00	7,125.30	32.88	42.51	20.07	7,854.94
Changes in accounting policy/prior period errors	—	—	—	—	—	—	—	—
Restated balance at 01.04.2024	—	—	—	—	—	—	—	—
Total Comprehensive Income for the year ended 31.03.2025	—	—	—	1,831.47	38.00	4.66	—	1,874.14
Foreign Currency Translation Reserve	—	—	—	—	—	—	12.60	12.60
Dividend	—	—	—	(234.61)	—	—	—	(234.61)
Transfer to retained earnings	—	—	—	—	—	—	—	—
<b>Balance at 31.03.2025</b>		628.18	6.00	8,722.16	70.89	47.17	32.67	9,507.07

Accompanying notes (note-1 to note-6) form an integral part of these standalone financial statements.

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
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Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663



## Notes to Standalone financial Statements

### 1. Company Information

Alufluoride limited ("the company") is a leading manufacturer of Aluminium Fluoride was formed in the year 1984. The annual capacity of production is 18000 MT. The Company is a public limited company incorporated and domiciled in India and has its registered office at Mulagada, Mindi Visakhapatnam, Andhra Pradesh. The Company's shares are listed on Bombay stock exchange (BSE Limited). The company does not have any parent, or associate companies. The company has one wholly owned subsidiary in the name of M/s Alufluoride International PTE Ltd, Singapore.

The financial statements for the year ended March 31, 2026 were approved by the Board of Directors and authorized for issue on 22<sup>nd</sup> May, 2026.

### 2. Statement of compliance and basis of preparation and presentation

#### 2.1 Statement of compliance with Ind As

These financial statements are the standalone financial statements prepared by the Company complying in all material aspects with the Indian Accounting Standards (Ind AS) notified under the provisions of the Companies Act, 2013 (Act) (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules as amended from time to time.

#### 2.2 Basis of measurement, functional currency

These Standalone financial statements are presented in Indian Rupees (INR), which is also the Company's functional currency. All amounts have been rounded-off to the Lakhs with two decimals, unless otherwise indicated.

These Standalone financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the significant accounting policies.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using

another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

#### 2.3 Basis for preparation and presentation

The Standalone financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the Standalone financial statements.

Any asset or liability is classified as current if it satisfies any of the following conditions:

- the asset/liability is expected to be realized/settled in the Company's normal operating cycle;
- the asset is intended for sale or consumption;
- the asset/liability is held primarily for the purpose of trading;
- the asset/liability is expected to be realized/settled within twelve months after the reporting period
- the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- in the case of a liability, the Company does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Company has ascertained its normal operating cycle as twelve months. This is based on the nature of products and services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

### 3. Summary of "Material Accounting Policies" (Material accounting policy information) related to preparation of the standalone financial statements are;

#### 3.1 Revenue recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue can be reliably measured. Revenue is measured at the transaction price (net of variable consideration) allocated to the performance obligations. The transaction price of goods sold, and services

rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. Amounts disclosed as revenue are inclusive of excise and duties, if any, but exclusive of Goods and Service tax (GST), which the company pays as principal and net of returns, trade allowances, rebates, and taxes collected on behalf of the government.

The Company earns revenue primarily from sale of "Aluminium fluoride". Revenue is recognized as and when the entity satisfies a performance obligation by transferring a promised goods or services and upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the Company expects to receive in exchange for those products or services.

Other income is comprised primarily of interest income, dividend income, gain/loss on investments.

- Interest income is recognized using the effective interest method.
- Dividend income is recognized when the right to receive payment is established.

#### **Contract asset and contract liability**

- Contract assets are recognized when there is excess of revenue earned over billings on contracts. "Contract assets" the company classifies as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.
- Advances received from customers ("contract liability") is recognized when there are billings or receipts in excess of revenues.

Incremental costs of obtaining a contract are recognized as assets and amortized over the term of the contract

The company accounts for volume discounts and pricing incentives to customers as a reduction of revenue based on the ratable allocation of the discounts/incentives to each of the underlying performance obligation that corresponds to the progress by the customer towards earning the discount/incentive. If it is probable that the criteria for the discount will not be met, or if the amount thereof cannot be estimated reliably, then discount is not recognized until the payment is probable and the amount can be estimated reliably. The company recognizes changes in the estimated

amount of obligations for discounts in the period in which the change occurs.

The Company disaggregates revenue from contracts with customers by industry verticals, geography and nature of services.

#### **Property, Plant and Equipment and Capital Work in Progress (CWIP)**

All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and impairment loss, if any. Historical cost includes all costs directly attributable to bringing the asset to the location and condition necessary for its intended use. Subsequent costs relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.

Expenditure during construction/erection period is included under Capital Work-in-Progress and allocated to the respective fixed assets on completion of construction/erection.

#### **Intangible Assets**

Intangible assets acquired separately are measured on initial recognition at cost. Cost includes all direct costs relating to acquisition of Intangible assets and borrowing cost relating to qualifying assets. Subsequently, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite. There are no intangible assets assessed with indefinite useful life.

Intangible assets with finite lives are amortized over the useful economic life. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each year. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognised in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.



Intangible assets i.e., ERP Computer software which is not an integral part of hardware are amortized on a straight-line basis for a useful life as estimated by the management.

### Depreciation and Amortization

Property, Plant and Equipment are componentized and are depreciated separately over their estimated useful lives as prescribed under Part-C of Schedule II of the Companies Act, 2013.

Depreciation on all the assets is charged under straight line method. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Scrap value is taken as 5% of the cost of the asset for calculation of depreciation.

### De-recognition of assets

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is de-recognized.

### 3.2 Inventories:

Inventories are valued at the lower of the cost (net of eligible input tax credits) or net realizable value (except by-products, waste and scrap which are valued at estimated net realizable value). Costs incurred in bringing each product to its present location and condition is accounted for as follows:

- **Raw materials:** Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on FIFO basis.
- **Finished goods and work in progress:** Cost includes cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average basis.
- **Stores and spares:** Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.

- Stock of banked Solar power Units are valued at cost or net realizable value whichever is lower.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

In the opinion of the management, no value is attributable to Silica and the same is considered as a process waste and has no guaranteed market value (net realizable value), except for the quantities which are disposed of to parties with irregular quantities and prices. The excess Silica is disposed of and corresponding expenditure is charged to Profit & loss.

### 3.3 Non-Derivative Financial Instruments:

The Financial assets and financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss. Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument.

### A. Financial Assets

#### 3.3.1 Initial Recognition:

All financial assets are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are added/ deducted to/from the fair value on initial recognition. Regular purchase and sale of financial assets are accounted for on trade date.

#### 3.3.2 Subsequent measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:



- Financial assets at amortized cost.
- Financial assets measured at fair value through other comprehensive income (FVTOCI).
- Financial assets at fair value through profit or loss (FVTPL).

## I. Financial assets at amortized cost

A financial instrument is subsequently measured at amortized cost if it is

- Held within a business model whose objective is to hold the asset in order to collect contractual cash flows and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The amortization of EIR is included in finance income in the profit or loss. The impairment losses and gain/loss on de-recognition are recognized in the profit or loss.

## II. Equity assets measured at fair value through other comprehensive income.

Financial asset is measured at FVTOCI if both of the following conditions are met:

- The Company's business model objective for managing the financial asset is achieved both by collecting contractual cash flows and selling the financial assets, and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Company has made an irrevocable election to present the subsequent fair value changes in 'other comprehensive income' for its investments in equity instruments that are not held for trading. Fair value changes on the instrument, impairment losses & reversals and foreign exchange gain or loss are recognized in the OCI. Dividends are recognized in the Profit & Loss.

## III. Financial assets at fair value through profit or loss

Any financial instrument, which does not meet the criteria for categorization as at amortized

cost or as FVTOCI, is classified as at FVTPL (residual category).

Financial instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

## 3.4.3 Reclassification of financial assets;

The company reclassifies its financial assets only when there is a change in entity's business model for managing its financial assets.

## 3.4.4 De-recognition:

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized (i.e. removed from the Company's Balance Sheet) when any of the following occurs:

- The contractual rights to cash flows from the financial asset expires;
- The Company transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset;
- The Company retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a 'pass-through' arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial asset);
- The Company neither transfers nor retains substantially all risk and rewards of ownership and does not retain control over the financial asset.

In cases where Company has neither transferred nor retained substantially all of the risks and rewards of the financial asset, but retains control of the financial asset, the Company continues to recognize such financial asset to the extent of its continuing involvement in the financial asset. In that case, the Company also recognizes an associated liability.

The financial asset and the associated liability are measured on the basis that reflects the rights and obligations that the Company has retained control.

On de-recognition of a financial asset, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that



had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

### 3.4.5 Impairment of financial assets:

The Company applies expected credit losses (ECL) model for measurement and recognition of loss allowance on the following:

- a. Trade receivables
- b. Financial assets measured at amortized cost (other than trade receivables)
- c. Financial assets measured at fair value through other comprehensive income (FVTOCI)

In case of trade receivables, the Company follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance.

In case of other assets, the Company determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the Statement of Profit and Loss under the head 'Other expenses'.

### B. Financial liabilities and equity instruments:

Debt and equity instruments issued by a Company entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

#### i. Equity instruments: -

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by a Company

entity are recognized at the proceeds received net of direct issue costs.

#### ii. Financial Liabilities: -

##### a. Initial recognition and measurement:

Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at fair value.

##### b. Subsequent measurement:

Financial liabilities are subsequently measured at amortized cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.

##### c. De-recognition of financial liabilities:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the De-recognition of the original liability and the recognition of a new liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid is recognized in the Statement of Profit and Loss.

#### C. Offsetting of financial instruments: -

Financial assets and financial liabilities can be offset, and the net amount can be reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention either to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

### 3.5 Leases:

The accounting policy adopted for lease are given below;

#### When company is a lessee

The Company's lease asset classes primarily consist of leases for land and buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period



of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether;

- (i) The contract involves the use of an identified asset
- (ii) The Company has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) The Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee. The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or company's incremental borrowing rate, if that implicit rate cannot be readily determined. Generally, the company uses its incremental borrowing rate as the discount rate.

Lease payments comprises of the following for determination lease liability:

- Fixed payments, including in-substance fixed payments.
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date.
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the company is reasonably certain to exercise, lease payments in an optional renewal period if the company is reasonably certain to exercise an extension option, and penalties for early termination of a lease unless the company is reasonably certain not to terminate early.

The lease liability is measured at amortised cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the company's estimate of the amount expected to be payable under a residual value guarantee, or if company changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

### **Short term leases and leases of low-value assets**

The company has elected not to recognize right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The company recognizes the lease payments associated with these leases as operating expenses on a straight-line basis over the lease term.

### **3.6 Employee Benefits include:**

#### **i. Short term employee benefits-**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

The company recognizes a liability and an expense for bonus only when it has a present legal or constructive obligation to make such payments as a result of past events and a reliable estimate of obligation can be made.

#### **(ii) Long term employee benefits-**

Liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured at the present value of expected future payments to be made in respect of services provided by employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the



reporting period that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

### (iii) Post-employment benefits-

The company operates the following post-employment schemes:

- a) Defined benefit plans such as gratuity: and
- b) Defined contribution plans such as provident and pension funds.
- c) Defined Benefit Plans - The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.
- d) Defined Contribution Plans- The Company pays provident fund contributions to publicly administered provident funds as per local regulations. It has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

### 3.7 Foreign currency Transactions:

- A. Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currency year end exchange rates are generally recognized in

profit or loss. They are deferred in equity if they relate to qualifying cash flow hedges and qualifying net investment hedges or are attributable to part of the net investment in a foreign operation.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, as finance costs. All other foreign exchange gains and losses are presented in the statement of profit and loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. For example, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVOCI are recognized in other comprehensive income.

- B. investment in wholly owned foreign subsidiaries are classified as non-integral foreign operations and exchange differences relates to investment are transferred to foreign Currency Translation Reserve.

### 3.8 Provisions and Contingencies:

A provision is recognized if, as a result of a past event, the company has a present legal or constructive obligation that can be reasonably estimated, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably.

When there is a possible obligation or a present obligation in respect of which, in the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

### **3.9 Cash flow statement:**

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated.

### **3.10 Taxes on Income:**

Income tax expense comprises current and deferred income tax. Income-tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The company offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

### **3.11 Borrowing Costs:**

Borrowing cost comprises of interest and other costs incurred in connection with the borrowing of the funds. All borrowing costs are recognized in the Statement of Profit and Loss using the effective interest method except to the extent attributable to qualifying Property Plant and Equipment (PPE) which are capitalized to the cost of the related assets. A qualifying PPE is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. Borrowing cost also includes exchange differences to the extent considered as an adjustment to the borrowing costs.

## **4. Critical accounting judgments, assumptions and key sources of estimation and uncertainty**

The preparation of the Standalone financial statements in conformity with the measurement principle of Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period. Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized and, if material, their effects are disclosed in the notes to the Standalone financial statements.

Following are the key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year:

### **4.1 Depreciation and impairment on property, plant and equipment:**

Property, plant and equipment are depreciated on straight-line basis over the estimated useful lives in accordance with Schedule II of the Companies Act, 2013, taking into account the estimated residual value, wherever applicable. The company reviews its carrying value of its Tangible Assets whenever there is objective evidence that the assets are impaired. In such situation asset's recoverable amount is estimated which is higher of asset's or cash generating units (CGU) fair value less cost of disposal and its value in use. In assessing value in use the estimated future cash flows are discounted using pre-tax discount rates which reflect the current assessment of time value of money. In determining fair value less cost of disposal, recent market realizations are considered or otherwise in absence of such transactions appropriate valuations are adopted. The Company reviews the estimated useful lives of the assets regularly in order to determine the amount of depreciation and amount of



impairment expense to be recorded during any reporting period. This reassessment may result in change estimated in future periods.

#### 4.2 Leases:

The Company has taken the commercial properties under contractual agreements for its business operations. Its accounting involves significant management judgment for identification, classification and measurement of lease transactions at the time of lease commencement. The assessment of the lease liability and Right of Use asset under lease arrangements are based on the assumptions and estimates of the discount rate, lease term including judgment for exercise of options to extend or terminate the contract, dismantling and restoration costs, escalation in rentals etc. Further, these will be continuously monitored at each reporting period to reflect the changes in the agreements and management estimates.

#### 4.3 Impairment allowances on trade receivables:

The Company evaluates whether there is any objective evidence that trade receivables are impaired and determines the amount of impairment allowance as a result of the inability of the customers to make required payments. The Company bases the estimates on the ageing of the trade receivables balance, credit-worthiness of the trade receivables and historical write-off experience. If the financial conditions of the trade receivable were to deteriorate, actual write-offs would be higher than estimated.

#### 4.4 Income taxes:

The Company's tax jurisdiction is India. Significant judgments are involved in determination of taxability of certain income and deductibility of certain expenses during the estimation of the provision for income taxes.

#### 4.5 Defined benefit obligation (DBO):

Critical estimate of the DBO involves a number of critical underlying assumptions such as standard rates of inflation, mortality, discount rate, anticipation of future salary increases etc. as estimated by Independent Actuary appointed for this purpose by the Management. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

#### 4.6 Provision for de-commissioning:

The company has recognized a provision for decommissioning obligations associated with the leased premises on which the plant is super structured. In determining the fair value of the provision, assumptions and estimates are made in relation to discount rates, the expected cost to dismantle and remove the plant from the site and the expected timing of those costs.

#### 4.7 Provisions and Contingencies:

Provisions and liabilities are recognised in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change.

Management judgment is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations/against the Company as it is not possible to predict the outcome of pending matters with accuracy.

The carrying amounts of provisions and liabilities and estimation for contingencies are reviewed regularly and revised to take account of changing facts and circumstances.

As Per our report of even date

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

For and on behalf of the Board

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663

Place: Hyderabad  
Date : 22<sup>nd</sup> May, 2026



**Standalone Statement of Depreciation for the year ended 31<sup>st</sup> March, 2026**  
**Note 5.01 Property, Plant and Equipment as at March 31, 2026**

(₹ in Lakhs)

Sl No.	Particulars	Gross Cost			Depreciation			Net Block			
		Balance as at 01.04.2025	Additions	(Deletions/ Adjustments)	Total as on 31.03.2026	Up to 01.04.2025	For the year	On deletions	Total up to 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
	<b>TANGIBLE ASSETS</b>										
1	Land	278.21	—	—	278.21	—	—	—	—	278.21	278.21
2	Buildings/Civil assets	1,075.94	120.54	—	1,196.48	316.18	—	364.83	831.65	759.75	759.75
3	Plant & Machinery	8,373.25	1,226.70	25.65	9,574.31	3,756.60	16.18	4,564.51	5,009.80	4,616.65	4,616.65
4	Furniture, Fixtures & Air conditioners	23.19	6.67	—	29.86	10.21	—	12.58	17.28	12.98	12.98
5	Computers	38.39	9.17	0.11	47.45	32.29	0.10	35.48	11.97	6.10	6.10
6	Vehicles	220.43	242.74	24.62	438.54	77.25	23.39	85.42	353.13	143.18	143.18
	<b>Total</b>	<b>10,009.41</b>	<b>1,605.83</b>	<b>50.38</b>	<b>11,564.85</b>	<b>4,192.53</b>	<b>39.68</b>	<b>5,062.82</b>	<b>6,502.04</b>	<b>5,816.87</b>	<b>5,816.87</b>

Note 5.01A : Buildings of the value of ₹ 1,196.48 Lakhs (previous year ₹ 1,075.94 Lakhs) are constructed on Leasehold Land  
Note 5.01B : During the year there is no temporarily idle property, plant and equipment  
Note 5.01C : Except for the Property disclosed in Note No.5.01A, All the Property, plant & equipment are owned by the company. Further, no proceedings have been initiated or pending against the company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and the rules made thereunder.

Note 5.01D : The company has not revalued its Property, plant & equipment (including Right of Use assets) and intangible assets during the year under report and the immediately preceding previous year.  
Note 5.01E : Except for the Property disclosed in note No.5.01A, the title deeds of all the immovable properties are held in the name of the company.

**Note 5.01F Other Intangible Assets**

Sl No.	Particulars	Gross Cost			Amortization			Net Block			
		Balance as at 01.04.2025	Additions	(Deletions/ Adjustments)	Total as on 31.03.2026	Up to 01.04.2025	For the year	On deletions	Total up to 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
1	ERP Computer Software	—	42.00	—	42.00	—	0.26	—	0.26	41.74	—
	<b>Total</b>	<b>—</b>	<b>42.00</b>	<b>—</b>	<b>42.00</b>	<b>—</b>	<b>0.26</b>	<b>—</b>	<b>0.26</b>	<b>41.74</b>	<b>—</b>

**Note 5.01F**

- During the financial year 2025-26, software development amounting to ₹ 42 lakhs, previously classified under "Intangible Assets under Development", has been completed and capitalised as "ERP Computer Software" upon being available for its intended use from 25<sup>th</sup> March 2026.
- The said software is being amortised over its estimated useful life of 3 years on a straight-line basis, effective from the date of capitalisation.

Sl No.	Particulars	Gross Cost			Amortization			Net Block			
		Balance as at 01.04.2025	Additions	(Deletions/ Adjustments)	Total as on 31.03.2026	Up to 01.04.2025	For the year	On deletions	Total up to 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
	Intangible assets (Right to use assets of Note No.5.03)										
1	Leasehold Land	697.80	—	—	697.80	161.03	—	187.87	509.93	536.77	536.77
2	Office accommodation	46.71	15.60	1.30	61.01	44.12	—	60.54	0.47	2.59	2.59
	<b>Total</b>	<b>744.51</b>	<b>15.60</b>	<b>1.30</b>	<b>758.81</b>	<b>205.15</b>	<b>—</b>	<b>248.41</b>	<b>510.40</b>	<b>539.36</b>	<b>539.36</b>



As at March 31, 2025

(₹ in Lakhs)

Sl No.	Particulars	Gross Cost			Depreciation			Net Block			
		Balance as at 01.04.2024	Additions	(Deletions/ Adjustments)	Total as on 31.03.2025	Up to 01.04.2024	For the year	On deletions	Total up to 31.03.2025	Balance as at 31.03.2025	Balance as at 31.03.2024
	<b>TANGIBLE ASSETS</b>										
1	Land	278.21	—	—	278.21	—	—	—	—	278.21	278.21
2	Buildings/Civil assets	1,075.94	—	—	1,075.94	267.86	48.33	—	316.18	759.75	808.08
3	Plant & Machinery	7,454.44	918.81	—	8,373.25	2,978.35	778.25	—	3,756.60	4,616.65	4,476.09
4	Furniture, Fixtures & Air conditioners	18.19	5.00	—	23.19	8.52	1.68	—	10.21	12.98	9.67
5	Computers	35.15	3.24	—	38.39	29.31	2.97	—	32.29	6.10	5.84
6	Vehicles	219.45	0.98	—	220.43	53.56	23.69	—	77.25	143.18	165.89
	<b>Total</b>	<b>9,081.38</b>	<b>928.02</b>	<b>—</b>	<b>10,009.41</b>	<b>3,337.61</b>	<b>854.93</b>	<b>—</b>	<b>4,192.53</b>	<b>5,816.87</b>	<b>5,743.77</b>

Sl No.	Particulars	Gross Cost			Amortization			Net Block			
		Balance as at 01.04.2024	Additions	(Deletions/ Adjustments)	Total as on 31.03.2025	Up to 01.04.2024	For the year	On deletions	Total up to 31.03.2025	Balance as at 31.03.2025	Balance as at 31.03.2024
	Intangible assets (Right to use assets of Note No.5.03)										
1	Leasehold Land	697.80	-		697.80	134.19	26.84	-	161.03	536.77	563.61
2	Office accommodation	29.86	16.85	-	46.71	28.61	15.50	-	44.12	2.59	1.24
		<b>727.66</b>	<b>16.85</b>	<b>-</b>	<b>744.51</b>	<b>162.81</b>	<b>42.34</b>	<b>-</b>	<b>205.15</b>	<b>539.36</b>	<b>564.85</b>



## Notes to Standalone Financial Statements for the year ended 31<sup>st</sup> March, 2026

### Note 5.02: Capital Work In Progress (CWIP)

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
<b>Opening Capital Work in Progress</b>	<b>453.36</b>		79.11	
Add: Additions during the year	<b>2,968.03</b>		759.44	
Less: Capitalized During the year	<b>(1,198.41)</b>		(385.19)	
<b>Net Closing Capital Work in Progress before incidental expenditure</b>		<b>2,222.98</b>		453.36
Expenditure Incidental to Construction awaiting allocation to Fixed Assets		<b>31.27</b>		5.72
<b>Closing Capital Work in Progress</b>		<b>2,254.25</b>		459.08

### Note 5.02 (a) Expenditure Incidental to Construction awaiting allocation to Fixed Assets

Particulars	As at 31-03-2026		As at 31-03-2025	
<b>a) Balance at the beginning of the year</b>	---	5.72	---	---
<b>b) add: expenditure incurred during the year</b>				
Rates and Taxes	---	---	0.12	---
Borrowing costs on Specific Borrowing for plant & machinery	80.92	80.92	5.60	5.72
<b>c) Less: Capitalised during the year</b>		(55.37)		---
<b>d) Total Expenditure Incidental to Construction awaiting allocation to Fixed Assets</b>		<b>31.27</b>		<b>5.72</b>

**Note:** The capitalization rate used to determine the amount of borrowing costs eligible for capitalization is 8.4%, (Previous Year : 9.50%)

### Note: 5.02 (b) CWIP aging schedule as at 31.03.2026

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>1. Projects in Progress</b>					
Alumina Hydrate Project	11.33	---	---	---	11.33
Installation of New Calciner	1,230.41	---	---	---	1,230.41
Installation of New Centrifuge	909.75	---	---	---	909.75
Construction of New Admin Building	90.91	6.96	---	---	97.87
Cold Acid Tank Rubber Lining	4.88	---	---	---	4.88
<b>2. Projects temporarily suspended</b>	---	---	---	---	---

### Note: 5.02 (b) CWIP aging schedule as at 31.03.2025

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>1. Projects in Progress</b>					
Solar Power Plant 1.1 MW	409.86	---	---	---	409.86
F-120 Rubber Belt	42.27	---	---	---	42.27
New Admin Building	6.96	---	---	---	6.96
<b>2. Projects temporarily suspended</b>	---	---	---	---	---



# Alufluoride Limited

**Note:5.02 (c) : CWIP completion schedule as at 31.03.2026**

(₹ in Lakhs)

Particulars	To be completed in				Remarks *
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Alumina Hydrate Project	11.33	-	-	-	-
New Calciner Installation Project	1,230.41	-	-	-	-
New Centrifuge Installation Project	909.75	-	-	-	-
Construction of New Admin Building	97.87	-	-	-	-
Cold Acid Tank Rubber Lining	4.88	-	-	-	-

**Note:**

\* Project Completion for projects under CWIP are not overdue and also not exceeded its initial estimated cost.

**Note:5.02 (c) CWIP completion schedule as at 31.03.2025**

Particulars	To be completed in				Remarks *
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Solar Power Plant 1.1 MW	409.86	-	-	-	-
F-120 Rubber Belt	42.27	-	-	-	-
New Admin Building	6.96	-	-	-	-

**Note:**

\* Project Completion for projects under CWIP are not overdue and also not exceeded its initial estimated cost.

**Note:5.02A Intangible Assets Under Development**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	<b>Balance at the beginning of the year</b>	25.20		11.20
Add: Additions during the year	16.80		14.00	---
Less: Capitalized During the year	(42.00)		---	---
<b>Closing Intan'gible Assets Under Development</b>	---		---	25.20

**Note:** "Expenditure incurred on development of software is initially recognized as "Intangible Asset under Development" until the asset is ready for its intended use. Upon completion, such asset is capitalized as "Computer Software" under intangible assets. "Intangible assets are stated at cost less accumulated amortization and Computer software is amortized on a straight-line basis over its estimated useful life of 3 years, commencing from the date the asset is available for use."

**Note 5.03 Movement in Right of use assets is as follows:**

(₹ in Lakhs)

Particulars	Net Balance as at 01.04.2025	Additions	Disposals	Amortization	Net Balance as at 31.03.2026
Leasehold Land	536.77	---	---	26.84	509.93
Building	2.59	15.60	1.30	16.42	0.47
<b>Total</b>	<b>539.36</b>	<b>15.60</b>	<b>1.30</b>	<b>43.26</b>	<b>510.40</b>

**Note 5.03A: The weighted average incremental borrowing rate applied to lease liability is 8.62% (Previous Year : 9.25%)**

**Note 5.03B: Statement of movement in the lease liabilities during year ended March 31, 2026**

(₹ in Lakhs)

Particulars	For 2025-26	For 2024-25
<b>Balance at the beginning of the year</b>	768.83	769.78
Add/(less): new lease contracts entered during year	15.60	16.85
Add : Finance cost accrued during the period	71.68	71.98
Less : Payment of lease liabilities	(91.25)	(89.78)
<b>Balance at the end of the year</b>	<b>764.85)</b>	768.83



**Note 5.03C: Statement of break-up of current and non-current lease liabilities as at March 31, 2026**  
(₹ in Lakhs)

Particulars	For 2025-26	For 2024-25
Current lease liabilities	76.47	74.97
Non-current lease liabilities	688.38	693.86
<b>Total</b>	<b>764.85</b>	<b>768.83</b>

**Note 5.03D: Statement of actual (undiscounted) maturities of lease liabilities as at March 31, 2026**

Particulars	For 2025-26	For 2024-25
Less than one year	76.47	74.97
One year to five years	405.91	397.95
More than five years	1,236.69	1,321.12
<b>Total</b>	<b>1,719.07</b>	<b>1,794.04</b>

**Note 5.04 Non-Current Investments (Fully paid up except otherwise stated)**  
(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Investments designated at Fair Value through Other Comprehensive Income</b>				
a) Investments in Quoted Equity instruments				
Opening Value	0.89		0.89	
Increase/(Diminution) in Value	(0.69)		(0.40)	
Market Value		0.20		0.49
b) Investment in wholly owned subsidiary				
Opening Value	450.45		450.45	
Less: Provision for Diminution in Value	(357.03)		(260.84)	
Closing Value		93.42		189.61
<b>Total</b>		<b>93.62</b>		<b>190.10</b>

**Note 5.04 (A) Details of Quoted investments in equity shares**  
(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	No. of Shares	Fair Value	No. of Shares	Fair Value
Vikas Multicorp Limited (Face Value of ₹.1/- each)	18,400	0.20	18,400	0.49
<b>Total</b>		<b>0.20</b>		<b>0.49</b>

**Note 5.04 (B)(I) Reasons for Investments designated to measure at FVTOCI:**

The company has made an irrevocable decision to consider equity instruments and mutual funds not held for trading to be recognised at fair value through other comprehensive income.

**Note 5.04 (C) Details of investment in wholly owned foreign subsidiary\***

(₹ in Lakhs)

Name and principal place of business	Proportion of Ownership Interest/ Voting Rights	As at 31-03-2026		As at 31-03-2025	
		No. of Shares	At cost (₹)	No. of Shares	At cost (₹)
1. Alufluoride International PTE LTD -Singapore (5,25,000 equity shares of USD 1/- each)	100%	5,25,000	450.45	5,25,000	450.45
<b>Total</b>			<b>450.45</b>		<b>450.45</b>

\* The company has a wholly owned subsidiary and the same are in compliance with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017

**Note 5.05 Other Non-Current Financial Assets**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b> Deposits Recoverable:		258.91		252.89
<b>Total</b>		<b>258.91</b>		<b>252.89</b>

**Note 5.06 Other Non-Current Assets**

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b> Capital Advances		243.38		113.57
<b>Total</b>		<b>243.38</b>		<b>113.57</b>

**Note 5.07 Inventories**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
a. Stock of Raw Material (Includes Stock in transit of ₹88.70 Lakhs (PY -Nil))		1,028.12		510.52
b. Finished Goods				
i) Stock of Finished Goods- Regular	61.75		691.98	
ii) Stock of Banked Solar Power Units-Regular	97.97	159.72	77.29	769.27
c. Work-in Progress		27.96		--
d. Stock of stores and spares (Includes in transit of ₹4.93 Lakhs (PY- ₹122.454 Lakhs)		887.68		639.59
<b>Total</b>		<b>2,103.48</b>		<b>1,919.38</b>

**Note 5.07 (A)** The method of valuation of inventories has been stated in Note No.3.3

**Note 5.08 Trade Receivables**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	Rs.	Details	Rs.
<b>Unsecured, considered good</b> Trade receivables		1,088.57		1,962.28
<b>Total</b>		<b>1,088.57</b>		<b>1,962.28</b>



**Note 5.08A: Ageing for trade receivables - billed – current outstanding as at March 31, 2026 is as follows**  
**Ageing for trade receivables - billed – current outstanding as at March 31, 2026 is as follows** (₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment as at 31-03-2026						
	Not due	Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	955.44	133.13	-	-	-	-	1,088.57
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-

**Ageing for trade receivables - billed – current outstanding as at March 31, 2025 is as follows** (₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment as at 31-03-2025						
	Not due	Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	1,638.93	323.35	-	-	-	-	1,962.28
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-

**Note 5.08 B: There are no unbilled dues as at 31.03.2026 (Previous year: Nil)**

**Note 5.09 Cash and Cash Equivalents** (₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>a. Balances with Scheduled banks:</b>				
In Current Accounts		5.69		6.53
b. Debit balance in Cash Credit Account with Banks		32.38		160.07
c. Cash on hand		0.07		0.17
<b>Total</b>		<b>38.14</b>		<b>166.77</b>


**Note 5.10 Bank balances other than cash and cash Equivalents**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Earmarked balances with banks (Unpaid Dividends)		38.44		29.25
Earmarked balances with banks (Unspent CSR funds)		25.50		—
Fixed deposits with banks (Having original maturity period of more than 3 months and less than 12 months)		316.18		212.81
<b>Total</b>		<b>380.12</b>		<b>242.06</b>

**Note to 5.10:** Fixed deposits with banks amounting to Rs. 193 Lakhs (PY ₹ 188.149 Lakhs) are kept with the bankers as margin monies towards Bank guarantees issued to suppliers, against term loan taken from SIDBI and the said fixed deposits cannot be utilised by the company till completion of the contracts entered with suppliers. Earmarked balances with banks are the amounts pertaining to unpaid dividend and these amounts can be utilised by the company only for paying unpaid dividends.

**Note 5.10A Current Investments**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Investments designated at Fair Value through Other Comprehensive Income :</b>				
Investments in Mutual Funds		4,005.29		2,907.69
<b>Total</b>		<b>4,005.29</b>		<b>2,907.69</b>

**Note to 5.10A(1) Details of investments in Mutual Funds**

(₹ in Lakhs)

Particulars	Details		Details	
	No. of Units	Fair Value	No. of Units	Fair Value
Nippon India Equity Saving Fund	—	—	43,07,861	667.63
Kotak Equity Saving Fund	28,83,532	746.71	34,38,150	856.39
HDFC SIL ETF	12,000	25.35	—	—
SBI Silver ETF	12,200	26.60	—	—
ICICI Prudential Corporate Credit oppert	1,26,721	136.61	—	—
Axis Arbitrage Fund	44,98,161	877.85	244,781	45.03
Franklin India Multicap Fund	—	—	19,99,900	184.46
HDFC Balanced Advantage Fund	—	—	24,860	121.89
UTI Arbitrage Fund	17,92,384	656.26	—	—
ICICI Prudential Energy Fund	—	—	4,99,975	46.80
SBI Arbitrage opportunities fund	8,64,296	305.42	—	—
Kotak Equity Arbitrage Fund	17,93,375	702.14	23,31,407	859.90
Kotak Overnight Fund Growth	28,011	400.03	—	—
SBI Balanced Fund	8,56,028	128.32	8,56,028	125.58
<b>Total</b>		<b>4,005.29</b>		<b>2,907.69</b>

**Note 5.11 Other Current Financial Assets**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Amount Receivable on sale of mutual funds		1,537.81		145.49
Interest Receivable		3.47		3.68
Income Tax refund receivable		13.67		13.67
<b>Total</b>		<b>1,554.95</b>		<b>162.84</b>



# Alufluoride Limited

## Note 5.12 Other Current Assets

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b>				
Prepaid Expenses		36.27		31.79
Advances for supply of goods		102.32		100.86
Balances with Government Authorities		82.88		32.67
<b>Total</b>		<b>221.47</b>		<b>165.32</b>

## Note 5.12A Current Tax Asset (Net)

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Prepaid Income Tax (Net of Provision for Income Tax)		80.52		--
<b>Total</b>		<b>80.52</b>		<b>--</b>

## Note 5.13 : Equity Share Capital

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Authorised</b>				
Equity Shares of ₹ 10 par value	1,00,00,000	1,000.00	1,00,00,000	1,000.00
<b>Issued</b>				
Equity Shares of ₹ 10 par value	78,20,482	782.05	78,20,482	782.05
<b>Subscribed &amp; Paid up</b>				
Equity Shares of ₹ 10 each fully paid	78,20,482	782.05	78,20,482	782.05
<b>Total</b>	<b>78,20,482</b>	<b>782.05</b>	<b>78,20,482</b>	<b>782.05</b>

### 5.13 (A) Rights, Preferences and restrictions attached to equity shares

Equity shares have a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.

### 5.13(B) Reconciliation of the number of equity shares outstanding

No. of shares

Particulars	As at 31-03-2026	As at 31-03-2025
Balance at the beginning of the reporting period	78,20,482	78,20,482
Changes in equity shares during the year	--	--
<b>Balance at the end of the reporting period</b>	<b>78,20,482</b>	<b>78,20,482</b>

### 5.13 (C) Details of Shareholders holding More than 5% Equity Shares in the Company

Particulars	As at 31-03-2026		As at 31-03-2025	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>PROMOTER'S HOLDING:</b>				
a) Smt. V. Sunitha	17,32,383	22.15	17,32,383	22.15
b) Smt. V. Sarojini	8,41,885	10.77	8,41,885	10.77
c) M/s Kaiser Finance and Leasing (P) Ltd	7,86,975	10.06	7,86,975	10.06
d) Mr. Aditya Akkineni	4,80,506	6.14	4,80,506	6.14
	<b>38,41,749</b>	<b>49.12</b>	<b>38,41,749</b>	<b>49.12</b>



**5.13 (D) Shareholding of Promoters**

Shares held by promoters at the end of the year 31-03-2026			% Change during the year
Promoter Name	No. of Shares	% of total shares	
Smt. Sunitha Vemulapalli	17,32,383	22.15	0.00%
Smt. V Sarojini	8,41,885	10.77	0.00%
M/s Kaiser Finance and Leasing Pvt.Ltd.	7,86,975	10.06	0.00%
Mr. Aditya Akkineni	4,80,506	6.14	0.00%
Ms. Annapurna Akkineni	2,65,917	3.40	0.00%
Mr. Venkata Narayana Rao Akkineni	2,30,000	2.94	0.00%
Mr. V Rohit	1,56,682	2.00	0.00%
Smt. Jyothsana Akkineni	61,731	0.79	0.00%
M/s Anar Enterprises Pvt.Ltd.	55,100	0.70	0.00%
Mr. Ashok Vemulapalli	35,779	0.46	0.00%
M/s TriGeo Technologies Pvt.Ltd.	26,089	0.33	0.00%
M/s Visakha Finance Pvt.Ltd.	14,225	0.18	0.00%
<b>Total</b>	<b>46,87,272</b>	<b>59.92</b>	

Shares held by promoters at the end of the year 31-03-2025			% Change during the year
Promoter Name	No. of Shares	% of total shares	
Smt. Sunitha Vemulapalli	17,32,383	22.15	0.00%
Smt. V Sarojini	8,41,885	10.77	0.00%
M/s Kaiser Finance and Leasing Pvt.Ltd.	7,86,975	10.06	0.00%
Mr. Aditya Akkineni	4,80,506	6.14	0.00%
Ms. Annapurna Akkineni	2,65,917	3.40	0.00%
Mr. Venkata Narayana Rao Akkineni	2,30,000	2.94	0.00%
Mr. V Rohit	1,56,682	2.00	0.00%
Smt. Jyothsana Akkineni	61,731	0.79	0.00%
M/s Anar Enterprises Pvt.Ltd.	55,100	0.70	0.00%
Mr. Ashok Vemulapalli	35,779	0.46	0.00%
M/s TriGeo Technologies Pvt.Ltd.	26,089	0.33	0.00%
M/s Visakha Finance Pvt.Ltd.	14,225	0.18	0.00%
<b>Total</b>	<b>46,87,272</b>	<b>59.92</b>	

**Note 5.14 Other Equity**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
a) General Reserve		6.00		6.00
b) Retained Earnings		10,916.76		8,722.16
c) Share Premium		628.18		628.18
d) Foreign Currency Translation Reserve		32.67		32.67
e) Other Comprehensive Income:				
Equity Instruments through Other Comprehensive Income		147.23		70.89
Re-measurement of Defined benefit plans		72.11		47.17
<b>Total</b>		<b>11,802.95</b>		<b>9,507.07</b>

**Note 5.14 (a) Refer Statement of changes in Equity for Movement in balances of reserves**
**Note 5.14 (b) General Reserve**

The General Reserve is created from time to time by appropriating profits from retained earnings. The general reserve is created by transfer from one component of equity to another and accordingly it is not reclassified to the Statement of profit and loss.

**Note 5.14 (c) Retained Earnings**

Retained earnings generally represents the undistributed profit/ amount of accumulated earnings of the company.

**Note 5.14 (d)** Foreign Currency Translation Reserve relates to exchange differences for investment in Wholly Owned Foreign Subsidiaries as the same are classified as non-integral foreign operations.

**Note 5.14 (e) Other Comprehensive Income**

Other Comprehensive Income (OCI) represents the balance in equity for items to be accounted under OCI and comprises of: items that will not be reclassified to profit and loss

a. The Company has made an irrevocable election to present the subsequent fair value changes of investments in OCI. This reserve represents the cumulative gains and losses arising on the revaluation of equity instruments measured at fair value including tax effects. The company transfers restated fair value amounts from this reserve to retained earnings when the relevant financial instruments are disposed.

b. The actuarial gains and losses along with tax effects arising on defined benefit obligations have been recognized in OCI.

**Note 5.14 (f):** In respect of the year ended 31<sup>st</sup> March, 2026, the Board of Directors has proposed a dividend of ₹4/- per equity share, subject to approval by the shareholders at the ensuing Annual General Meeting after which dividend would be accounted and paid out of the retained earnings available for distribution in accordance with the provisions of the Act and for the year ended 31<sup>st</sup> March, 2025, the Company paid dividend of ₹3/- per equity share as approved by the Shareholders in its respective Annual General Meeting.

**Note 5.15 Non-Current financial Liabilities-Borrowings** (₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Secured</b>				
<b>a) Term Loans</b>				
i) Term Loans from PNB	754.17	2,398.32	248.94	1,455.25
ii) Term Loans from SIDBI	107.40	312.92	—	472.00
<b>b) Vehicle Loans</b>				
i) Vehicle Loans from ICICI Bank	9.62	—	17.45	10.08
ii) Vehicle Loan from NBFC	22.76	9.60	20.96	30.68
iii) Vehicle Loan from PNB	20.88	134.44	—	—
<b>Total</b>	<b>914.83</b>	<b>2,855.28</b>	<b>287.35</b>	<b>1,968.01</b>

**Note 5.15A Security for term loans from PNB:**

a) Exclusive charge on inventories, Book debts of the company, both present and future of the Company

b) Exclusive charge on plant and machinery equipment of the company

c) Unconditional and irrevocable corporate guarantee given by M/s Anar Enterprises Private Limited.

Term loan from SIDBI secured by the Solar Plant of 1.1 Megawatt being set-up at Polepalli, Anakapalle District.

**Repayment terms:**
**Loans From Punjab National Bank (PNB)**

Term loan-I is repayable in 17 equal monthly instalments of ₹49.78 Lakhs and Term

Loan-II is repayable in 52 equal monthly instalments of ₹14.94 Lakhs from December, 2023 to July 2027 & ₹15.93 Lakhs from August, 2027 to March 2028

Term Loan-III is repayable in 72 equal monthly instalments of ₹11.52 crores from January, 2026 to Dec., 2031.

Term Loan-IV is repayable in 72 equal monthly instalments of ₹20.22 Crores from July, 2026 to June, 2032.

**Loan from SIDBI:** Loan from SIDBI is repayable in 54 equated monthly installments of ₹8.95 lakhs commencing from 10<sup>th</sup> November 2025.

**Note 5.15B Security for Vehicle loans:** Loan taken for purchase of vehicles are exclusive charge on the respective vehicles purchased.

**Repayment terms:** Vehicles loans from ICICI bank are repayable in 40 monthly instalments commencing from April, 2023 with monthly EMIs of ₹1.64 Lakhs. Vehicle loan from NBFC are repayable in 48 monthly instalments commencing from September, 2023 with monthly EMI of ₹2.05 Lakhs. Vehicle loan from PNB are repayable in 60 monthly instalments commencing from December, 2025 with monthly EMI of ₹0.64 Lakhs. Another vehicle loan from PNB are repayable in 84 monthly instalments commencing from March, 2026 with monthly EMI of ₹2.02 Lakhs.



**Note 5.15C: The carrying amounts of assets pledged as security for current and non-current borrowings are:**

(₹ in Lakhs)

Particulars	Note No.	As at 31.03.2026	As at 31.03.2025
<b>A. Current assets</b>			
<b>Financial assets</b>			
Trade receivables	5.08	1,088.57	1,962.27
<b>Non-financial assets</b>			
Aluminium Fluoride		61.75	691.98
Solar Units		97.97	77.29
Other Inventory		1,943.76	1,150.11
<b>B. Non-current assets</b>			
– Plant and Equipment	5.01	5,009.80	4,616.65
– Vehicles	5.01	353.13	143.18
<b>C. CWIP</b>			
– CWIP		2,254.25	459.08

**Note 5.16 Non-Current Provisions**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>(a) Provision for employee benefits:</b>				
Gratuity	124.05		103.99	
Compensated Absences	30.11	154.16	23.46	127.45
<b>(b) Provision for De-commissioning Liability</b>		293.18		259.12
<b>Total</b>		447.34		386.57

**Note 5.17 Deferred Tax Assets / (Liability) (Net)**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Deferred Tax Assets		357.99		354.02
Less: Deferred Tax Liabilities		(448.76)		(446.59)
<b>Net Deferred Tax Assets/(Liabilities)</b>		<b>(90.77)</b>		<b>(92.57)</b>

**Note 5.17(A): Components, movement of Deferred Tax Assets/(Liabilities) as at 31<sup>st</sup> March, 2026 are given below**

Particulars	As at 31-03-2025	(Charge)/Credit Recognized in Profit or Loss	Charge / (Credit) Recognized in Other Comprehensive Income	As at 31-03-2026
<b>Deferred Tax Assets:</b>				
<b>Provision for Post retirement and other employee benefits:</b>				
Provision for Gratuity	43.77	9.69	(9.22)	44.25
Provision - Leave encashment	8.36	1.56	0.83	10.75
Provision for De-commissioning liability	65.22	8.57	—	73.79
Lease Liabilities	193.51	(1.00)	—	192.51
Adjustment as per ICDS-5	43.15	(6.47)	—	36.68
<b>Deferred Tax (Liabilities):</b>				
Timing difference with respect to depreciation on Property, Plant & Equipment:	(302.79)	(1.34)	—	(304.13)
Timing difference with respect to Investments designated at FVTOCI	(8.05)	8.05	(16.16)	(16.16)
Timing difference with respect to Right To Use Asset	(135.76)	7.29	—	(128.47)
<b>Net Deferred Tax Assets/(Liabilities)</b>	<b>(92.57)</b>	<b>26.35</b>	<b>(24.55)</b>	<b>(90.77)</b>

**Note 5.17 (B):** The company has adequate profits in the past and the management is of the view that there will be taxable profits in the future. In view of the above the company has recognized deferred tax asset in the books of account.

**Note 5.18 Current Financial Liabilities-Borrowings**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Secured</b>				
Current maturities of long-term borrowings		914.83		287.35
<b>Total</b>		<b>914.83</b>		<b>287.35</b>

\* Debit balance in Cash Credit Shown under Cash and Cash equivalents in Note No - 5.09

**Note 5.18(a) Details of differences between Books of account and statements submitted to bank during FY 2025-26**

Name of Bank	Particulars of Securities provided	Quarter ending	Amount as per Books of account in lakhs	Amount as reported in quarterly statements in lakhs	Amount of difference in lakhs	Reasons for material discrepancies
PNB	Finished Goods	June	213.39	212.32	1.07	Value revised during quarterly limited review carried out
PNB	Creditors	June	741.03	740.61	0.42	Value revised during quarterly limited review carried out
PNB	Finished Goods	September	178.50	176.89	1.61	Value revised during quarterly limited review carried out
PNB	Creditors	September	720.58	694.32	26.26	Value revised during quarterly limited review carried out
PNB	Work-In-Progress	March	27.96	16.78	11.17	Value revised during Audit finalisation
PNB	Receivables	March	1,087.87	1,108.23	(20.36)	Value revised during Audit finalisation
PNB	Creditors	March	1,249.92	1,057.86	192.06	Value revised during Audit finalisation

**5.18 (b)** There are minor differences between books and details submitted to bank for the month of March, 2026, however revised quarterly statement for the month of March 2026 is submitted to bank; the changes are due to updating of figures during statutory audit.

**Note 5.19 Trade Payables**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
(A) Total outstanding dues of Micro and Small Enterprises		76.38		118.00
(B) Total outstanding dues other than Micro and Small Enterprises		1,172.67		516.64
<b>Total</b>		<b>1,249.05</b>		<b>634.64</b>

**Note 5.19 (A) Trade Payables ageing schedule as at 31-03-2026**

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	76.38	---	---	---	---	76.38
(ii) Others	808.25	361.93	---	---	---	1,170.18
(iii) Disputed dues – MSME	---	---	---	---	---	---
(iv) Disputed dues - Others	---	---	---	---	---	---
<b>Total</b>	<b>884.63</b>	<b>361.93</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>1,246.56</b>

**Trade Payables ageing schedule as at 31-03-2025**

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	118.01	---	---	---	---	118.00
(ii) Others	267.22	249.43	---	---	---	516.65
(iii) Disputed dues – MSME	---	---	---	---	---	---
(iv) Disputed dues - Others	---	---	---	---	---	---
<b>Total</b>	<b>385.23</b>	<b>249.43</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>634.65</b>

**Note 5.19 (B):** There are no unbilled dues as at 31.03.2026 (Previous year: Nil)**Note 5.19 (C): Disclosure of Trade payables as required under section 22 of Micro, Small and Medium Enterprises Development (MSMED) Act, 2006, based on the confirmation and information available with the company regarding the status of suppliers,**

(₹ in Lakhs)

Particulars	As at 31-03-2026	As at 31-03-2025
(a) Principal amount and interest due thereon remaining unpaid but not due as at year end - Principal	76.38	118.00
Interest	NIL	NIL
(b) Interest paid in terms of Section 16 of MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year not due as at year end	NIL	NIL
(c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act	NIL	NIL
(d) Interest accrued and remaining unpaid at the end of the year	NIL	NIL
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of Micro, Small and Medium Enterprises Development Act, 2006.	NIL	NIL



# Alufluoride Limited

## Note 5.20 Other Current Financial Liabilities

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
Capital creditors		80.16		110.64
Interest accrued but not due on term loans		1.54		1.18
Amounts payable to employees and others		211.27		165.12
Unclaimed dividends		38.44		29.25
Outstanding expenses		6.69		39.71
Provision for ongoing projects under CSR (refer Note No: 5.31)		24.52		---
<b>Total</b>		<b>362.62</b>		<b>345.90</b>

## Note 5.21 Other Current Liabilities

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
Advances received against sales		0.71		1.53
Statutory Dues and Taxes payable		42.08		57.83
<b>Total</b>		<b>42.79</b>		<b>59.36</b>

## Note 5.22 Current Provisions

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
<b>Provision for employee benefits:</b>				
Gratuity		51.73		69.92
Compensated Absences		12.62		9.77
<b>Total</b>		<b>64.35</b>		<b>79.69</b>

## Note 5.23 Current Tax Liabilities (Net)

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
Provision for Income Tax (Net of Prepaid Taxes)		---		11.38
<b>Total</b>		<b>---</b>		<b>11.38</b>

## Note 5.24 Revenue From Operations

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Aluminium Fluoride:</b>		
Sale of total production	20,694.93	18,448.61
<b>Solar Units:</b>		
Sale of Solar units	181.47	403.27
<b>Total</b>	<b>20,876.40</b>	<b>18,851.88</b>

Disclosures prescribed under Ind As 115 are given below

Note: 5.24 (A) Revenue disaggregation by industry vertical is as follows:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Fixed price manufacturing contracts</b>		
(i) Aluminium Fluoride	20,694.93	18,448.61
(ii) Solar Units	181.43	403.27
<b>Total</b>	<b>20,876.40</b>	<b>18,851.88</b>

**Note: 5.24 (B) Revenue disaggregation by geography is as follows:**

(₹ in Lakhs)

Revenue earned from states in India (*)	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Indigenous Sales</b>		
<b>I. Aluminium Fluoride</b>		
a. Delhi	1.25	—
b. Odisha	14,531.86	13,261.06
c. Uttar Pradesh	3,687.13	3,168.54
d. Chhattisgarh	386.61	—
e. Madhya Pradesh	1,889.27	1,706.03
f. Maharashtra	198.81	312.83
g. Kerala	—	0.15
<b>II. Solar</b>		
a. Andhra Pradesh	181.47	403.27
<b>Total</b>	<b>20,876.40</b>	<b>18,851.88</b>

**Note: 5.24 (C) Reconciliation of revenue recognized with the contracted price is as follows**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Contracted price with customers	<b>20,876.40</b>	18,851.88
Less: Amounts adjusted for Discounts, rebates, refunds etc	—	—
<b>Revenue recognized in the statement of profit and loss</b>	<b>20,876.40</b>	<b>18,851.88</b>

**Note: 5.24 (D) Changes in advances received from customers (Contract liability) are as follows:**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Balance at the beginning of the year	1.53	0.38
Amounts received during the year	39.37	72.29
<b>Less: revenue recognized during the year</b>	<b>40.19</b>	<b>71.14</b>
<b>Balance at the end of the year</b>	<b>0.71</b>	<b>1.53</b>

**Note: 5.24 (E) The details in respect of percentage of revenues generated from top customers are as follows:**

(in %)

(in %)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Revenue From Sales</b>		
<b>Aluminium Fluoride</b>		
Revenue from top customer	54.40	69.27
Revenue from 2 <sup>nd</sup> top customer	18.01	17.11
Total of other customers generating more than 10% revenue	13.45	0.00
<b>Solar Units:</b>		
Revenue from top customer	100.00	100.00

The Company deals with largest corporates in India and the company believes 100% reliance of recovery of its receivables.

**Note 5.25 Other Income**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>a) Interest Income:</b>				
Financial assets at amortised cost	---	21.75	---	8.59
<b>b) Other non-operating income:</b>				
Sale of silica	51.68	---	69.44	---
Sale of Scrap	27.90	---	14.35	---
Gain on sale / redemption of investments	3.78	---	67.31	---
Excess provisions made in earlier years written back	8.02	---	---	---
Employee notice pay recovery	0.19	---	0.21	---
Profit on sale of Fixed assets	5.56	---	---	---
Interest on income tax refunds	---	---	2.98	---
Dividend Received	1.31	---	---	---
Miscellaneous Income	6.21	---	1.81	---
Compensation for Non Performance of Contracts	7.35	112.00	36.35	192.45
<b>Total</b>		<b>133.75</b>		<b>201.04</b>

**Note 5.26 Cost of Materials Consumed**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>Raw Materials, Packing Materials Consumed</b>				
Opening Stock		510.52		375.86
Add: Purchases		12,869.99		12,944.75
<b>Less: Closing stock</b>		(939.41)		510.52
<b>Total consumption</b>		<b>12,441.10</b>		<b>12,810.09</b>

**Note 5.26 (A) Details of Raw materials consumed**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>Raw materials consumed</b>				
Hydrofluosilicic Acid		2,978.91		2,730.17
Alumina Hydrate		6,841.86		7,729.67
Hydrated Lime		260.44		154.78
Packing Materials		111.20		91.37
Coal		418.43		473.92
Piped Natural Gas		1,061.98		
Furnace Oil		768.28		1,630.18
<b>Total</b>		<b>12,441.10</b>		<b>12,810.09</b>

**Note 5.27 Change in Inventories of Finished Goods**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>A) Closing Stock</b>				
Aluminium Fluoride		61.75		691.98
Aluminium Fluoride-Work in Progress		27.96		—
Solar Units		97.97		77.29
<b>Total (A)</b>		<b>187.68</b>		769.27
<b>B) Opening Stock</b>				
Aluminium Fluoride		691.98		132.34
Aluminium Fluoride-Work in Progress		—		27.11
Solar Units		77.29		212.89
<b>Total (B)</b>		<b>769.27</b>		372.34
(Increase)/Decrease in stocks (B-A)		581.59		(396.93)
<b>Total</b>		<b>581.59</b>		(396.93)

**Note 5.28 Employee Benefit Expenses**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>Payment &amp; Benefits to Employees:</b>				
Salaries & Wages		600.58		534.97
Remuneration to Whole-time Directors		279.85		179.40
Company's Contribution to Gratuity Fund		55.36		25.59
Company's Contribution to PF and other Funds		51.84		44.97
Staff welfare		67.52		46.81
<b>Total</b>		<b>1,055.15</b>		831.74

**Note 5.28 (A) Employee benefit plans:**

The disclosures of Employee Benefits as per Indian Accounting Standard 19 "Employees' Benefits" are given hereunder:

a) **Defined Contributions Plans:** Contributions to Defined Contribution plans, recognized as expense for the year, are as under: (₹ in Lakhs)

Particulars	For the Year ended March 31, 2026	For the Year ended March 31, 2025
Employer's Contributions to Provident and ESI Funds	51.84	44.97

b) **Defined Benefit Plans:** General Description of the Post Employment defined Benefit Plans;

i) **Gratuity:**

The company provides for gratuity to the employees as per Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity is payable on retirement/resignation. The gratuity plan is a Unfunded plan and the company provides liability in the books of account based on actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method.

ii) **Compensated Absence:**

The Company has a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of the unused entitlement that has accumulated at the balance sheet date. Expense on non-accumulating compensated absences is recognized in the period in which the absences occur. Encashment of accumulated earned leave, subject to maximum permissible limits as per the terms of appointment, will be paid to the employee on separation.



**Note 5.28 (B) Statement showing Reconciliation of opening and closing balances of Defined Benefit obligations, Plan assets** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
<b>A) Change in Fair value of the defined benefit obligation:</b>				
Liability at the beginning of the year	173.91	152.26	33.23	30.51
Interest Cost	10.89	10.62	2.02	2.13
Past service cost- Vested Benefits	26.77	—	—	—
Current Service Cost	17.70	14.97	9.18	6.99
Benefits paid	(16.86)	(3.36)	(4.99)	(0.74)
Actuarial loss / (gain) on obligation	(36.61)	(0.58)	3.28	(5.66)
Liability at the end of the year	175.79	173.91	42.73	33.23
<b>B) Change in Fair value of plan asset</b>				
Fair value of plan assets at the beginning of the year	—	—	—	—
changes during the year	—	—	—	—
Fair value of plan assets at the end of the year	—	—	—	—
<b>(C) Net Defined Benefit obligation at year end (A-B)</b>	175.79	173.91	42.73	33.23

**Note 5.28 (C) Expenses recognized during the year in the Statement of Profit & Loss under employee benefit expenses.** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Interest Cost	10.89	10.62	2.02	2.13
Current Service Cost	17.70	14.97	9.18	6.99
Post Service Cost - Vested Benefits	26.77	—	—	—
Expected return on plan assets	—	—	—	—
<b>Expenses recognized in the statement of Profit &amp; Loss</b>	<b>55.36</b>	25.59	<b>11.20</b>	9.12

**Note 5.28 (D) Amount to be recognized in statement of other comprehensive income** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Remeasurements of the net defined benefit liability/ (asset)				
Actuarial (gains) / losses	<b>(36.61)</b>	(0.58)	<b>(3.28)</b>	(5.66)

**Note 5.28 (E) Actuarial (Gain) / Loss arising from;** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Change in Demographic assumptions	—	—	—	—
Change in Financial assumptions	(36.61)	(0.58)	(3.28)	(5.66)



**Note 5.28 (F) Significant estimates: Actuarial assumptions**

Particulars	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
<b>Discount Rate:</b> Gratuity (Unfunded)	7.19%	6.58%
Compensated absences (Unfunded)	7.19%	6.58%
<b>Salary Escalation Rate:</b> Gratuity(Unfunded)	8.00%	8.00%
Compensated absences (Unfunded)	8.00%	8.00%
<b>Employee Attrition Rate:</b> Gratuity(Unfunded)	6.00%	6.00%
Compensated absences (Unfunded)	6.00%	6.00%
<b>Mortality rate during employment:</b>	Indian Assured Lives Mortality	
Gratuity(Unfunded)	(2012-14) Ultimate 58 Years	
Compensated absences (Unfunded)		

**Note 5.28 (G) Significant estimates : Sensitivity analysis**

The sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognized within the Balance Sheet.

Particulars	Change of assumption (+ increase /- decrease)	Effect on Compensated absences (₹ in Lakhs)
<b>Projected benefits obligation on current assumptions as on 31-03-2026</b>		
Impact on present value of defined benefit obligation if discount rate increase by	+1%	164.54
Impact on present value of defined benefit obligation if discount rate decrease by	-1%	189.13
Impact on present value of defined benefit obligation if salary increase by	+1%	192.68
Impact on present value of defined benefit obligation if salary decrease by	-1%	161.35
Impact on present value of defined benefit obligation if employees attrition is	50%	185.70
Impact on present value of defined benefit obligation if employees attrition is	50%	177.82
Impact on present value of defined benefit obligation if mortality rate is	10%	184.24
Impact on present value of defined benefit obligation if mortality rate is	-10%	182.99
<b>Projected benefits obligation on current assumptions as on 31-03-2025</b>		
Impact on present value of defined benefit obligation if discount rate increase by	+1%	166.64
Impact on present value of defined benefit obligation if discount rate decrease by	-1%	182.15
Impact on present value of defined benefit obligation if salary increase by	+1%	189.83
Impact on present value of defined benefit obligation if salary decrease by	-1%	160.57
Impact on present value of defined benefit obligation if employees attrition is	50%	175.95
Impact on present value of defined benefit obligation if employees attrition is	50%	171.11
Impact on present value of defined benefit obligation if mortality rate is	10%	174.34
Impact on present value of defined benefit obligation if mortality rate is	-10%	173.48

**Note 5.28 (H) Expected contribution to the defined benefit plan in future years** (₹ in Lakhs)

Particulars	Gratuity	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Expected outflow from 1 year	48.12	9.57
Expected outflow from 2 to 5 years	54.24	90.10
Expected outflow from 6 to 10 years	59.85	54.85
Expected outflow more than 10 years	247.89	214.51

**Note:** As per the enterprise's accounting policy actuarial gains and losses are recognized immediately during the same year itself.

**Note:** The above information is certified by the Actuary.



## Note 5.28 (I) Impact of new labor codes

"On November 21, 2025, the Government of India notified provisions of the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 ('Labor Codes') which consolidate twenty-nine existing labor laws into a unified framework governing employee benefits during employment and post-employment.

"The Labor Codes, amongs to their things introduces changes, including a uniform definition of wages and enhanced benefits relating to leave. The Company has assessed the financial implications of these changes which has resulted in increase in gratuity and leave encashment liabilities by ₹34.62 lakhs arising out of past service cost in the Statement of Profit and Loss for the year ended March 31, 2026. The Company continues to monitor the developments pertaining to Labor Codes and will evaluate impact if any on the measurement of the employee benefits liability."

## Note 5.29 Finance Charges

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
Unwinding of discount on De-commissioning provision		21.07		18.28
Interest expense on lease liability		71.68		71.98
Interest paid to banks on - CC loan		0.58		—
Interest paid to banks on - Term Loans		126.84		131.22
Bank charges		36.79		24.91
<b>Total</b>		<b>256.96</b>		<b>246.39</b>

## Note 5.30 Depreciation and Amortization expenses

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
Depreciation and amortization of property, plant and equipment		910.21		854.93
Amortization of Right to use assets		43.26		42.34
<b>Total</b>		<b>953.48</b>		<b>897.27</b>

## Note 5.31 Other Expenses

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
<b>Power, Fuel &amp; Water</b>				
Power, fuel Charges	474.55		576.64	
Water Charges	122.08	596.63	103.05	679.69
<b>Repairs &amp; Maintenance</b>				
Plant & Machinery	659.00		494.56	
Others	95.14	754.14	128.45	623.01
Other Manufacturing Expenses		285.82		163.43
Rates and Taxes		19.02		10.26
Insurance		26.97		14.17
Postage & Telephone expenses		6.04		5.60
Directors' Sitting Fees		8.80		8.70
Commission to Non-Executive Directors		12.00		—
<b>Auditors' Remuneration</b>				
For Statutory Audit Fees	3.50		3.00	
For Limited review	0.60		0.45	
For certification charges	0.75		0.61	
For Tax Audit Fee	0.40	5.25	0.40	4.46
Selling expenses		290.54		269.99
Corporate Social Responsibility (CSR) Expenses		47.28		32.79
Legal and professional charges		114.41		45.34
Cost Audit Fee		0.75		0.75



Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
Secretarial Audit Fee		0.85		0.85
Security charges		17.43		15.65
Travelling and conveyance		53.24		51.79
Horticulture Expenses		33.73		28.69
Software Expenses		2.83		1.63
Vehicle Expenses		0.34		0.21
Fixed Assets written off		1.31		—
Miscellaneous Expenses		14.81		8.49
<b>Total</b>		<b>2,292.19</b>		<b>1,965.50</b>

**Note 5.31 A Details of CSR expenses**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Details	₹	Details	₹
Amount required to be spent as per section 135 of the Companies Act, 2013		47.28		32.79
<b>Amount of Expenditure Incurred:</b>				
(a) Construction/ acquisition of any asset	—	—	—	—
(b) On purposes other than (a) above	22.77	22.77	50.00	50.00
<b>Nature of CSR activities:</b>				
(a) Eradicating hunger, poverty and malnutrition, making available safe drinking water and promoting health care including preventive health care	—	—		
(b) Promoting education, including special education and employment enhancing vocational training and livelihood enhancement projects, rural development project	—	—		—
(c) Rural development project	2.50	—	—	—
(d) Flood relief activities	17.21	—	32.79	—
(e) Promoting Health care, including Preventive health checkup	3.06	22.77	—	32.79
Shortfall/ (Excess) at the end of the Year		24.51		-17.21
Amount Transferred to separate bank account for CSR activities		24.51		
Net Difference		—		
Total of previous years shortfall				
Reasons for Shortfall		Due to implementation timelines and project execution phases extending beyond the financial year, the full amount could not be spent during the year. It shall be spent in the coming financial year		Excess amount spent
Details of related party transactions:		Nil		—



(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Details	₹	Details	₹
<b>Provision is created as there is liability to be incurred due to contractual obligation:</b>		---		---
		24.51		---
a. Balance at the beginning of the year		---		---
b. Provision created during the year		24.51		Nil
c. Amount utilized during the year				
d. Balance at the end of the year				
Details of Unspent CSR on Ongoing Projects undertaken during Financial Year 2025-26 (Held in Separate Unspent Corporate Social Responsibility Account)		---		---
a. Balance of Unspent CSR on Ongoing Projects at the beginning of the year		---		---
• With Company		24.51		---
• In Separate CSR Unspent A/C		---		---
b. Amount required to be spent during the year				
c. Amount spent during the year				
• From companies bank A/C		---		---
• From separate CSR unspent A/C				
d. Balance of Unspent CSR on Ongoing Projects at the end of the year		24.51		---
• With Company				
• In Separate CSR Unspent A/C				

**Note 5.31B : Excess Amount Spent CSR activities during the year to be Carry forward to Succeeding Financial Years**

(₹ in Lakhs)

Year	Opening Balance	Amount Required to be spent during the year	Amount Spent during the year	Closing Balance
2024-25	---	32.79	50.00	17.21
2025-26	17.21	22.77	5.56	---

**Note 5.31C : CSR Unspent Amount**

(₹ in Lakhs)

Particulars	Amount
a. opening balance	---
b. Amount deposited in specified Fund of sch. VII within 6 months	24.51
c. Amount required to be spent during the year	47.28
d. amount spent during the year	22.77
e. Closing balance	---



**Note 5.32 Components of Tax Expense recognized in profit and loss account**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Details	₹	Details	₹
<b>Current Tax:</b>				
Current tax on profit for the year		904.66		725.05
<b>Deferred ta</b>				
Decrease/(increase) in deferred tax assets		(12.35)		(8.48)
(decrease)/increase in deferred tax liabilities		(14.00)		(53.25)
<b>Total deferred tax expenses/(benefit)</b>		(26.35)		(61.73)
<b>Tax for earlier year</b>				
Tax pertaining to previous years		25.98		(56.79)
<b>Total Tax expense recognized in the current year</b>		<b>904.29</b>		<b>606.53</b>

**Note 5.32 (A) Reconciliation of Income tax expenses for the year with accounting profit;**

(₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
<b>Profit before tax</b>	3429.70	2698.85
Computed tax expense	863.25	679.30
<b>Less: Depreciation as per IT rules</b>	(222.11)	(172.92)
<b>Add: Effect of expenses that are not deductible in determining taxable profit</b>		
Depreciation as per Companies Act, 2013	239.99	225.84
Effect of deferred tax, other adjustments	(14.23)	(71.10)
Addition of CSR expenses	11.90	8.25
Actuarial gains/(loss) recognised in OCI	8.39	1.57
Adjustment as per ICDS	(6.47)	(7.62)
Taxation pertaining to earlier years	25.98)	(56.79)
<b>Tax expense as per the Statement of Profit and Loss</b>	<b>906.70</b>	<b>606.54</b>

- i) The tax rate used for the years ended 31<sup>st</sup> March, 2026 and 31<sup>st</sup> March, 2025 in reconciliations above is the corporate tax rate of 25.168 % (Previous year 25.168 %) payable by corporate entities in India on taxable profits under the Income Tax Act, 1961

**Note 5.32 (B) Tax Expenses / (Income) recognized in other comprehensive income**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
On remeasurement of defined benefits plan	8.39	1.56
On Fair valuation of equity, mutual funds	16.16	8.05
<b>Total</b>	<b>24.55</b>	<b>9.61</b>

**Note 5.33 Other Comprehensive Income for the Year**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
a. Actuarial measurement of Defined Benefit Plans	33.33	6.23
b. Restatement of Equity, mutual fund Investments measured through FVTOCI	92.50	46.05
c. Deferred Tax effect On the Above	(24.55)	(9.61)
<b>Total Income/( Loss)</b>	<b>101.28</b>	<b>42.67</b>

**Note 5.34 Calculation of Earnings Per Share (EPS) is as follows:**

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects all dilutive potential equity shares.

**A) Profit attributable to equity holders is as follows:**

(₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
<b>Net Profit/(Loss) attributable to equity holders:</b>		
Continuing operations	2,429.21	1,831.47
Discontinued operation	---	--
<b>Net Profit/(Loss) attributable to equity holders adjusted for the effect of dilution</b>	<b>2,429.21</b>	<b>1,831.47</b>

**B) Weighted average number of equity shares is as follows:**

(₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
Weighted average number of Equity shares for calculating basic EPS Equity shares allocated during the year	78,20,482	78,20,482
	--	--
Weighted average number of Equity shares for calculation of diluted EPS	78,20,482	78,20,482

**C) Calculation of EPS**

(₹ in Lakhs)

Earnings per equity share (for continuing operations)	For the year ended 31-03-2026	For the year ended 31-03-2025
a) Basic	31.06	23.42
b) Diluted	31.06	23.42
<b>Earnings per equity share (for discontinuing operations)</b>		
a) Basic	---	---
b) Diluted	---	---



## Note 5.35 Segment information

Operating segments are identified and reported taking into account the different risk and return, organization structure and internal reporting system. Segmental reporting as per Ind AS-108 as notified by MCA is not applicable, as the Company is engaged in manufacture of a single line of product.

## Note 5.36 Impairment of Assets

The company assesses, at each reporting date, whether there is an indication that an asset may have to be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of its fair value less costs of disposal and value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

According to an internal technical assessment carried out by the Company, there is no impairment in the carrying cost of cash generating units of the Company in terms of Indian Accounting Standard 36 'Impairment of Assets'

## Note 5.37 Earnings & Expenditure in foreign currency on account of: (₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
A) Earnings in foreign currency:	---	---
B) <b>Expenditure in foreign currency:</b>		
<b>CIF value of imports for :</b>		
Capital goods	842.05	---
Components and spare parts	25.91	---

## Note: 5.38 Details of imported and indigenous raw materials and spares consumed (₹ in Lakhs)

Particulars	For the year ended 31-03-2026		For the year ended 31-03-2025	
	Amount	%	Amount	%
<b>Raw Materials</b>				
Indigenous	12,441.10	100.00	12,810.09	100.00
Imported	---	---	---	---

## Note 5.39 Movements in provisions (₹ in Lakhs)

Particulars	Provision for decommissioning liability
<b>As at 31-03-2025</b>	259.12
Addition during the year	13.00
Charged/ (credited) to profit/loss account	21.06
Unused amounts reversed	---
Amounts used during the year	---
<b>As at 31-03-2026</b>	<b>293.18</b>

### Provision for decommissioning liability:

This provision has been created for estimated costs of dismantling and removing the debris and restoring the site in respect of leased premises on which the plant is super structured.



# Alufluoride Limited

**Note 5.40** As per Indian Accounting Standard 24 “Related parties’ disclosure” the disclosure of Related parties as defined in the Standard are given hereunder:

## A) List of Related Parties:

Name of the Related Party	Relationship
1) M/s Anar Enterprises Pvt.Ltd.	Entities in which Key management personnel and/or Close relatives have significant interest
2) M/s Kaiser Finance and Leasing Pvt.Ltd.	
3) M/s Visakha Finance Pvt.Ltd.	
4) Sri Venkat Akkineni	Key management personnel - Managing Director
5) Smt. Jyothsana Akkineni	Key management personnel - Executive Director and wife of Managing Director
6) Sri K. Purushotham Naidu	Key management personnel - Director (Finance) & CFO.
7) Smt. Vaishali Kohli	Key management personnel - Company Secretary
8) Sri Aditya Akkineni	Whole-time Director & CEO
9) Ms. Annapurna Akkineni	Daughter of Managing Director
10) Alufluoride International Pte. Ltd, Singapore	Wholly Owned Subsidiary
11) Sri Yugandhar Meka Sri Ashok Vemulapalli Dr Ravi Prasad Gorthy Sri Sohrab Chinoy Kersasp	Non- Executive & Independent Directors of the company

## B) Transactions with the Related Parties

(₹ in Lakhs)

Particulars	Name of the related party	Transactions total during	
		2025-26	2024-25
1. Remuneration paid	Sri Venkat Akkineni *	183.67	157.90
	Sri K.Purushotham Naidu	27.49	22.46
	Sri Aditya Akkineni	68.68	47.05
	Smt. Vaishali Karan Kohli	1.98	1.93
2. Sitting fees paid to Independent Directors	Sri Yugandhar Meka	2.20	2.10
	Sri A. Chandrasekhar	—	1.20
	Sri Ashok Vemulapalli	2.30	2.20
	Sri Ravi Prasad Gorthy	2.20	1.20
	Sri Sohrab Chinoy Kersasp	2.10	2.00
3. Commission fees paid to Independent Directors	Sri Yugandhar Meka	3.00	—
	Sri Ashok Vemulapalli	3.00	—
	Sri Ravi Prasad Gorthy	3.00	—
	Sri Sohrab Chinoy Kersasp	3.00	—
4. Dividend paid	M/s. Anar Enterprises Pvt.Ltd.	1.65	1.65
	M/s Kaiser Finance and Leasing Pvt.Ltd.	23.61	23.61
	M/s.Visakha Finance Pvt.Ltd.	0.43	0.43
	Sri Venkat Akkineni	6.90	6.90
	Smt.Jyothsana Akkineni	1.85	1.85
	Sri Aditya Akkineni	14.42	14.42
	Ms.Annapurna Akkineni	7.98	7.98
	Sri Ashok Vemulapalli	1.07	1.07
	Smt. Sarojini Veeramachaneni	25.26	25.29
	Smt. Sunitha Vemulapalli	51.97	51.97
	Sri Rohit Vemulapalli	4.70	4.70

\* Includes commission of ₹124.76 Lakhs (Previous year ₹98.85 Lakhs)

**C) Outstanding Balances at the end of the year**

(₹ in Lakhs)

Particulars	Outstanding at	
	31-03-2026	31-03-2025
Sri Venkat Akkineni	124.76	99.53
Sri K.Purushotham Naidu	1.09	3.61
Sri Aditya Akkineni	---	3.72
Smt.Vaishali Karan Kohli	---	0.13

**E) Compensation to Key Management Personnel**

The remuneration and other benefits to key management personnel during the year was as follows:

(₹ in Lakhs)

Particulars	For 2025-26	For 2024-25
i) Short-Term employee benefits	281.83	229.35
ii) Post employment benefits (As per Actuary report)	45.72	35.40
iii) Other long term benefits	---	---
iv) Share based payments	---	---
v) Termination benefits	---	---
<b>Total</b>	<b>327.55</b>	<b>264.75</b>

**Note 5.41 Recent accounting pronouncements:**

MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates in May 2025, applicable w.e.f. April 1, 2025. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

In August 2025, MCA notified the following amendments to:

1. Ind AS 1, Presentation of Financial Statements, applicable w.e.f. April 1, 2025 – The amendments relate to classification of liabilities as current or non-current and non-current liabilities with covenants. The amendments clarify that the right to defer settlement of a liability for at least twelve months after the reporting period must exist at the reporting date and must have substance. The amendments also provide guidance on classification of liabilities subject to covenants required to be complied with after the reporting date. The Company does not expect these amendments to have any material impact on classification of its current and non-current liabilities. Certain consequential amendments relating to covenant breaches and lender waivers are applicable for annual reporting periods beginning on or after April 1, 2026.
2. Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures, applicable w.e.f. April 1, 2025 – The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.
3. Ind AS 12, International Tax Reform – Pillar Two Model Rules applicable immediately - The amendments provide a temporary mandatory relief from deferred tax accounting for top-up tax and disclose that they have applied the relief. This relief is immediate and applies retrospectively, it does not have any significant impact in its financial statements.

**Note 5.42: Other additional Regulatory information**

- a) Company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- b) No charges or satisfaction is yet to be registered with Registrar of Companies beyond the statutory period.

- c) There is no Scheme of Arrangements that has been approved in terms of sections 230 to 237 of the Companies Act, 2013.
- d) The company has not granted any Loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person that are repayable on demand or without specifying any terms or period of repayment.
- e) There are no transactions that are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- f) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**Note 5.43:**

- A) A) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”) with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries)
- B) The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**Note 5.44: Additional Regulatory Information- Ratios**

( ₹ in Lakhs)

Ratio type	Numerator	Denominator	For the year ended 31st March 2026	For the year ended 31st March 2025	% variance	Reasons for variance above 25%
Current Ratio (in times)	Total Current assets	Total Current liabilities	2.02	3.09	(35)	Decrease in the Current Liabilities during the year
Debt-Equity Ratio (in times)	Total debt, debt consists of borrowings and lease liabilities	Total equity	0.31	0.24	30	Due to increase in borrowings during the year
Debt Service Coverage Ratio (in times)	Earnings before interest, tax, depreciation & non cash expenditure, income	Debt service = Interest and lease payments + Principal repayments	3.98	3.00	32	Due to increase in borrowings during the year
Return on Equity Ratio (in %)	Total comprehensive income	Average total equity	22.13%	19.80%	12	Nil
Inventory turnover ratio (in times)	Cost of Goods sold	Average Inventory	6.47	8.33	(22)	Nil
Trade Receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	13.69	11.67	17	Nil
Trade payables turnover ratio (in times)	Net credit purchases	Average Trade Payables	13.66	18.03	(24)	Nil
Net capital turnover ratio (in times)	Revenue from operations	Average working capital (i.e. Total current assets less Total current liabilities)	7.57	6.03	26	Nil
Net profit ratio (in %)	Total comprehensive income	Revenue from operations	12.12%	9.94%	22	Nil
Return on Capital employed (in %)	Earnings before interest and tax	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	21.83%	21.24%	3	Nil
Return on investment (in %) (In equity & Mutual Funds)	Income generated from invested funds & change in market value of investments	Average Invested funds	1.34%	0.81%	65	Due to increase in income from investments

**Note 5.45 Contingent Liabilities not provided for in respect of:**

(₹ in Lakhs)

<b>Particulars</b>	<b>For the year ended March 31, 2026</b>	<b>For the year ended March 31, 2025</b>
<b>A) Claims against the company not acknowledged as debt</b>		
(i) Disputed Income Tax demands pending with Assessing officer for AY 2008-09	<b>0.90</b>	0.90
(ii) The Company has imported certain capital goods, spares on various dates under the Export Promotion Capital Goods (EPCG) Scheme notified under the Foreign Trade Policy by the Government of India. Under the terms of the said scheme, the Company is obligated to fulfil export obligations of six times of the customs duty saved (exempted) on such imports of capital goods & its spares within the prescribed period of 6 years respectively. In the event of non-fulfilment of above conditions, the Company is required to pay the applicable customs duty saved together with applicable interest thereon. Based on the current business projections and export performance, the management expects to fulfil the export obligations within the prescribed time and accordingly, the amount payable is treated as contingent liability.	<b>363.63</b>	312.03
<b>B) Estimated amount of contracts remaining to be executed on Capital Account and not provided for (net of advances):</b>	<b>287.34</b>	582.11
<b>C) Letter of Credit issued by the company to the supplier as a performance bank guarantee</b>	<b>11.08</b>	11.08
<b>D) Bank guarantees issued by the company to customers as a performance bank guarantee</b>	<b>697.51</b>	690.38

**Note 5.46** Previous year's figures have been regrouped and rearranged wherever necessary to make them comparable with the current year figures.

**Note No. 6 Financial Instruments:**
**Note No. 6.1 Capital Management**

A) The primary objective of the company's capital management is to ensure that it maintains a healthy capital ratio in order to support its business and maximize shareholder's value. The company's objective when managing capital is to safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stake holders. The company is focused on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required without where the risk profile of the company.

B) Capital Structure of the company is as follows:

(₹ in Lakhs)

Particulars	As at 31-03-2026	As at 31-03-2025
Equity Share Capital	782.05	782.05
Other equity	11,802.95	9,507.07
<b>Total Equity</b>	<b>12,585.00</b>	10,289.12
Borrowings	3,770.11	2,255.36
<b>Total Debt</b>	<b>3,770.11</b>	2,255.36
<b>Debt to Equity ratio</b>	<b>0.30</b>	0.22

**Note No. 6.2 Categories of Financial Instruments**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets measured at Amortized Cost</b>				
Trade receivables	1,088.57	1,088.57	1,962.27	1,962.27
Bank balances (other than those in cash and cash equivalents)	380.12	380.12	242.06	242.06
Other current and non-current financial assets	1,554.95	1,554.95	162.84	162.84
<b>Financial Assets measured at Fair Value through Profit and Loss Account (FVTPL)</b>				
Other Non-Current Financial Assets	258.91	258.91	252.89	252.89
Cash and cash equivalents	38.14	38.14	166.77	166.77
<b>Designated Financial Assets measured at Fair Value through Other Comprehensive Income (FVTOCI)</b>				
Investment in Equity Instruments and mutual funds	4,005.48	4,005.48	2,908.18	2,908.18
<b>Financial Liabilities (Current and Non-Current)</b>				
Financial Assets measured at Amortized Cost				
Borrowings	3,770.11	3,770.11	2,255.36	2,255.36
Lease Liability	764.85	764.85	768.83	768.83
Trade payables	1,249.05	1,249.05	634.66	634.66
Other financial liabilities	362.62	362.62	345.90	345.90



**Note No. 6.3 Fair Valuation Techniques**

The fair values of the financial assets and liabilities are included at the amount that would be received on sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

**A) The following methods and assumptions were used to estimate the fair values**

The fair value of cash and cash equivalents, trade receivables and payables, financial liabilities and assets approximate their carrying amount largely due to the short-term nature of these instruments. The management considers that the carrying amounts of financial assets and financial liabilities recognized at nominal cost/ amortized cost in the financial statements approximate their fair values. The investments are designated and recognized through Other Comprehensive Income and the fair value is measured at the quoted market value

**B) Fair value hierarchy**

**Level 1:** Level 1 hierarchy includes inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

**Level 2:** Inputs other than quoted prices included within level 1 that are observable either directly or indirectly for the asset or liability.

**Level 3:** Inputs for the asset or liability which are not based on observable market data (unobservable inputs).

**C) Statement showing the fair value hierarchy of the financial assets and liabilities measured at fair value on a recurring basis as at March 31, 2026** (₹ in Lakhs)

Particulars	As at 31 <sup>st</sup> March, 2026	Fair value measurement at reporting date using		
		Level 1	Level 2	Level 3
<b>Financial Assets</b>				
Trade receivables	1,088.57 (1,962.27)		1,088.57 (1,962.27)	
Other current & Non-current financial assets	1,813.87 (415.73)		1,813.87 (415.73)	
Investment in Equity Instruments and mutual funds	4,005.48 (2,908.18)	(4,005.48) 2,908.18		
<b>Financial Liabilities</b>				
Borrowings	3,770.11 (2,255.36)		3,770.11 (2,255.36)	
Lease Liability	764.85 (768.83)		764.85 (768.83)	
Trade payables	1,249.05 (634.66)		1,249.05 (634.66)	
Other financial liabilities	362.62 (345.90)		362.62 (345.90)	

**Note:** Figures in round brackets ( ) indicate figures as at March 31, 2025  
During the above periods, there were no transfers between Level 1 and Level 2

**Note No-6.4 Financial risk management framework**

**A)** The Company's Board of Directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors monitors the compliance with the Company's risk management policies and procedures, and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.



**The risk management framework aims at,**

- i) Improve financial risk awareness and risk transparency
- ii) Identify, control and monitor key risks
- iii) Identify risk accumulations
- iv) Provide management with reliable information on the Company's risk situation
- v) Improve financial returns

**B) The company's activities expose it to credit risk, liquidity risk and market risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.**

This note explains the sources of company's risk from financial instruments and the method adopted to overcome the risk:

Nature of Risk	Exposure arising from	Measurement	Risk Management
a) Credit risk	Cash and cash equivalents, trade receivables, deposits, investments in securities & mutual funds	Aging analysis/ credit ratings, expected credit loss	Lower credit period & diversification of bank deposits
b) Liquidity risk	Trade payables, Other liabilities	Rolling cash flows forecasts	Committed credit periods for payments
c) Market risk- Commercial risk	Price variations of raw materials, sales	Sensitivity analysis	Fixed contracts on sales and purchases
d) Market risk-Security investments prices	Price variations of investments in securities	Sensitivity analysis	Portfolio diversification

**a) Credit risk:**

i) Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables), from cash and cash equivalents, deposits with banks. The management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

**ii) Financial assets that are neither past due nor impaired**

Cash and cash equivalents, deposits with banks, security deposits, investments in securities & mutual funds are neither past due nor impaired. Cash and cash equivalents, deposits are held with banks which are reputed and credit worthy banking institutions. Hence the expected credit loss is negligible. Investments in investments in securities & mutual funds are actively traded in the stock markets and and there is no collateral held against these because the counterparties are entities with high credit ratings assigned by the various credit rating agencies. Hence the expected credit loss is negligible.

**iii) Financial assets that are past due but not impaired**

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. The average credit period on sales of products is less than 30 days. All trade receivables are reviewed and assessed for default on a quarterly basis. For trade receivables, as a practical expedient, the Company computes credit loss allowance based on a provision matrix. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates. The provision matrix at the end of the reporting period is as follows:

Aging	Expected Credit Loss (%)
Less than 6 Months	0
6 Months to 1 Year	10
1 Year to 3 Years	30
More than 3 Years	100

**Age of receivables for calculating expected credit loss under simplified approach**

(₹ in Lakhs)

Particulars	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
No Due & Less than 3 Months	955.44	1,638.93
3 Months to 6 Months	133.13	323.34
6 Months to 1 Year		---
1 Year to 3 Years		---
More than 3 Years		---
<b>(Expected Credit losses)</b>		
<b>Net carrying amount</b>	<b>1,088.57</b>	<b>1,962.27</b>

**b) Liquidity risk**

- i) Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at a reasonable price. The Company's objective is to maintain optimum level of liquidity to meet its cash and collateral requirements at all times. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit line to meet obligations. Due to the dynamic nature of underlying business, company maintains flexibility in funding by maintaining availability under committed credit lines.

**ii) Maturities of financial liabilities**

The following table shows the estimated maturity analysis for non-derivative financial liabilities

(₹ in Lakhs)

Particulars	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Trade payables</b>		
Not Due	884.63	385.23
Less than 3 Months	361.93	249.43
3 Months to 6 Months	--	--
6 months to 1 Year	--	--
More than 1 Year		
<b>Other financial liabilities</b>		
On Demand payable	362.62	345.90
Less than 3 Months	--	--
More than 3 months	--	--
<b>Borrowings</b>		
Less than 1 Year	914.83	287.35
More than 1 Year	2,855.28	1,968.01
<b>Lease Liabilities</b>		
On Demand payable		
less than 1 year	76.47	74.97
More than 1 Year	688.38	693.86

**c) Market risk-Commercial risk****i) Interest Rate Risk -**

The groups' main interest rate risk arises from long term borrowings with variable rates, which expose the group to cash flow interest rate risk.



## Sensitivity to changes in interest rates

(₹ in Lakhs)

Particulars	Impact on Profit	
	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Sensitivity Analysis of Borrowings</b>		
Rate of Interest Increase by 0.5%		
Borrowings	18.85	11.28
	18.85	11.28
Rate of Interest Decrease by 0.5%		
Borrowings	(18.85)	(11.28)
	(18.85)	(11.28)

### i) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure/liability will fluctuate because of changes in foreign exchange rates. Since Company's operations are being carried out in India and since all the material balances are denominated in its functional currency and there are no foreign currency borrowings, liabilities, the Company does not carry any material exposure to currency fluctuation risk. The Company's exposure to foreign currencies is immaterial and hence no sensitivity analysis is presented.

### ii) Commercial risk

The commercial risk is the risk due to the change in market prices of raw materials and finished goods and it is measured through sensitivity analysis by taking variance of 5%

### 1) Selling price risk

(₹ in Lakhs)

Particulars	Impact on Profit	
	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Increase in Selling Prices @ 5%</b>		
Aluminium fluoride	1,034.75	922.43
Solar Units	9.07	20.16
	1,043.82	942.59
<b>Decrease in Selling Prices @ 5%</b>		
Aluminium fluoride	(1,034.75)	( 922.43 )
Solar Units	( 9.07 )	( 20.16 )
	( 1,043.82 )	( 942.59 )

### 2) Raw material risk

(₹ in Lakhs)

Particulars	Impact on Profit	
	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Increase in RM Cost @ 5%</b>		
Hydrofluosilicic Acid	148.95	136.51
Alumina Hydrate	342.09	386.48
Hydrated Lime	13.02	7.74
Packing Materials	5.56	4.57
Piped Natural Gas	53.10	—
Furnace Oil	38.41	81.51
Coal	20.92	23.70
<b>Decrease in RM Cost @ 5%</b>		
Hydrofluosilicic Acid	(148.95)	(136.51)
Alumina Hydrate	(342.09)	(386.48)
Hydrated Lime	(13.02)	(7.74)
Packing Materials	(5.56)	(4.57)
Piped Natural Gas	(53.10)	—
Furnace Oil	(38.41)	(81.51)
Coal	(20.92)	(23.70)



## d) Market risk-Security investments prices

The price risk arises from the investments held by the company which has been classified in the financial statements as financial assets through other comprehensive income and the same are held for receiving contractual cash flows and for sale. The company has adopted a policy of diversification of portfolio for mitigating the price risk.

### ii) Equity Price Sensitivity Analysis:

The sensitivity analysis below has been determined based on the exposure to equity price risks for Investments in equity shares (including investments in equity oriented mutual funds) of companies.

If equity prices had been 5% higher/lower, profit for the year ended 31<sup>st</sup> March, 2026 would increase/decrease by ₹200.27 Lakhs (for the year ended 31<sup>st</sup> March, 2025: increase / decrease by ₹145.40 Lakhs) as a result of the change in fair value of equity investments which are designated as FVTOCI.

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As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663



## INDEPENDENT AUDITOR'S REPORT

TO

The Members of  
Alufluoride Limited  
Visakhapatnam, AP

### Report on the Consolidated Ind AS financial statements

#### Opinion

We have audited the accompanying Consolidated Ind AS financial statements of ALUFLOURIDE LIMITED ("the Holding Company") and its subsidiary incorporated outside India (Holding Company and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Cash flows for the year ended on that date, and notes to the Consolidated Ind AS financial statements, including a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Ind AS financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the accompanying Consolidated Ind AS financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group

as at March 31, 2026, the consolidated profit, consolidated total comprehensive income, consolidated changes in equity and its consolidated cash flows for the year ended on that date.

#### Basis for Opinion

We conducted our audit of the Consolidated Ind AS financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Ind AS financial statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Consolidated Ind AS financial statements.

#### Key Audit Matter

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Ind AS financial statements of the current period. These matters were addressed in the context of our audit of the Consolidated Ind AS financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sl. No.	Key Audit matter	How our audit addressed the Key Audit Matter
1	<p>Verification of capital work in progress and related capitalization workings &amp; estimation of decommissioning and restoration provision on leased land.</p> <p>Bifurcation of costs related to capital costs &amp; regular expenses is a challenge. Bifurcation of unallocated capital expenditure to individual property, plant &amp; equipment is a challenge.</p>	<p>Our audit procedures to verify the capital work in progress, verification of capitalization of new property, plant &amp; equipment including the following:</p> <ul style="list-style-type: none"> <li>➤ We have verified the detailed capitalization workings including Bifurcation of unallocated capital expenditure to individual property, plant &amp; equipment.</li> <li>➤ We tested the calculation of the decommissioning provisions with external factors for the expansion projects and checked the accuracy and relevance of the input data use.</li> </ul>



## **Information Other than the Consolidated Ind AS financial statements and Auditor's Report thereon**

The Holding Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the Consolidated Ind AS financial statements and our auditor's report thereon, the above reports are expected to be made available to us after the date of this report.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the Consolidated Ind AS financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Ind AS financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

When we read the above specified reports, if we conclude that there is a material misstatement of this "other information", we are required to communicate the matter to those charged with governance.

## **Management's Responsibility for the Consolidated Ind AS financial statements**

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Consolidated Ind AS financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with the Ind AS and other accounting principles generally accepted in India.

The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group 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 design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation

and presentation of the Consolidated Ind AS financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Ind AS financial statements, the respective Board of Directors of the companies included in the Group responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the Group's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Consolidated Ind AS financial statements**

Our objectives are to obtain reasonable assurance about whether the Consolidated Ind AS financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Consolidated Ind AS financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Consolidated Ind AS financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion



on whether the Company and its subsidiary companies which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Ind AS financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the Consolidated Ind AS financial statements, including the disclosures, and whether the Consolidated Ind AS financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by the other auditor, such other auditor remains responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in para (a) of the section titled 'Other Matters' in this audit report.

Materiality is the magnitude of misstatements in the Consolidated Ind AS financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Consolidated Ind AS financial statements

may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Consolidated Ind AS financial statements.

We believe that the audit evidence obtained by us along with the consideration of audit report of the other auditor referred to in para (a) of the "Other matters" paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Ind AS financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## Other Matters

- a) These consolidated financial statements of holding company are prepared by consolidating the standalone financials of M/s Alufluoride International Pte Limited, Singapore.
- b) We did not audit the financial statements of the wholly owned subsidiary company i.e. Alufluoride International Pte Ltd, Singapore, Singapore situated outside India, included in the consolidated financial statements, whose financial statements reflect total net assets of ₹75.61 Lakhs as at 31<sup>st</sup> March 2026, and total revenues of ₹2.33 Lakhs for the year ended 31<sup>st</sup> March 2026 and total comprehensive loss of ₹(11.95) Lakhs for the year ended 31<sup>st</sup> March 2026. These financial statements have been audited by



other auditor whose report has been furnished to us by the Management and our opinion on the consolidated Ind AS financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary is based solely on the reports of the other auditor.

Our opinion on the consolidated Ind AS financial statements above, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the report of the other auditors and the financial statements/financial information certified by the Management.

## Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure- A" a statement on the matters specified in paragraphs 3 and 4 of the Order to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit 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 purposes of our audit.
  - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the report of the other auditor.
  - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
  - d) In our opinion, the aforesaid Consolidated Ind AS financial statements comply with the Ind AS specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
  - e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors of the

Holding Company, none of the directors of the Group companies 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 with reference to the financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

In our opinion and according to the information and explanation given to us, the remuneration paid during the current year by the Holding Company is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company, is not in excess of the limits laid down under Section 197 of the Act.

- h) 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, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
  - i. The holding Company does not have any major pending litigations that would impact its financial position.
  - ii. The holding Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
  - iii. There have been no delays in transferring amounts, required to be transferred, to the "Investor Education and Protection Fund" by the holding Company.
  - iv. a. The Management has represented that, to the best of its knowledge and belief, except as disclosed in the note 5.43 (A) to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity (i.e.), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- b. The Management has represented, that, to the best of its knowledge and belief, as disclosed in the note 5.43 (B) to the accounts, no funds have been received by the Company from any person(s) or entity(i. e), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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 provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- c. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause. (i) and (ii) of Rule 11(e) contain any material misstatement.
- v. The final dividend paid by the holding Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.

As stated in note 5.14 (f) to the financial statements, the Board of Directors of the holding Company have recommended final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting.,

the same is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

- vi. 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 audit trail feature being tampered with. Furthermore, the audit trail has been preserved by the holding Company in accordance with statutory requirements for record retention.

The financial statements of foreign subsidiary have not been audited by us under the provisions of the Act. Accordingly, we are unable to comment on the reporting requirement under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 in respect of the foreign subsidiary.

For **BRAHMAYYA & CO.**,  
Chartered Accountants  
Firm Reg. No. 000513S

**E S H MOHAN**  
Partner  
Membership No.028134  
UDIN:26028134VRQEHV7115

Camp : Hyderabad

Date : 22<sup>nd</sup> May 2026



## **ANNEXURE-A TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **ALUFLUORIDE LIMITED** of even date)

**Clause (xxi):** According to the information and explanations given to us, in respect of the subsidiary company incorporated outside India namely M/s Alufluoride International Pte Ltd-Singapore and included in the consolidated financial statements, the Companies (Audit Report) Order reporting is not applicable to them and their auditors has not issued the same.

## **ANNEXURE-B TO THE INDEPENDENT AUDITORS' REPORT**

(Referred to in paragraph 2 (f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **ALUFLUORIDE LIMITED** of even date)

### **Report on the Internal Financial Controls with reference to the consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")**

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2026, we have audited the Internal Financial Controls with reference to the financial statements of ALUFLUORIDE LIMITED (hereinafter referred to as "Holding Company"), as of that date.

#### **Management's Responsibility for Internal Financial Controls**

The Board of Directors of the holding Company, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls with reference to the financial statements issued by the Institute of Chartered Accountants of India ("the 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 the respective 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.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the Internal Financial Controls with reference to the financial statements of the holding Company, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls with reference to the financial statements (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 with reference to the financial statements 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 with reference to the financial statements included obtaining an understanding of Internal Financial Controls with reference to the financial statements, 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 judgement, 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 internal financial controls system over financial reporting of the holding Company.

### **Meaning of Internal Financial Controls with reference to the financial statements**

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 with reference to the financial statements**

Because of the inherent limitations of Internal Financial Controls with reference to the financial statements, 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 with reference to the financial statements 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 and to the best of our information and according to the explanations given to us, the holding Company, have, in all material respects, an adequate internal financial controls system over financial reporting and such Internal Financial Controls with reference to the financial statements were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the holding company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls with reference to the financial statements issued by the Institute of Chartered Accountants of India.

For **BRAHMAYYA & CO.**,  
Chartered Accountants  
Firm Regn No. 000513S

**E S H MOHAN**  
Partner  
Membership No.028134  
UDIN:26028134VRQEHV7115

Camp: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**CONSOLIDATED BALANCE SHEET AS AT 31<sup>ST</sup> MARCH 2026**

(₹ in Lakhs)

Sl. No	Particulars	Note No	Figures at the end of Current Reporting year 31 March, 2026	Figures as at the end of Previous Reporting year 31 March, 2025
<b>ASSETS</b>				
<b>1 Non-current assets</b>				
(a)	Property plant and equipment	5.01	<b>6,502.04</b>	5,816.87
(b)	Capital work-in-progress	5.02	<b>2,254.25</b>	459.08
(c)	Other Intangible assets	5.01F	<b>41.74</b>	—
(d)	Intangible Assets under development	5.02A	—	25.20
(e)	Right of use assets	5.03	<b>510.40</b>	539.36
(f)	Financial assets			
(i)	Investments	5.04	<b>0.20</b>	0.49
(ii)	Others	5.05	<b>258.91</b>	252.89
(g)	Other non-current assets	5.06	<b>243.38</b>	113.57
(h)	Deferred tax Asset (Net)	5.17	—	—
<b>2. Current assets</b>				
(a)	Inventories	5.07	<b>2,103.48</b>	1,919.38
(b)	Financial assets			
(i)	Trade receivables	5.08	<b>1,088.57</b>	1,962.28
(ii)	Cash and cash equivalents	5.09	<b>43.56</b>	260.15
(iii)	Bank balances other than above	5.10	<b>455.52</b>	242.06
(iv)	Investments	5.10A	<b>4,005.29</b>	2,907.69
(iv)	Others	5.11	<b>1,554.95</b>	162.85
(c)	Other current assets	5.12	<b>221.47</b>	165.32
(d)	Current Tax Asset(Net)	5.12A	<b>80.52</b>	—
<b>Total Assets</b>			<b>19,364.28</b>	14,827.19
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
(a)	Equity Share Capital	5.13	<b>782.05</b>	782.05
(b)	Other equity	5.14	<b>11,785.14</b>	9,396.68
<b>LIABILITIES</b>				
<b>1. Non-current liabilities</b>				
(a)	Financial Liabilities			
(i)	Borrowings	5.15	<b>2,855.28</b>	1,968.01
(ii)	Lease Liabilities	5.03	<b>688.38</b>	693.86
(b)	Provisions	5.16	<b>447.34</b>	386.57
(c)	Deferred tax Liability (Net)	5.17	<b>90.77</b>	92.57



# Alufluoride Limited

(Rs. in Lakhs)

Sl. No	Particulars	Note No	Figures at the end of Current Reporting year 31 March, 2026	Figures as at the end of Previous Reporting year 31 March, 2025
<b>2. Current liabilities</b>				
(a)	Financial liabilities			
(i)	Borrowings	5.18	<b>914.83</b>	287.35
(ii)	Lease Liabilities	5.03	<b>76.47</b>	74.97
(iii)	Trade payables			
	A. Total outstanding dues of MSME	5.19	<b>76.38</b>	118.00
	B.Total outstanding dues of other than MSME	5.19	<b>1,172.67</b>	516.65
(iv)	Other financial liabilities	5.20	<b>367.83</b>	360.05
(b)	Other current liabilities	5.21	<b>42.79</b>	59.36
(c)	Provisions	5.22	<b>64.35</b>	79.69
(d)	Current Tax Liabilities (Net)	5.23	--	11.38
<b>Total Equity and Liabilities</b>			<b>19,364.28</b>	14,827.19

Accompanying notes (note-1 to note-6) form an integral part of these consolidated financial statements.

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663

**Consolidated Statement of Profit and Loss for the year ended 31<sup>st</sup> March, 2026**

(₹ in Lakhs)

Sl. No	Particulars	Note No	Figures for the Current Reporting year ending on 31 March, 2026	Figures for the Previous Reporting year ending on 31 March, 2025
<b>I</b>	<b>Revenue from Operations</b>	5.24	<b>20,876.40</b>	18,851.88
<b>II</b>	<b>Other income</b>	5.25	<b>136.09</b>	201.04
<b>III</b>	<b>Total Income (I + III)</b>		<b>21,012.49</b>	19,052.92
<b>IV</b>	<b>Expenses:</b>			
	Cost of materials consumed	5.26	<b>12,441.10</b>	12,810.09
	Changes in inventories of finished goods and work in progress	5.27	<b>581.59</b>	(396.93)
	Employee benefit expense	5.28	<b>1,055.15</b>	831.74
	Finance cost	5.29	<b>257.14</b>	246.53
	Depreciation and amortization expense	5.30	<b>953.48</b>	897.27
	Other expenses	5.31	<b>2,306.29</b>	2,248.75
	Total expenses (IV)		<b>17,594.74</b>	16,637.45
<b>V</b>	<b>Profit/(loss) before exceptional items and tax (III-IV)</b>		<b>3,417.75</b>	2,415.47
<b>VI</b>	<b>Exceptional items (Income/(Expense))</b>		—	—
<b>VII</b>	<b>Profit/(Loss) before tax (V-VI)</b>		<b>3,417.75</b>	2,415.47
<b>VIII</b>	<b>Tax expense</b>	5.32		
	(1) Current Tax		<b>904.66</b>	725.05
	(2) Adjustment of Tax expenses for earlier years		<b>25.98</b>	(56.79)
	(3) Deferred tax		<b>(26.35)</b>	(61.73)
<b>IX</b>	<b>Profit/(Loss) for the period from continuing operations (VII-VIII)</b>		<b>2,513.45</b>	1,808.93
<b>X</b>	<b>Profit/ (loss) from discontinued operations</b>			—
<b>XI</b>	<b>Tax expense of discontinued operations</b>			—
<b>XII</b>	<b>Profit/ (loss) from discontinuing operations (after tax)</b>			—
<b>XIII</b>	<b>Profit/(Loss) for the period (IX+XII)</b>		<b>2,513.45</b>	1,808.93
<b>XIV</b>	<b>Other comprehensive income</b>	5.33	<b>101.28</b>	42.67
<b>XV</b>	<b>Total comprehensive Income for the period (XIII+XIV)</b>		<b>2,614.73</b>	1,851.60
<b>XVI</b>	<b>Profit/(Loss) for the period attributable to</b>			
	Owners of the company		<b>2,513.45</b>	1,808.93
	Non - controlling interests		—	—
			<b>2,513.45</b>	1,808.93



# Alufluoride Limited

(₹ in Lakhs)

Sl. No	Particulars	Note No	Figures for the Current Reporting year ending on 31 March, 2026	Figures for the Previous Reporting year ending on 31 March, 2025
<b>XVII</b>	<b>Total Comprehensive Income for the period attributable to</b>		<b>2,614.73</b>	1,851.60
	Owners of the company		—	—
	Non - controlling interests		<b>2,614.73</b>	1,851.60
<b>XVIII</b>	<b>Earnings per equity share (for continuing operations)</b>	5.34		
	a) Basic		<b>32.14</b>	23.13
	b) Diluted		<b>32.14</b>	23.13
<b>XIX</b>	<b>Earnings per equity share (for discontinued operations)</b>			
	a) Basic		—	—
	b) Diluted		—	—
<b>XX</b>	<b>Earnings per equity share (for discontinued &amp; continuing operations)</b>			
	a) Basic		<b>32.14</b>	23.13
	b) Diluted		<b>32.14</b>	23.13

Accompanying notes (note-1 to note-6) form an integral part of these consolidated financial statements

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663

**Consolidated Statement of Cash Flows for the year ended 31<sup>st</sup> March, 2026**

(₹ in Lakhs)

Sl. No	Particulars	Figures for the Current Reporting year ending on 31 March, 2026	Figures for the Previous Reporting year ending on 31 March, 2025
<b>A) Cash Flow from Operating Activities:</b>			
	<b>Profit for the year before Tax and Exeptional Items</b>		
	Profit from continuing operations	3,417.75	2,415.47
	Profit/(Loss) from discontinued operations	—	—
	Profit before tax	3,417.75	2,415.47
	<b><u>Adjustments to reconcile profit before tax to net cash flows:</u></b>		
	Depreciation of property, plant and equipment	953.48	897.27
	Provision for Diminution in Value of quoted equity shares	—	0.40
	Finance costs	257.14	246.52
	Excess provisions of earlier years written back	(8.02)	—
	Income from Investments	(24.09)	(8.59)
	Write off of property, plant & equipment	1.31	—
	Profit on sale of Fixed Assets	(5.56)	—
	Gain on sale of investments	(3.78)	(67.31)
	Operating Profit before Working Capital changes	4,588.23	3,483.76
	<b><u>Movement in Working capital:</u></b>		
	(Increase)/Decrease in Trade receivables	873.70	(692.97)
	(Increase)/Decrease in financial and non-financial assets	(275.42)	76.82
	(Increase)/Decrease in inventories	(184.09)	(859.79)
	Increase/(Decrease) in provisions	45.44	58.65
	Increase/(Decrease) in trade and other payables	613.62	(196.84)
	Cash generated from operations	5,661.48	1,869.63
	Income Tax (paid)/refund	(989.21)	(662.03)
	Net Cash generated in operations	4,672.27	1,207.60
<b>B) Cash Flow from Investing Activities:</b>			
	Purchase of property, plant and equipment including intangible assets	(1,777.65)	(1,058.44)
	Proceeds from sale of fixed assets	16.25	—
	(Increase)/Decrease in Capital Work in progress	(1,769.97)	(393.98)
	Net (Purchase)/sale of financial instruments	(2,385.00)	(407.16)
	Income from Fixed deposits	24.09	8.59
	Net cash flows used in investing activities	(5,892.28)	(1,850.99)
<b>C) Cash Flow from Financing Activities:</b>			
	Finance Costs including payment of lease liability	(276.72)	(246.53)
	Receipt of Borrowings	2,379.15	1,555.30
	Repayment of Borrowings	(864.40)	(944.84)
	Dividend paid	(234.61)	(234.61)
	Net Cash flows used in Financing Activities	1,003.42	129.32
	<b>Net increase/(decrease) in Cash &amp; Cash equivalents (A + B + C)</b>	<b>(216.59)</b>	<b>(514.07)</b>
	<b>Opening balance of Cash &amp; Cash equivalents</b>	<b>260.15</b>	<b>774.22</b>
	<b>Closing balance of Cash &amp; Cash equivalents</b>	<b>43.56</b>	<b>260.15</b>



## Reconciliation of cash and cash equivalents as per cash flow statement with Balance sheet:

(₹ in Lakhs)

Particulars		31 March, 2026	31 March, 2025	
Closing Cash and cash equivalents as per Balance sheet		43.56	260.15	
Closing Cash and cash equivalents as per statement of cash flows		43.56	260.15	
<b>Difference</b>		---	---	

Particulars	Term Loan	Cash Credit Facility	Unsecured Loans	Total
<b>Balance as on 31<sup>st</sup> March 2025</b>	<b>2,255.36</b>	---	---	2255.36
Add: Proceeds from fresh borrowings	2,379.15	---	---	2,379.15
Amortized interest/transaction costs using EIR	127.43	---	---	127.43
Less: Repayments of the borrowings	864.40	---	---	864.40
Interest paid for the period	127.43	---	---	127.43
<b>Balance as on 31<sup>st</sup> March 2026</b>	<b>3,770.11</b>	---	---	3,770.11

### Note:

- 1) The above Statement of Cash Flows has been prepared under the 'Indirect Method' as set out in Ind AS 7, 'Statement of Cash Flows' as noted under Companies Act, 2013.
- 2) Fixed deposits with original maturity of more than 3 months are grouped under "other bank balances" and is not considered as part of cash and cash equivalents in the statement of cash flows.
- 3) Cash and cash equivalents include cash on hand, deposits held at call with financial institutions/banks, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts, if any.

Accompanying notes (note-1 to note-6) form an integral part of these standalone financial statements

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663



**Statement of Changes in Equity for the year ended 31<sup>st</sup> March, 2026**

**A. Equity Share Capital - As at 31.03.2026**

(₹ in Lakhs)

Balance at 01.04.2025	Changes in Equity Share Capital due to prior period errors	Restated balance as at 01.04.2025	Changes in equity share capital during the current year	Balance as at 31.03.2026
782.05	---	782.05	---	782.05

**As at 31.03.2025**

(₹ in Lakhs)

Balance at 01.04.2024	Changes in Equity Share Capital due to prior period errors	Restated balance as at 01.04.2024	Changes in equity share capital during the current year	Balance as at 31.03.2025
782.05	---	782.05	---	782.05

**B. Other Equity**

**As at 31-03-2026**

(₹ in Lakhs)

Particulars	Reserves and Surplus				Items of Other Comprehensive		Foreign Currency Translation Reserve	Total Other Equity
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through Other Comprehensive Income	Remeasurement gains/(losses) on the defined benefit obligations		
Balance at 01.04.2025	—	628.18	6.00	8,611.77	70.89	47.17	32.67	9,396.68
Changes in accounting policy/prior period errors	—	—	—	—	—	—	—	—
Restated balance at 01.04.2025	—	—	—	—	—	—	—	—
Total Comprehensive Income for the year ended 31.03.2026	—	—	—	2,513.45	76.34	24.94	—	2,614.73
Foreign Currency Translation Reserve	—	—	—	—	—	—	8.34	8.34
Dividend	—	—	—	(234.61)	—	—	—	(234.61)
Transfer to retained earnings	—	—	—	—	—	—	—	—
<b>Balance at 31.03.2026</b>		<b>628.18</b>	<b>6.00</b>	<b>10,890.61</b>	<b>147.23</b>	<b>72.11</b>	<b>41.01</b>	<b>11,785.14</b>



# Alufluoride Limited

As at 31-03-2025

(₹ in Lakhs)

Particulars	Reserves and Surplus				Items of Other Comprehensive		Foreign Currency Translation Reserve	Total Other Equity
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	Equity Instruments through Other Comprehensive Income	Remeasurement gains/(losses) on the defined benefit obligations		
Balance at 01.04.2024	—	628.18	6.00	7,037.45	32.88	42.51	20.07	7,767.10
Changes in accounting policy/prior period errors	—	—	—	—	—	—	—	—
Restated balance at 01.04.2024	—	—	—	—	—	—	—	—
Total Comprehensive Income for the year ended 31.03.2025	—	—	—	1,808.93	38.00	4.66	—	1,851.60
Foreign Currency Translation Reserve	—	—	—	—	—	—	12.60	12.60
Dividend	—	—	—	(234.61)	—	—	—	(234.61)
Transfer to retained earnings	—	—	—	—	—	—	—	—
Balance at 31.03.2025		628.18	6.00	8,611.77	70.89	47.17	32.67	9,396.68

Accompanying notes (note-1 to note-6) form an integral part of these consolidated financial statements.

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663



## Notes to Consolidated financial Statements

### 1. Group Information

Alufluoride Limited ("the holding company") is a leading manufacturer of Aluminium Fluoride was formed in the year 1984. The annual capacity of production is 18000 MT. The holding company is a public limited company incorporated and domiciled in India and has its registered office at Mulagada, Mindi Visakhapatnam, Andhra Pradesh. The holding company shares are listed on Bombay stock exchange (BSE Limited). The holding company has incorporated a foreign wholly owned subsidiary in the name of M/s Alufluoride International PTE Ltd, Singapore. Holding company and the foreign subsidiary company constitute the group.

These Consolidated financial statements for the year ended March 31, 2026 were approved by the holding company's Board of Directors and authorized for issue on 22<sup>nd</sup> May, 2026.

### 2. Statement of compliance and basis of preparation and presentation

#### 2.1 Statement of compliance with Ind As

These financial statements are the Consolidated financial statements prepared by the holding company and its subsidiaries complying in all material aspects with the Indian Accounting Standards (Ind AS) notified under the provisions of the Companies Act, 2013 (Act) (to the extent notified) and guidelines issued by the Securities and Exchange Board of India (SEBI). The Ind AS are prescribed under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules as amended from time to time.

#### 2.2 Basis of measurement, functional currency

These Consolidated financial statements are presented in Indian Rupees (INR), which is also the Group's functional currency. All amounts have been rounded-off to the nearest Lakhs with two decimals, unless otherwise indicated.

These Consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the significant accounting policies.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an

orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

#### 2.3 Basis for preparation and presentation

The Consolidated financial statements have been prepared on accrual and going concern basis. The accounting policies are applied consistently to all the periods presented in the Consolidated financial statements.

Any asset or liability is classified as current if it satisfies any of the following conditions:

- the asset/liability is expected to be realized/settled in the Group's normal operating cycle;
- the asset is intended for sale or consumption;
- the asset/liability is held primarily for the purpose of trading;
- the asset/liability is expected to be realized/settled within twelve months after the reporting period.
- the asset is cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting date;
- in the case of a liability, the Group does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting date.

All other assets and liabilities are classified as non-current.

For the purpose of current/non-current classification of assets and liabilities, the Group has ascertained its normal operating cycle as twelve months. This is based on the nature of products and services and the time between the acquisition of assets or inventories for processing and their realization in cash and cash equivalents.

### 3. Summary of Material Accounting Policies (Material Accounting Policy Information) related to preparation of the Consolidated financial statements are;

This note provides a list of the material accounting policies adopted in the preparation of these

consolidated financial statements. These policies have been consistently applied to all the years presented, unless otherwise stated. The financial statements are for the group consisting of Alufluoride Limited (the holding company) and its wholly owned foreign subsidiary.

### **3.1 Principles of consolidation:**

#### **Subsidiaries**

Subsidiaries are all entities (including structured entities) over which the holding company has control. The holding company controls an entity when the holding company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are fully consolidated from the date on which control is transferred to the holding company. They are de-consolidated from the date that control ceases.

The holding company combines the financial statements of its subsidiaries line by line adding together like items of assets, liabilities, equity, income and expenses. Inter-Group transactions, balances and unrealised gains on transactions between group companies are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the transferred asset. Accounting policies of subsidiaries have been changed where necessary to ensure consistency with the policies adopted by the group.

Non-controlling interests in the results and equity of subsidiaries are shown separately in the consolidated statement of profit and loss, under consolidated statement of changes in equity and balance sheet respectively.

### **3.2 Foreign currency translation:**

#### **3.2.1 Functional and presentation currency**

Items included in the financial statements of each of the group's entities are measured using the currency of the primary economic environment in which the entity operates ('the functional currency'). The consolidated financial statements are presented in Indian Rupee (INR), which is holding company functional and presentation currency.

#### **3.2.2 Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of

such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at year end exchange rates are generally recognized in profit or loss. They are deferred in equity if they relate to qualifying cash flow hedges and qualifying net investment hedges or are attributable to the part of the net investment in a foreign operation. A monetary item for which settlement is neither planned nor likely to occur in the foreseeable future is considered as part of the entity's net investment in that foreign operation.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, within finance costs. All other foreign exchange gains and losses are presented in the statement of profit and loss on a net basis within other gains/ (losses).

Non-Monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss.

#### **3.2.3 Group Companies**

The results and financial position of foreign operations (none of which has the currency of a hyper inflationary economy) that have a functional currency different from the presentation currency are translated into the presentation currency as follows:

- Assets and liabilities are translated at the closing rate at the date of that balance sheet.
- Income and expenses are translated at average exchange rates (unless this is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions), and
- All resulting exchange differences are recognized in other comprehensive income.

On consolidation, exchange differences arising from the translation of any net investment in foreign entities and borrowings and other financial instruments designated as hedges of such investments, are recognized in other comprehensive income. When a foreign operation is sold, the associated exchange differences are reclassified to profit or loss, as part of the gain or loss on sale.

Goodwill and fair value adjustments arising on acquisition of a foreign operation are treated as



assets and liabilities of the foreign operation and translated at the closing rate.

### 3.3 Revenue recognition:

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured. Revenue is measured at the transaction price (net of variable consideration) allocated to the performance obligations. The transaction price of goods sold, and services rendered is net of variable consideration on account of various discounts and schemes offered by the Company as part of the contract. Amounts disclosed as revenue are inclusive of excise and duties, if any, but exclusive of Goods and Service tax (GST), which the company pays as principal and net of returns, trade allowances, rebates, and taxes collected on behalf of the government.

The Company earns revenue primarily from sale of "Aluminium fluoride". Revenue is recognized as and when the entity satisfies a performance obligation by transferring a promised goods or services and upon transfer of control of promised products or services to customers in an amount that reflects the consideration which the group expects to receive in exchange for those products or services.

Other income is comprised primarily of interest income, dividend income, gain/loss on investments.

- Interest income is recognized using the effective interest method.
- Dividend income is recognized when the right to receive payment is established.

### Contract asset and contract liability

- Contract assets are recognized when there is excess of revenue earned over billings on contracts. "Contract assets" the Group classifies as unbilled receivables (only act of invoicing is pending) when there is unconditional right to receive cash, and only passage of time is required, as per contractual terms.
- Advances received from customers ("contract liability") is recognized when there is billings or receipts in excess of revenues.

Incremental costs of obtaining a contract are recognized as assets and amortized over the term of the contract.

The Group accounts for volume discounts and pricing incentives to customers as a reduction of

revenue based on the ratable allocation of the discounts/incentives to each of the underlying performance obligation that corresponds to the progress by the customer towards earning the discount/incentive. If it is probable that the criteria for the discount will not be met, or if the amount thereof cannot be estimated reliably, then discount is not recognized until the payment is probable and the amount can be estimated reliably. The Group recognizes changes in the estimated amount of obligations for discounts in the period in which the change occurs

The Group disaggregates revenue from contracts with customers by industry verticals, geography and nature of services.

### 3.4 Property, Plant and Equipment:

All other items of property, plant and equipment are stated at historical cost less accumulated depreciation and impairment loss, if any. Historical cost includes all costs directly attributable to bringing the asset to the location and condition necessary for its intended use. Subsequent costs relating to property, plant and equipment is capitalized only when it is probable that future economic benefits associated with these will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced.

Expenditure during construction/erection period is included under Capital Work-in-Progress and allocated to the respective fixed assets on completion of construction/erection.

#### 3.4.1 Depreciation and Amortization

Property, Plant and Equipment are componentized and are depreciated separately over their estimated useful lives as prescribed under Part C of Schedule II of the Companies Act, 2013.

Depreciation on all the assets is charged under straight line method. The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Scrap value is taken as 5% of the cost of the asset for calculation of depreciation.

#### 3.4.2 De-recognition of Tangible assets

An item of property, plant and equipment and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the



asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the income statement when the asset is de-recognized.

### 3.4.3 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Cost includes all direct costs relating to acquisition of Intangible assets and borrowing cost relating to qualifying assets. Subsequently, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses.

The useful lives of intangible assets are assessed as either finite or indefinite. There are no intangible assets assessed with indefinite useful life.

Intangible assets with finite lives are amortized over the useful economic life. The amortization period and the amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each year. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates. The amortization expense on intangible assets with finite lives is recognized in the statement of profit and loss unless such expenditure forms part of carrying value of another asset.

Intangible assets i.e., ERP Computer software which is not an integral part of hardware are amortized on a straight-line basis for a useful life as estimated by the management.

### 3.5 Inventories:

Inventories are valued at the lower of the cost (net of eligible input tax credits) or net realisable value (except by-products, waste and scrap which are valued at estimated net realisable value). Costs incurred in bringing each product to its present location and condition is accounted for as follows:

- **Raw materials:** Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on FIFO basis.
- **Finished goods and work in progress:** Cost includes cost of direct materials and labor and a proportion of manufacturing overheads based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average basis.

- **Stores and spares:** Cost includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost is determined on weighted average basis.
- Stock of banked Solar power Units are valued at cost or net realizable value whichever is lower.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

In the opinion of the management, no value is attributable to Silica and the same is considered as a process waste and has no guaranteed market value (net realizable value), except for the quantities which are disposed off to parties with irregular quantities and prices. The excess Silica is disposed off and corresponding expenditure is charged to Profit & loss.

### 3.6 Non-Derivative Financial Instruments:

The Financial assets and financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instruments. Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognized immediately in profit or loss. Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument.

## A. Financial Assets

### 3.6.1 Initial Recognition:

All financial assets are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are added/ deducted to/ from the fair value on initial recognition. Regular purchase and sale of financial assets are accounted for on trade date.



### 3.6.2 Subsequent measurement:

For purposes of subsequent measurement, financial assets are classified in four categories:

- Financial assets at amortized cost.
- Financial assets measured at fair value through other comprehensive income (FVTOCI).
- Financial assets at fair value through profit or loss (FVTPL).

#### I. Financial assets at amortized cost

A financial instrument is subsequently measured at amortized cost if it is

- a. Held within a business model whose objective is to hold the asset in order to collect contractual cash flows and
- b. The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortized cost using the effective interest rate (EIR) method. Amortized cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The amortization of EIR is included in finance income in the profit or loss. The impairment losses and gain/loss on de-recognition are recognized in the profit or loss.

#### II. Equity assets measured at fair value through other comprehensive income.

Financial asset is measured at FVTOCI if both of the following conditions are met:

- a. The Group's business model objective for managing the financial asset is achieved both by collecting contractual cash flows and selling the financial assets, and
- b. The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

The Group has made an irrevocable election to present the subsequent fair value changes in 'other comprehensive income' for its investments in equity instruments that are not held for trading. Fair value changes on the instrument, impairment

losses & reversals and foreign exchange gain or loss are recognized in the OCI. Dividends are recognized in the Profit & Loss.

#### III. Financial assets at fair value through profit or loss

Any financial instrument, which does not meet the criteria for categorization as at amortized cost or as FVTOCI, is classified as at FVTPL (residual category).

Financial instruments included within the FVTPL category are measured at fair value with all changes recognized in the P&L.

#### 3.6.3 Reclassification of financial assets;

The Group reclassifies its financial assets only when there is a change in entity's business model for managing its financial assets.

#### 3.6.4 De-recognition:

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognized (i.e. removed from the Group's Balance Sheet) when any of the following occurs:

- a. The contractual rights to cash flows from the financial asset expires;
- b. The Group transfers its contractual rights to receive cash flows of the financial asset and has substantially transferred all the risks and rewards of ownership of the financial asset;
- c. The Group retains the contractual rights to receive cash flows but assumes a contractual obligation to pay the cash flows without material delay to one or more recipients under a 'pass-through' arrangement (thereby substantially transferring all the risks and rewards of ownership of the financial asset);
- d. The Group neither transfers nor retains substantially all risk and rewards of ownership and does not retain control over the financial asset.

In cases where Group has neither transferred nor retained substantially all of the risks and rewards of the financial asset, but retains control of the financial asset, the Group continues to recognize such financial asset to the extent of its continuing involvement in the financial asset. In that case, the Group also recognizes an associated liability.

The financial asset and the associated liability are measured on the basis that reflects the rights and obligations that the Group has retained control.



On de-recognition of a financial asset, the difference between the asset's carrying amount and the sum of the consideration received and receivable and the cumulative gain or loss that had been recognized in other comprehensive income and accumulated in equity is recognized in profit or loss if such gain or loss would have otherwise been recognized in profit or loss on disposal of that financial asset.

### 3.6.5 Impairment of financial assets:

The Group applies expected credit losses (ECL) model for measurement and recognition of loss allowance on the following:

- a. Trade receivables
- b. Financial assets measured at amortized cost (other than trade receivables)
- c. Financial assets measured at fair value through other comprehensive income (FVTOCI)

In case of trade receivables, the Group follows a simplified approach wherein an amount equal to lifetime ECL is measured and recognized as loss allowance.

In case of other assets, the Group determines if there has been a significant increase in credit risk of the financial asset since initial recognition. If the credit risk of such assets has not increased significantly, an amount equal to 12-month ECL is measured and recognized as loss allowance. However, if credit risk has increased significantly, an amount equal to lifetime ECL is measured and recognized as loss allowance.

ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original effective interest rate.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/expense in the Statement of Profit and Loss under the head 'Other expenses'.

## B. Financial liabilities and equity instruments:

Debt and equity instruments issued by a Group entity are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

### i. Equity instruments: -

An equity instrument is any contract that evidences a residual interest in the assets of an entity after

deducting all its liabilities. Equity instruments issued by a Group entity are recognized at the proceeds received net of direct issue costs.

### ii. Financial Liabilities: -

#### a. Initial recognition and measurement:

Financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instrument. Financial liabilities are initially measured at fair value.

#### b. Subsequent measurement:

Financial liabilities are subsequently measured at amortized cost using the effective interest rate method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss

#### c. De-recognition of financial liabilities:

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the De-recognition of the original liability and the recognition of a new liability. The difference between the carrying amount of the financial liability derecognized and the consideration paid is recognized in the Statement of Profit and Loss.

## C. Offsetting of financial instruments: -

Financial assets and financial liabilities can be offset and the net amount can be reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention either to settle on a net basis, or to realize the assets and settle the liabilities simultaneously.

### 3.7 Leases:

The Group has applied Ind AS 116 using the modified retrospective approach and therefore the comparative information has not been restated and continues to be reported under Ind AS 17. The accounting policy adopted for lease are given below;

#### When Group is a lessee

The Group's lease asset classes primarily consist of leases for land and buildings. The Group assesses whether a contract contains a



lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether;

- (i) The contract involves the use of an identified asset
- (ii) The Group has substantially all of the economic benefits from use of the asset through the period of the lease and
- (iii) The Group has the right to direct the use of the asset.

At the date of commencement of the lease, the Group recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee. The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The estimated useful lives of right-of-use assets are determined on the same basis as those of property and equipment. In addition, the right-of-use asset is periodically reduced by impairment losses, if any, and adjusted for certain re-measurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or Group's incremental borrowing rate, if that implicit rate cannot be readily determined. Generally, the Group uses its incremental borrowing rate as the discount rate.

**Lease payments comprises of the following for determination lease liability:**

- Fixed payments, including in-substance fixed payments.
- Variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date.
- Amounts expected to be payable under a residual value guarantee; and
- The exercise price under a purchase option that the Group is reasonably certain to exercise, lease payments in an optional renewal period if the Group is reasonably certain to exercise an

extension option, and penalties for early termination of a lease unless the Group is reasonably certain not to terminate early.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when there is a change in future lease payments arising from a change in an index or rate, if there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee, or if Group changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset or is recorded in profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

**Short-term leases and leases of low-value assets**

The Group has elected not to recognize right-of-use assets and lease liabilities for short term leases of real estate properties that have a lease term of 12 months. The Group recognizes the lease payments associated with these leases as operating expenses on a straight-line basis over the lease term.

**3.8 Employee Benefits include:**

**(i) Short term employee benefits-**

Liabilities for wages and salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of the period in which the employees render the related service are recognized in respect of employees' services up to the end of the reporting period and are measured at the amounts expected to be paid when the liabilities are settled. The liabilities are presented as current employee benefit obligations in the balance sheet.

The Group recognizes a liability and an expense for bonus only when it has a present legal or constructive obligation to make such payments as a result of past events and a reliable estimate of obligation can be made.

**(ii) Long term employee benefits-**

Liabilities for earned leave and sick leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured at the present value of expected future payments to be made in respect of services provided by



employees up to the end of the reporting period using the projected unit credit method. The benefits are discounted using the market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Re-measurements as a result of experience adjustments and changes in actuarial assumptions are recognized in profit or loss.

The obligations are presented as current liabilities in the balance sheet if the entity does not have an unconditional right to defer settlement for at least twelve months after the reporting period, regardless of when the actual settlement is expected to occur.

### (iii) Post-employment benefits-

**The Group operates the following post-employment schemes:**

- a) Defined benefit plans such as gratuity: and
- b) Defined contribution plans such as provident and pension funds.

**a) Defined Benefit Plans** - The liability or asset recognized in the balance sheet in respect of defined benefit gratuity plan is the present value of the defined benefit obligation at the end of the reporting period less the fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using the projected unit credit method. Re-measurement gains and losses arising from experience adjustments and changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income.

**b) Defined Contribution Plans-** The holding company pays provident fund contributions to publicly administered provident funds as per local regulations. It has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognized as employee benefit expense when they are due. Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

### 3.9 Foreign currency Transactions:

Foreign currency transactions are translated into the functional currency using the exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currency year end exchange rates are

generally recognized in profit or loss. They are deferred in equity if they relate to qualifying cash flow hedges and qualifying net investment hedges or are attributable to part of the net investment in a foreign operation.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the statement of profit and loss, as finance costs. All other foreign exchange gains and losses are presented in the statement of profit and loss.

Non-monetary items that are measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined. Translation differences on assets and liabilities carried at fair value are reported as part of the fair value gain or loss. For example, translation differences on non-monetary assets and liabilities such as equity instruments held at fair value through profit or loss are recognized in profit or loss as part of the fair value gain or loss and translation differences on non-monetary assets such as equity investments classified as FVOCI are recognized in other comprehensive income

### 3.10 Provisions and Contingencies:

A provision is recognized if, as a result of a past event, the Group has a present legal or constructive obligation that can be reasonably estimated, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

A disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not require an outflow of resources embodying economic benefits or the amount of such obligation cannot be measured reliably.

When there is a possible obligation or a present obligation in respect of which, in the likelihood of outflow of resources embodying economic benefits is remote, no provision or disclosure is made.

### 3.11 Cash flow statement:

Cash flows are reported using the indirect method, whereby profit for the period is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and item of



income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated.

### 3.12 Taxes on Income:

Income tax expense comprises current and deferred income tax. Income-tax expense is recognized in net profit in the statement of profit and loss except to the extent that it relates to items recognized directly in equity, in which case it is recognized in other comprehensive income. Current income tax for current and prior periods is recognized at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred income tax assets and liabilities are recognized for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. Deferred tax assets are recognized to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilized. The Group offsets current tax assets and current tax liabilities, where it has a legally enforceable right to set off the recognized amounts and where it intends either to settle on a net basis, or to realize the asset and settle the liability simultaneously.

### 3.13 Borrowing Costs:

Borrowing cost comprises of interest and other costs incurred in connection with the borrowing of the funds. All borrowing costs are recognized in the Statement of Profit and Loss using the effective interest method except to the extent attributable to qualifying Property Plant and Equipment (PPE) which are capitalized to the cost of the related assets. A qualifying PPE is an asset that necessarily takes a substantial period of time to get ready for its intended use or sale. Borrowing cost also includes exchange differences to the extent considered as an adjustment to the borrowing costs.

## 4. Critical accounting judgments, assumptions and key sources of estimation and uncertainty

The preparation of the Consolidated financial statements in conformity with the measurement principle of Ind AS requires management to make estimates, judgments and assumptions. These estimates, judgments and assumptions affect the application of accounting policies and the reported amounts of assets and liabilities, the disclosures

of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the period.

Accounting estimates could change from period to period. Actual results could differ from those estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates. Differences between the actual results and estimates are recognized in the year in which the results are known / materialized and, if material, their effects are disclosed in the notes to the Consolidated financial statements.

**Following are the key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date, that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year:**

### 4.1 Depreciation and impairment on property, plant and equipment:

Property, plant and equipment are depreciated on straight-line basis over the estimated useful lives in accordance with Schedule II of the Companies Act, 2013, taking into account the estimated residual value, wherever applicable. The Group reviews its carrying value of its Tangible Assets whenever there is objective evidence that the assets are impaired. In such situation asset's recoverable amount is estimated which is higher of asset's or cash generating units (CGU) fair value less cost of disposal and its value in use. In assessing value in use the estimated future cash flows are discounted using pre-tax discount rates which reflect the current assessment of time value of money. In determining fair value less cost of disposal, recent market realizations are considered or otherwise in absence of such transactions appropriate valuations are adopted. The Group reviews the estimated useful lives of the assets regularly in order to determine the amount of depreciation and amount of impairment expense to be recorded during any reporting period. This reassessment may result in change estimated in future periods.

### 4.2 Leases:

The Group has taken the commercial properties under contractual agreements for its business operations. Its accounting involves significant management judgment for identification, classification and measurement of lease transactions at the time of lease commencement.

The assessment of the lease liability and Right of Use asset under lease arrangements are based on the assumptions and estimates of the discount rate, lease term including judgment for exercise of options to extend or terminate the contract, dismantling and restoration costs, escalation in rentals etc. Further, these will be continuously monitored at each reporting period to reflect the changes in the agreements and management estimates.

#### **4.3 Impairment allowances on trade receivables:**

The Group evaluates whether there is any objective evidence that trade receivables are impaired and determines the amount of impairment allowance as a result of the inability of the customers to make required payments. The Group bases the estimates on the ageing of the trade receivables balance, credit-worthiness of the trade receivables and historical write-off experience. If the financial conditions of the trade receivable were to deteriorate, actual write-offs would be higher than estimated.

#### **4.4 Income taxes:**

The Group's tax jurisdiction is India. Significant judgments are involved in determination of taxability of certain income and deductibility of certain expenses during the estimation of the provision for income taxes.

#### **4.5 Defined benefit obligation (DBO):**

Critical estimate of the DBO involves a number of critical underlying assumptions such as standard rates of inflation, mortality, discount rate, anticipation of future salary increases etc. as

estimated by Independent Actuary appointed for this purpose by the Management. Variation in these assumptions may significantly impact the DBO amount and the annual defined benefit expenses.

#### **4.6 Provision for de-commissioning:**

The Group has recognized a provision for decommissioning obligations associated with the leased premises on which the plant is super structured. In determining the fair value of the provision, assumptions and estimates are made in relation to discount rates, the expected cost to dismantle and remove the plant from the site and the expected timing of those costs.

#### **4.7 Provisions and Contingencies:**

Provisions and liabilities are recognized in the period when it becomes probable that there will be a future outflow of funds resulting from past operations or events and the amount of cash outflow can be reliably estimated. The timing of recognition and quantification of the liability requires the application of judgment to existing facts and circumstances, which can be subject to change.

Management judgment is required for estimating the possible outflow of resources, if any, in respect of contingencies/claim/litigations/against the Group as it is not possible to predict the outcome of pending matters with accuracy.

The carrying amounts of provisions and liabilities and estimation for contingencies are reviewed regularly and revised to take account of changing facts and circumstances.

As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663

**Consolidated Statement of Depreciation for the year ended 31<sup>st</sup> March, 2026**  
**Note 5.01 Property, Plant and Equipment as at March 31, 2026**

( ₹ in Lakhs)

SI No.	Particulars	Gross Cost			Depreciation			Net Block			
		Balance as at 01.04.2025	Additions	(Deletions/ Adjustments)	Total as on 31.03.2026	Up to 01.04.2025	For the year	On deletions	Total up to 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
	<b>TANGIBLE ASSETS</b>										
1	Land	278.21	—	—	278.21	—	—	—	—	278.21	278.21
2	Buildings/Civil assets	1,075.94	120.54	—	1,196.48	316.18	48.65	—	364.83	831.65	759.75
3	Plant & Machinery	8,373.25	1,226.70	25.65	9,574.31	3,756.60	824.09	16.18	4,564.51	5,009.80	4,616.65
4	Furniture, Fixtures & Air conditioners	23.19	6.67	—	29.86	10.21	2.37	—	12.58	17.28	12.98
5	Computers	38.39	9.17	0.11	47.45	32.29	3.29	0.10	35.48	11.97	6.10
6	Vehicles	220.43	242.74	24.62	438.54	77.25	31.56	23.39	85.42	353.13	143.18
	<b>Total</b>	<b>10,009.41</b>	<b>1,605.83</b>	<b>50.38</b>	<b>11,564.85</b>	<b>4,192.53</b>	<b>909.96</b>	<b>39.68</b>	<b>5,062.82</b>	<b>6,502.04</b>	<b>5,816.87</b>

Note 5.01A : Buildings of the value of ₹1,196.48 Lakhs (previous year ₹1,075.93 Lakhs) are constructed on Leasehold Land

Note 5.01B : During the year there is no temporarily idle property, plant and equipment

Note 5.01C : Except for the Property disclosed in Note No.5.01A, All the Property, plant & equipment are owned by the holding company. Further, no proceedings have been initiated or pending against the holding company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended from time to time) and the rules made thereunder.

Note 5.01D : The company has not revalued its Property, plant & equipment (including Right of Use assets) and intangible assets during the year under report and the immediately preceding previous year.

Note 5.01E : Except for the Property disclosed in note No.5.01A, the title deeds of all the immovable properties are held in the name of the company.

**Note 5.01F Other Intangible Assets**

SI No.	Particulars	Gross Cost			Amortization			Net Block			
		Balance as at 01.04.2025	Additions	(Deletions/ Adjustments)	Total as on 31.03.2026	Up to 01.04.2025	For the year	On deletions	Total up to 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
11	ERP Computer Software	—	42.00	—	42.00	—	0.26	—	0.26	41.74	—
	<b>Total</b>	<b>—</b>	<b>42.00</b>	<b>—</b>	<b>42.00</b>	<b>—</b>	<b>0.26</b>	<b>—</b>	<b>0.26</b>	<b>41.74</b>	<b>—</b>

**Note 5.01F**

1. During the financial year 2025-26, software development amounting to ₹ 42 lakhs, previously classified under "Intangible Assets under Development", has been completed and capitalized as "ERP Computer Software" upon being available for its intended use from 25<sup>th</sup> March 2026.

2. The said software is being amortized over its estimated useful life of 3 years on a straight-line basis, effective from the date of capitalization.

SI No.	Particulars	Gross Cost			Amortization			Net Block			
		Balance as at 01.04.2025	Additions	(Deletions/ Adjustments)	Total as on 31.03.2026	Up to 01.04.2025	For the year	On deletions	Total up to 31.03.2026	Balance as at 31.03.2026	Balance as at 31.03.2025
	<b>Intangible assets (Right to use assets of Note No.5.03)</b>										
1	Leasehold Land	799.82	—	—	799.82	164.30	26.84	—	191.14	608.68	635.52
2	Office accommodation	46.71	15.60	1.30	61.01	44.12	16.42	—	60.54	0.47	2.59
	<b>Total</b>	<b>846.53</b>	<b>15.60</b>	<b>1.30</b>	<b>860.83</b>	<b>208.42</b>	<b>43.26</b>	<b>—</b>	<b>251.68</b>	<b>609.15</b>	<b>638.12</b>





As at March 31, 2025

( ₹ in Lakhs)

Sl No.	Particulars	Gross Cost			Depreciation			Net Block		
		Balance as at 01.04.2024	Additions	(Deletions/ Adjustments) 31.03.2025	Up to 01.04.2024	For the year	On deletions	Total up to 31.03.2025	Balance as at 31.03.2025	Balance as at 31.03.2024
	<b>TANGIBLE ASSETS</b>									
1	Land	278.21	—	—	—	—	—	—	278.21	278.21
2	Buildings/Civil assets	1,075.94	—	1,075.94	267.86	48.33	—	316.18	759.75	808.08
3	Plant & Machinery	7,454.44	918.81	8,373.25	2,978.35	778.25	—	3,756.60	4,616.65	4,476.09
4	Furniture, Fixtures & Air conditioners	18.19	5.00	23.19	8.52	1.68	—	10.21	12.98	9.67
5	Computers	35.15	3.24	38.39	29.31	2.97	—	32.29	6.10	8.16
6	Vehicles	219.45	0.98	220.43	53.56	23.69	—	77.25	143.18	165.89
	<b>Total</b>	<b>9,081.38</b>	<b>928.02</b>	<b>10,009.41</b>	<b>3,337.61</b>	<b>854.93</b>	<b>—</b>	<b>4,192.53</b>	<b>5,816.87</b>	<b>5,746.10</b>

Sl No.	Particulars	Gross Cost			Amortization			Net Block		
		Balance as at 01.04.2024	Additions	(Deletions/ Adjustments) 31.03.2025	Up to 01.04.2024	For the year	On deletions	Total up to 31.03.2025	Balance as at 31.03.2025	Balance as at 31.03.2024
	<b>Intangible assets (Right to use assets of Note No.5.03)</b>									
1	Leasehold Land	799.82	—	799.82	137.46	26.84	—	164.30	635.52	662.36
2	Office accommodation	29.86	16.85	46.71	28.61	15.50	—	44.12	2.59	1.24
		829.68	16.85	846.53	166.07	42.34	—	208.41	638.12	663.61



**Notes to Consolidated Financial Statements for the year ended 31<sup>st</sup> March, 2026**

**Note 5.02 : Capital Work in Progress**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	₹	₹	₹	₹
<b>Opening Capital Work in Progress</b>	<b>453.36</b>		79.11	
Add: Additions during the year	<b>2,968.03</b>		759.44	
Less: Capitalized During the year	<b>(1,198.41)</b>		(385.19)	
<b>Net Closing Capital Work in Progress before incidental expenditure</b>		<b>2,222.98</b>		453.36
Expenditure Incidental to Construction awaiting allocation to Fixed Assets		<b>31.27</b>		5.72
<b>Closing Capital Work in Progress</b>		<b>2,254.25</b>		459.08

**Note 5.02(a): Expenditure Incidental to Construction awaiting allocation to Fixed Assets**

Particulars	As at 31-03-2026		As at 31-03-2025	
	₹	₹	₹	₹
<b>a) Balance at the beginning of the year</b>	---	<b>5.72</b>		---
<b>b) add: expenditure incurred during the year</b>				
Rates and Taxes	---	---	<b>0.12</b>	---
Borrowing costs on Specific Borrowing for plant & machinery	<b>80.92</b>	<b>80.92</b>	5.60	5.72
<b>c) Less: Capitalized during the year</b>	---	<b>(55.37)</b>		---
<b>d) Total Expenditure Incidental to Construction awaiting allocation to Fixed Assets</b>		<b>31.27</b>		5.72

**Note:** The capitalization rate used to determine the amount of borrowing costs eligible for capitalization is 8.4%, (Previous Year : 9.50%)

**Note: 5.02(b) CWIP aging schedule as at 31.03.2026**

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>1. Projects in Progress</b>					
Alumina Hydrate Project	<b>11.33</b>	---	---	---	11.33
Installation of New Calciner	<b>1,230.41</b>	---	---	---	1,230.41
Installation of New Centrifuge	<b>909.75</b>	---	---	---	909.75
Construction of New Admin Building	<b>90.91</b>	6.96	---	---	97.87
Cold Acid Tank Rubber Lining	<b>4.88</b>	---	---	---	4.88
<b>2. Projects temporarily suspended</b>	---	---	---	---	---

**Note:5.02 (b) CWIP aging schedule as at 31.03.2025**

(₹ in Lakhs)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
<b>1. Projects in progress</b>					
Solar Power Plant 1.1 MW	409.86	---	---	---	409.86
F-120 Rubber Belt	42.27	---	---	---	42.27
New Admin Building	6.96	---	---	---	6.96
<b>2. Projects temporarily suspended</b>	---	---	---	---	---



# Alufluoride Limited

**Note:5.02 (c) : CWIP completion schedule as at 31.03.2026**

(₹ in Lakhs)

Particulars	To be completed in				Remarks *
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Alumina Hydrate Project	11.33	-	-	-	-
New Calciner Installation Project	1,230.41	-	-	-	-
New Centrifuge Installation Project	909.75	-	-	-	-
Construction of New Admin Building	97.87	-	-	-	-
Cold Acid Tank Rubber Lining	4.88	-	-	-	-

**Note:**

\* Project Completion for projects under CWIP are not overdue and also not exceeded its initial estimated cost.

**Note:5.02 (c) CWIP completion schedule as at 31.03.2025**

Particulars	To be completed in				Remarks *
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Solar Power Plant 1.1 MW	409.86	-	-	-	-
F-120 Rubber Belt	42.27	-	-	-	-
New Admin Building	6.96	-	-	-	-

**Note:**

\* Project Completion for projects under CWIP are not overdue and also not exceeded its initial estimated cost.

**Note:5.02A Intangible Assets Under Development**

Particulars	As at 31-03-2026		As at 31-03-2025	
	<b>Balance at the beginning of the year</b>	25.20		11.20
Add: Additions during the year	16.80		14.00	---
Less: Capitalized During the year	(42.00)		---	---
<b>Closing Intangible Assets Under Development</b>	---		---	<b>25.20</b>

**Note:** "Expenditure incurred on development of software is initially recognized as "Intangible Asset under Development" until the asset is ready for its intended use. Upon completion, such asset is capitalized as "Computer Software" under intangible assets."Intangible assets are stated at cost less accumulated amortization and Computer software is amortized on a straight-line basis over its estimated useful life of 3 years, commencing from the date the asset is available for use."

**Note 5.03 Movement in Right of use assets is as follows:**

(₹ in Lakhs)

Particulars	Net Balance as at 01.04.2025	Additions	Disposals	Amortization	Net Balance as at 31.03.2026
Leasehold Land	536.77	---	---	26.84	509.93
Building	2.59	15.60	1.30	16.43	0.47
<b>Total</b>	<b>539.36</b>	<b>15.60</b>	<b>1.30</b>	<b>43.26</b>	<b>510.40</b>

**Note 5.03A: The weighted average incremental borrowing rate applied to lease liability is 8.62%, (Previous Year : 9.25%)**

**Note 5.03B: Statement of movement in the lease liabilities during year ended March 31, 2026**

(₹ in Lakhs)

Particulars	For 2025-26	For 2024-25
<b>Balance at the beginning of the year</b>	768.83	769.78
Add/(less): new lease contracts entered during year	15.60	16.85
Add : Finance cost accrued during the period	71.68	71.98
Less : Payment of lease liabilities	(91.25)	(89.78)
<b>Balance at the end of the year</b>	<b>764.85</b>	<b>768.83</b>



**Note 5.03C: Statement of break-up of current and non-current lease liabilities as at March 31, 2026**  
(₹ in Lakhs)

Particulars	For 2025-26	For 2024-25
Current lease liabilities	76.47	74.97
Non-current lease liabilities	688.38	693.86
<b>Total</b>	<b>764.85</b>	768.83

**Note 5.03D: Statement of actual (undiscounted) maturities of lease liabilities as at March 31, 2026**

Particulars	For 2025-26	For 2024-25
Less than one year	76.47	74.97
One year to five years	405.91	397.95
More than five years	1,236.69	1,321.12
<b>Total</b>	<b>1,719.07</b>	1,794.04

**Note 5.04 Non-Current Investments (Fully paid up except otherwise stated)**  
(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Investments designated at Fair Value through</b>				
Investments in Quoted Equity instruments				
Opening Value	0.89		0.89	---
Increase/(Diminution) in Value	(0.69)		(0.40)	---
Market Value		0.20		0.49
<b>Total</b>		<b>0.20</b>		0.49

**Note 5.04 (A) Details of Quoted investments in equity shares**  
(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	No. of Shares	Fair Value	No. of Shares	Fair Value
Vikas Multicorp Limited (Face Value of ₹ 1/- each)	18,400	0.20	18,400	0.49
<b>Total</b>		<b>0.20</b>		0.49

**Note 5.04 (B)(I) Reasons for Investments designated to measure at FVTOCI:**

The company has made an irrevocable decision to consider equity instruments and mutual funds not held for trading to be recognized at fair value through other comprehensive income.



## Note 5.05 Other Non-Current Financial Assets

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b> Deposits Recoverable:		258.91		252.89
<b>Total</b>		<b>258.91</b>		252.89

## Note 5.06 Other Non Current Assets

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b> Capital Advances		243.38		113.57
<b>Total</b>		<b>243.38</b>		113.57

## Note 5.07 Inventories

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
a. Stock of Raw Material (Includes Stock in transit of ₹ 88.70 Lakhs (PY -Nil))		1,028.12		510.52
b. Finished Goods				
i) Stock of Finished Goods- Regular	61.75		691.98	
ii) Stock of Banked Solar Power Units-Regular	97.97	159.72	77.29	769.27
c. Work-in Progress		27.96		—
d. Stock of stores and spares (Includes in transit of ₹ 4.93 Lakhs (PY- ₹ 122.454 Lakhs)		887.68		639.59
<b>Total</b>		<b>2,103.48</b>		1,919.38

**Note 5.07 (A)** The method of valuation of inventories has been stated in Note No.3.3

## Note 5.08 Trade Receivables

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b> Trade receivables		1,088.57		1,962.28
<b>Total</b>		<b>1,088.57</b>		1,962.28



**Note 5.08A: Ageing for trade receivables - billed – current outstanding as at March 31, 2026 is as follows**  
**Ageing for trade receivables - billed – current outstanding as at March 31, 2026 is as follows**

Particulars	Outstanding for following periods from due date of payment as at 31-03-2026						
	Not due	Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	955.44	133.13	-	-	-	-	1,088.57
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-

**Ageing for trade receivables - billed – current outstanding as at March 31, 2025 is as follows**

Particulars	Outstanding for following periods from due date of payment as at 31-03-2025						
	Not due	Less than 6 months	6 months 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed Trade receivables – considered good	1,638.93	323.35	-	-	-	-	1,962.28
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-

**Note 5.08 B: There are no unbilled dues as at 31.03.2026 (Previous year: Nil)**

**Note 5.09 Cash and Cash Equivalents**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>a. Balances with Scheduled banks:</b>				
In Current Accounts		5.69		96.61
In Foreign Bank Accounts		5.47		3.30
b. Debit balance in Cash Credit Account with Banks		32.33		160.07
c. Cash on hand		0.07		0.17
<b>Total</b>		<b>43.56</b>		<b>260.15</b>



# Alufluoride Limited

## Note 5.10 Bank balances other than cash and cash Equivalents

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Earmarked balances with banks (Unpaid Dividends)		38.44		29.25
Earmarked balances with banks (Unspent CSR funds)		25.55		—
Fixed deposits with banks (Having original maturity period of more than 3 months and less than 12 months)		391.53		212.81
		<b>455.52</b>		242.06

**Note to 5.10:** Fixed deposits with banks amounting to ₹193 Lakhs (PY ₹188.149 Lakhs) are kept with the bankers as margin monies towards Bank guarantees issued to suppliers, against term loan taken from SIDBI and the said fixed deposits cannot be utilized by the company till completion of the contracts entered with suppliers. Earmarked balances with banks are the amounts pertaining to unpaid dividend and these amounts can be utilized by the company only for paying unpaid dividends.

## Note 5.10A Current Investments

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Investments designated at Fair Value through Other Comprehensive Income :</b>				
Investments in Mutual Funds		4,005.29		2,907.69
<b>Total</b>		<b>4,005.29</b>		2,907.69

## Note to 5.10A(1) Details of investments in Mutual Funds

(₹ in Lakhs)

Particulars	Details		Details	
	No. of Units	Fair Value	No. of Units	Fair Value
Nippon India Equity Saving Fund	—	—	43,07,861	667.63
Kotak Equity Saving Fund	28,83,532	746.71	34,38,150	856.39
HDFC SIL ETF	12,000	25.35	—	—
SBI Silver ETF	12,200	26.60	—	—
ICICI Prudential Corporate Credit oppert	1,26,721	136.61	—	—
Axis Arbitrage Fund	44,98,161	877.85	2,44,781	45.03
Franklin India Multicap Fund	—	—	19,99,900	184.46
HDFC Balanced Advantage Fund	—	—	24,860	121.89
UTI Arbitrage Fund	17,92,384	656.26	—	—
ICICI Prudential Energy Fund	—	—	4,99,975	46.80
SBI Arbitrage opportunities fund	8,64,296	305.42	—	—
Kotak Equity Arbitrage Fund	17,93,375	702.14	23,31,407	859.90
Kotak Overnight Fund Growth	28,011	400.03	—	—
SBI Balanced Fund	8,56,028	128.32	8,56,028	125.58
<b>Total</b>		<b>4,005.29</b>		2,907.69

## Note 5.11 Other Current Financial Assets

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Amount receivable on sale of mutual funds		1,537.81		145.49
Interest Receivable		3.47		3.68
Income Tax refund receivable		13.67		13.67
Amounts Due from related parties		—		—
		<b>1,554.95</b>		162.85


**Note 5.12 Other Current Assets**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Unsecured, considered good</b>				
Prepaid Expenses		36.27		31.79
Advances for supply of goods		102.32		100.86
Balances with Government Authorities		82.88		32.67
<b>Total</b>		<b>221.47</b>		<b>165.32</b>

**Note 5.12A Current Tax Asset (Net)**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Prepaid Income Tax (Net of Provision for Income Tax)		80.52		--
<b>Total</b>		<b>80.52</b>		<b>--</b>

**Note 5.13 : Equity Share Capital**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Authorized</b>				
Equity Shares of ₹10 par value	1,00,00,000	1,000.00	1,00,00,000	1,000.00
<b>Issued</b>				
Equity Shares of ₹10 par value	78,20,482	782.05	78,20,482	782.05
<b>Subscribed &amp; Paid up</b>				
Equity Shares of ₹10 each fully paid	78,20,482	782.05	78,20,482	782.05
<b>Total</b>	<b>78,20,482</b>	<b>782.05</b>	<b>78,20,482</b>	<b>782.05</b>

**5.13 (A) Rights, Preferences and restrictions attached to equity shares**

Equity shares have a par value of ₹10 per share. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings.

**5.13(B) Reconciliation of the number of equity shares outstanding**
**No. of shares**

Particulars	As at 31-03-2026	As at 31-03-2025
Balance at the beginning of the reporting period	78,20,482	78,20,482
Changes in equity shares during the year	--	--
<b>Balance at the end of the reporting period</b>	<b>78,20,482</b>	<b>78,20,482</b>

**5.13 (C) Details of Shareholders holding More than 5% Equity Shares in the Company**

Particulars	As at 31-03-2026		As at 31-03-2025	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
<b>PROMOTER'S HOLDING:</b>				
a) Smt. V. Sunitha	17,32,383	22.15	17,32,383	22.15
b) Smt. V. Sarojini	8,41,885	10.77	8,41,885	10.77
c) M/s Kaiser Finance & Leasing (P) Ltd	7,86,975	10.06	7,86,975	10.06
d) Mr. Aditya Akkineni	4,80,506	6.14	4,80,506	6.14
	<b>38,41,749</b>	<b>49.12</b>	<b>38,41,749</b>	<b>49.12</b>



## 5.13 (D) Shareholding of Promoters

Shares held by promoters at the end of the year 31-03-2026			% Change during the year
Promoter Name	No. of Shares	% of total shares	
Smt. Sunitha Vemulapalli	17,32,383	22.15	0.00%
Smt. V Sarojini	8,41,885	10.77	0.00%
M/s Kaiser Finance and Leasing Pvt.Ltd.	7,86,975	10.06	0.00%
Mr. Aditya Akkineni	4,80,506	6.14	0.00%
Ms. Annapurna Akkineni	2,65,917	3.40	0.00%
Mr. Venkata Narayana Rao Akkineni	2,30,000	2.94	0.00%
Mr. V Rohit	1,56,682	2.00	0.00%
Smt. Jyothsana Akkineni	61,731	0.79	0.00%
M/s Anar Enterprises Pvt.Ltd.	55,100	0.70	0.00%
Mr. Ashok Vemulapalli	35,779	0.46	0.00%
M/s TriGeo Technologies Pvt.Ltd.	26,089	0.33	0.00%
M/s Visakha Finance Pvt.Ltd.	14,225	0.18	0.00%
<b>Total</b>	<b>46,87,272</b>	<b>59.92</b>	

Shares held by promoters at the end of the year 31-03-2025			% Change during the year
Promoter Name	No. of Shares	% of total shares	
Smt. Sunitha Vemulapalli	17,32,383	22.15	0.00%
Smt. V Sarojini	8,41,885	10.77	0.00%
M/s Kaiser Finance and Leasing Pvt.Ltd.	7,86,975	10.06	0.00%
Mr. Aditya Akkineni	4,80,506	6.14	0.00%
Ms. Annapurna Akkineni	2,65,917	3.40	0.00%
Mr. Venkata Narayana Rao Akkineni	2,30,000	2.94	0.00%
Mr. V Rohit	1,56,682	2.00	0.00%
Smt. Jyothsana Akkineni	61,731	0.79	0.00%
M/s Anar Enterprises Pvt.Ltd.	55,100	0.70	0.00%
Mr. Ashok Vemulapalli	35,779	0.46	0.00%
M/s TriGeo Technologies Pvt.Ltd.	26,089	0.33	0.00%
M/s Visakha Finance Pvt.Ltd.	14,225	0.18	0.00%
<b>Total</b>	<b>46,87,272</b>	<b>59.92</b>	

## Note 5.14 Other Equity

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
a) General Reserve		6.00		6.00
b) Retained Earnings		10,890.61		8611.77
c) Share Premium		628.18		628.18
d) Foreign Currency Translation Reserve		41.01		32.67
<b>e) Other Comprehensive Income:</b>				
Equity Instruments through				
Other Comprehensive Income		147.22		70.89
Re-measurement of Defined benefit plans		72.11		47.17
<b>Total</b>		<b>11,785.14</b>		<b>9,396.68</b>



## Note 5.14 (a) Refer Statement of changes in Equity for Movement in balances of reserves

### Note 5.14 (b) General Reserve

The General Reserve is created from time to time by appropriating profits from retained earnings. The general reserve is created by transfer from one component of equity to another and accordingly it is not reclassified to the Statement of profit and loss.

### Note 5.14 (c) Retained Earnings

Retained earnings generally represents the undistributed profit/ amount of accumulated earnings of the company.

**Note 5.14 (d)** Foreign Currency Translation Reserve relates to exchange differences for investment in Wholly owned foreign subsidiaries as the same are classified as non-integral foreign operations.

### Note 5.14 (e) Other Comprehensive Income

Other Comprehensive Income (OCI) represents the balance in equity for items to be accounted under OCI and comprises of: items that will not be reclassified to profit and loss.

a. The Company has made an irrevocable election to present the subsequent fair value changes of investments in OCI. This reserve represents the cumulative gains and losses arising on the revaluation of equity instruments measured at fair value including tax effects. The company transfers restated fair value amounts from this reserve to retained earnings when the relevant financial instruments are disposed.

b. The actuarial gains and losses along with tax effects arising on defined benefit obligations have been recognized in OCI.

**Note 5.14 (f):** In respect of the year ended 31<sup>st</sup> March, 2026, the Board of Directors has proposed a dividend of ₹4/- per equity share, subject to approval by the shareholders at the ensuing Annual General Meeting after which dividend would be accounted and paid out of the retained earnings available for distribution in accordance with the provisions of the Act and for the year ended 31<sup>st</sup> March, 2025, the Company paid dividend of ₹3/- per equity share as approved by the Shareholders in its respective Annual General Meeting.

### Note 5.15 Non-Current financial Liabilities-Borrowings

( ₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Secured</b>				
<b>a) Term Loans</b>				
i) Term Loans from PNB	754.17	2,398.32	248.94	1,455.25
ii) Term Loans from SIDBI	107.40	312.92	—	472.00
<b>b) Vehicle Loans</b>				
i) Vehicle Loans from ICICI Bank	9.62	—	17.45	10.08
ii) Vehicle Loan from NBFC	22.76	9.60	20.96	30.68
iii) Vehicle Loan from PNB	20.88	134.44	—	—
<b>Total</b>	<b>914.83</b>	<b>2,855.28</b>	<b>287.35</b>	<b>1,968.01</b>

#### Note 5.15A Security for term loans from PNB:

a) Exclusive charge on inventories, Book debts of the company, both present and future of the Company

b) Exclusive charge on plant and machinery equipment of the company

c) Unconditional and irrevocable corporate guarantee given by M/s Anar Enterprises Private Limited.

Term loan from SIDBI secured by the Solar Plant of 1.1 Megawatt being set-up at Polepalli, Anakapalle District.

#### Repayment terms:

##### Loans From Punjab National Bank (PNB)

Term loan-I is repayable in 17 equal monthly instalments of ₹49.78 Lakhs and Term

Loan-II is repayable in 52 equal monthly instalments of ₹14.94 Lakhs from December, 2023 to July 2027 & ₹15.93 Lakhs from August, 2027 to March, 2028

Term Loan-III is repayable in 72 equal monthly instalments of ₹11.52 crores from January, 2026 to December, 2031.

Term Loan-IV is repayable in 72 equal monthly instalments of ₹20.22 Crores from July, 2026 to June, 2032.

##### Loan from SIDBI:

Loan from SIDBI is repayable in 54 equated monthly instalments of ₹8.95 lakhs commencing from 10th November 2025.

**Note 5.15B Security for Vehicle loans:** Loan taken for purchase of vehicles are exclusive charge on the respective vehicles purchased.

**Repayment terms:** Vehicles loans from ICICI bank are repayable in 40 monthly instalments commencing from April, 2023 with monthly EMIs of ₹1.64 Lakhs. Vehicle loan from NBFC are repayable in 48 monthly instalments commencing from September, 2023 with monthly EMI of ₹2.05 Lakhs. Vehicle loan from PNB are repayable in 60 monthly instalments commencing from December, 2025 with monthly EMI of ₹0.64 Lakhs. Another vehicle loan from PNB are repayable in 84 monthly instalments commencing from March, 2026 with monthly EMI of ₹2.02 Lakhs.



# Alufluoride Limited

**Note 5.15C: The carrying amounts of assets pledged as security for current and non-current borrowings are:**

(₹ in Lakhs)

Particulars	Note No.	As at 31.03.2026	As at 31.03.2025
<b>A. Current assets</b>			
<b>Financial assets</b>			
Trade receivables	5.08	1,088.57	1,962.27
<b>Non-financial assets</b>			
Aluminium Fluoride		61.75	691.98
Solar Units		97.97	77.29
Other Inventory		1,943.76	1,150.11
<b>B. Non-current assets</b>			
– Plant and Equipment	5.01	5,009.80	4,616.65
– Vehicles	5.01	353.13	143.18
<b>C. CWIP</b>			
– CWIP		2,254.25	459.08

**Note 5.16 Non Current Provisions**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>(a) Provision for employee benefits:</b>				
Gratuity	124.05		103.99	
Compensated Absences	30.11	154.16	23.46	127.45
<b>(b) Provision for De-commissioning Liability</b>		293.18		259.12
<b>Total</b>		447.34		386.57

**Note 5.17 Deferred Tax Assets / (Liability) (Net)**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
Deferred Tax Assets		357.99		354.02
Less: Deferred Tax Liabilities		(448.76)		(446.59)
<b>Net Deferred Tax Assets/(Liabilities)</b>		<b>(90.77)</b>		<b>(92.57)</b>

**Note 5.17(A): Components, movement of Deferred Tax Assets/(Liabilities) as at 31<sup>st</sup> March, 2026 are given below**

Particulars	As at 31-03-2025	(Charge)/Credit Recognized in Profit or Loss	Charge / (Credit) Recognized in Other Comprehensive Income	As at 31-03-2026
Deferred Tax Assets: Provision for Post retirement and other employee benefits:				
Provision for Gratuity	43.77	9.69	(9.22)	44.25
Provision - Leave encashment	8.36	1.56	0.83	10.75
Provision for De-commissioning liability	65.22	8.57	—	73.79
Lease Liabilities	193.51	(1.00)	—	192.51
Adjustment as per ICDS-5	43.15	(6.47)	—	36.68
<b>Deferred Tax (Liabilities):</b>				
Timing difference with respect to depreciation on Property, Plant & Equipment:	(302.79)	(1.34)	—	(304.13)
Timing difference with respect to Investments designated at FVTOCI	(8.05)	8.05	(16.16)	(16.16)
Timing difference with respect to Right To Use Asset	(135.76)	7.29	—	(128.47)
<b>Net Deferred Tax Assets/(Liabilities)</b>	<b>(92.57)</b>	<b>26.35</b>	<b>(24.55)</b>	<b>(90.77)</b>



**Note 5.17 (B):** The company has adequate profits in the past and the management is of the view that there will be taxable profits in the future. In view of the above the company has recognized deferred tax asset in the books of account.

**Note 5.18 Current Financial Liabilities-Borrowings**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
<b>Secured</b>				
Current maturities of long-term borrowings		914.83		287.35
<b>Total</b>		<b>914.83</b>		<b>287.35</b>

\* Debit balance in Cash Credit Shown under Cash and Cash equivalents in Note No - 5.09

**Note 5.18(a) Details of differences between Books of account and statements submitted to bank during FY 2025-26**

Name of Bank	Particulars of Securities provided	Quarter ending	Amount as per Books of account in lakhs	Amount as reported in quarterly statements in lakhs	Amount of difference in lakhs	Reasons for material discrepancies
PNB	Finished Goods	June	213.39	212.32	1.07	Value revised during quarterly limited review carried out
PNB	Creditors	June	741.03	740.61	0.42	Value revised during quarterly limited review carried out
PNB	Finished Goods	September	178.50	176.89	1.61	Value revised during quarterly limited review carried out
PNB	Creditors	September	721.58	694.32	26.26	Value revised during quarterly limited review carried out
PNB	Work-In-Progress	March	27.96	16.78	11.17	Value revised during Audit finalization
PNB	Receivables	March	1,087.87	1,108.23	(20.36)	Value revised during Audit finalization
PNB	Creditors	March	1,249.92	1,057.86	192.06	Value revised during Audit finalization

**5.18 (b)** There are minor differences between books and details submitted to bank for the month of March, 2026, however revised quarterly statement for the month of March 2026 is submitted to bank; the changes are due to updating of figures during statutory audit.

**Note 5.19 Trade Payables**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details	₹	Details	₹
(A) Total outstanding dues of Micro and Small Enterprises		76.38		118.00
(B) Total outstanding dues other than Micro and Small Enterprises		1,172.68		516.65
<b>Total</b>		<b>1,249.05</b>		<b>634.65</b>

**Note 5.19 (A) Trade Payables ageing schedule as at 31-03-2026**

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	76.38	---	---	---	---	76.38
(ii) Others	808.25	361.93	---	---	---	1,170.18
(iii) Disputed dues – MSME	---	---	---	---	---	---
(iv) Disputed dues - Others	---	---	---	---	---	---
<b>Total</b>	<b>884.63</b>	<b>361.93</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>1,246.55</b>

**Trade Payables aging schedule as at 31-03-2025**

(₹ in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Not due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	118.01	---	---	---	---	118.00
(ii) Others	267.22	249.43	---	---	---	516.65
(iii) Disputed dues – MSME	---	---	---	---	---	---
(iv) Disputed dues - Others	---	---	---	---	---	---
<b>Total</b>	<b>385.23</b>	<b>249.43</b>	<b>---</b>	<b>---</b>	<b>---</b>	<b>634.65</b>

**Note 5.19 (B):** There are no unbilled dues as at 31.03.2026 (Previous year: Nil)

**Note 5.19 (C): Disclosure of Trade payables as required under section 22 of Micro, Small and Medium Enterprises Development (MSMED) Act, 2006, based on the confirmation and information available with the company regarding the status of suppliers,**

(₹ in Lakhs)

Particulars	As at 31-03-2026	As at 31-03-2025
(a) Principal amount and interest due thereon remaining unpaid but not due as at year end - Principal	76.38	118.01
Interest	NIL	NIL
(b) Interest paid in terms of Section 16 of MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the year not due as at year end	NIL	NIL
(c) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act	NIL	NIL
(d) Interest accrued and remaining unpaid at the end of the year	NIL	NIL
(e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise, for the purpose of disallowance as a deductible expenditure under section 23 of Micro, Small and Medium Enterprises Development Act, 2006.	NIL	NIL

**Note 5.20 Other Current Financial Liabilities**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
Capital creditors		80.16		110.64
Interest accrued but not due on term loans		1.54		1.18
Amounts payable to employees and others		211.27		165.12
Unclaimed dividends		38.44		29.25
Outstanding expenses		11.90		53.87
Provision for ongoing projects under CSR (refer Note No: 5.31)		24.52		---
<b>Total</b>		<b>367.83</b>		<b>360.05</b>

**Note 5.21 Other Current Liabilities**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
Advances received against sales		0.71		1.53
Statutory Dues and Taxes payable		42.08		57.83
<b>Total</b>		<b>42.79</b>		<b>59.36</b>

**Note 5.22 Current Provisions**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
<b>Provision for employee benefits:</b>				
Gratuity		51.73		69.92
Compensated Absences		12.62		9.77
<b>Total</b>		<b>64.35</b>		<b>79.69</b>

**Note 5.23 Current Tax Liabilities (Net)**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Details		Details	
Provision for Income Tax (Net of Prepaid Taxes)		---		11.38
<b>Total</b>		<b>---</b>		<b>11.38</b>

**Note 5.24 Revenue From Operations**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Aluminium Fluoride:</b>		
Sale of total production	20,694.93	18,448.61
<b>Solar Units:</b>		
Sale of Solar units	181.47	403.27
<b>Total</b>	<b>20,876.40</b>	<b>18,851.88</b>

Disclosures prescribed under Ind As 115 are given below

**Note: 5.24 (A) Revenue disaggregation by industry vertical is as follows:**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Fixed price manufacturing contracts</b>		
(i) Aluminium Fluoride	20,694.93	18,448.61
(ii) Solar Units	181.43	403.27
<b>Total</b>	<b>20,876.40</b>	<b>18,851.88</b>

**Note: 5.24 (B) Revenue disaggregation by geography is as follows:**

(₹ in Lakhs)

Revenue earned from states in India (*)	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Indigenous Sales</b>		
<b>I. Aluminium Fluoride</b>		
a. Delhi	1.25	—
b. Odisha	14,531.86	13,261.06
c. Uttar Pradesh	3,687.13	3,168.54
d. Chhattisgarh	386.61	—
e. Madhya Pradesh	1,889.27	1,706.03
f. Maharashtra	198.81	312.83
g. Kerala	—	0.15
<b>II. Solar</b>		
a. Andhra Pradesh	181.47	403.27
<b>Total</b>	<b>20,876.40</b>	<b>18,851.88</b>

**Note: 5.24 (C) Reconciliation of revenue recognized with the contracted price is as follows**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Contracted price with customers	<b>20,876.40</b>	18,851.88
Less: Amounts adjusted for Discounts, rebates, refunds etc	—	—
<b>Revenue recognized in the statement of profit and loss</b>	<b>20,876.40</b>	<b>18,851.88</b>

**Note: 5.24 (D) Changes in advances received from customers (Contract liability) are as follows:**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Balance at the beginning of the year	1.53	0.38
Amounts received during the year	39.36	72.29
<b>Less: revenue recognized during the year</b>	<b>40.19</b>	<b>71.14</b>
<b>Balance at the end of the year</b>	<b>0.70</b>	<b>1.53</b>

**Note: 5.24 (E) The details in respect of percentage of revenues generated from top customers are as follows:**

(in %)

(in %)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>Revenue From Sales</b>		
<b>Aluminium Fluoride</b>		
Revenue from top customer	54.40	69.27
Revenue from 2 <sup>nd</sup> top customer	18.01	17.11
Total of other customers generating more than 10% revenue	13.45	0.00
<b>Solar Units:</b>		
Revenue from top customer	100.00	100.00

The Company deals with largest corporates in India and the company believes 100% reliance of recovery of its receivables.

**Note 5.25 Other Income**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>a) Interest Income:</b>				
Financial assets at amortized cost	—	24.09	—	8.59
<b>b) Other non-operating income:</b>				
Sale of silica	51.68	—	69.44	—
Sale of Scrap	27.90	—	14.35	—
Gain on sale / redemption of investments	3.78	—	67.31	—
Excess provisions made in earlier years written back	8.02	—	—	—
Employee notice pay recovery	0.19	—	0.21	—
Profit on sale of Fixed assets	5.56	—	—	—
Interest on income tax refunds	—	—	2.98	—
Dividend Received	1.31	—	—	—
Miscellaneous Income	6.22	—	1.80	—
Compensation for Non Performance of Contracts	7.35	112.00	36.35	192.45
<b>Total</b>		<b>136.09</b>		<b>201.04</b>

**Note 5.26 Cost of Materials Consumed**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>Raw Materials, Packing Materials Consumed</b>				
Opening Stock		510.52		375.86
Add: Purchases		12,869.99		12,944.76
<b>Less: Closing stock</b>		(939.41)		510.52
<b>Total consumption</b>		<b>12,441.10</b>		<b>12,810.09</b>

**Note 5.26 (A) Details of Raw materials consumed**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>Raw materials consumed</b>				
Hydrofluosilicic Acid		2,978.91		2,730.17
Alumina Hydrate		6,841.86		7,729.67
Hydrated Lime		260.44		154.78
Packing Materials		111.20		91.37
Coal		418.43		473.92
Piped Natural Gas		1,061.98		—
Furnace Oil		786.29		1,630.18
<b>Total</b>		<b>12,441.10</b>		<b>12,810.09</b>

**Note 5.27 Change in Inventories of Finished Goods**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>A) Closing Stock</b>				
Aluminium Fluoride		61.75		691.98
Aluminium Fluoride-Work in Progress		27.96		—
Solar Units		97.97		77.29
<b>Total (A)</b>		<b>187.68</b>		769.27
<b>B) Opening Stock</b>				
Aluminium Fluoride		691.98		132.34
Aluminium Fluoride-Work in Progress		—		27.11
Solar Units		77.29		212.89
<b>Total (B)</b>		<b>769.27</b>		372.34
(Increase)/Decrease in stocks (B-A)		581.59		(396.93)
<b>Total</b>		<b>581.59</b>		(396.93)

**Note 5.28 Employee Benefit Expenses**

(₹ in Lakhs)

Particulars	For the Year ended March 31, 2026		For the Year ended March 31, 2025	
<b>Payment &amp; Benefits to Employees:</b>				
Salaries & Wages		600.59		534.97
Remuneration to Whole-time Directors		279.85		179.40
Company's Contribution to Gratuity Fund		55.36		25.59
Company's Contribution to PF and other Funds		51.84		44.97
Staff welfare		67.52		46.81
<b>Total</b>		<b>1,055.15</b>		831.74

**Note 5.28 (A) Employee benefit plans:**

The disclosures of Employee Benefits as per Indian Accounting Standard 19 "Employees' Benefits" are given hereunder:

a) **Defined Contributions Plans:** Contributions to Defined Contribution plans, recognized as expense for the year, are as under: (₹ in Lakhs)

Particulars	For the Year ended March 31, 2026	For the Year ended March 31, 2025
Employer's Contributions to Provident and ESI Funds	51.84	44.97

b) **Defined Benefit Plans:** General Description of the Post Employment defined Benefit Plans;

**i) Gratuity:**

The holding Company provides for gratuity to the employees as per Payment of Gratuity Act, 1972. Employees who are in continuous service for a period of 5 years are eligible for gratuity. The amount of gratuity is payable on retirement/resignation. The gratuity plan is a Unfunded plan and the company provides liability in the books of account based on actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method.

**ii) Compensated Absence:**

The holding Company has a policy on compensated absences which are both accumulating and non-accumulating in nature. The expected cost of accumulating compensated absences is determined by actuarial valuation performed by an independent actuary at each balance sheet date using projected unit credit method on the additional amount expected to be paid/availed as a result of the unused entitlement that has accumulated at the balance sheet date. Expense on non-accumulating compensated absences is recognized in the period in which the absences occur. Encashment of accumulated earned leave, subject to maximum permissible limits as per the terms of appointment, will be paid to the employee on separation.



**Note 5.28 (B) Statement showing Reconciliation of opening and closing balances of Defined Benefit obligations, Plan assets** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
<b>A) Change in Fair value of the defined benefit obligation:</b>				
Liability at the beginning of the year	173.91	152.26	33.23	30.51
Interest Cost	10.89	10.62	2.02	2.13
Past service cost- Vested Benefits	26.77	—	—	—
Current Service Cost	17.70	14.97	9.18	6.99
Benefits paid	(16.86)	(3.36)	(4.99)	(0.74)
Actuarial loss / (gain) on obligation	(36.61)	(0.58)	3.28	(5.66)
Liability at the end of the year	175.79	173.91	42.73	33.23
<b>B) Change in Fair value of plan asset</b>				
Fair value of plan assets at the beginning of the year	—	—	—	—
changes during the year	—	—	—	—
Fair value of plan assets at the end of the year	—	—	—	—
<b>(C) Net Defined Benefit obligation at year end (A-B)</b>	175.79	173.91	42.73	33.23

**Note 5.28 (C) Expenses recognized during the year in the Statement of Profit & Loss under employee benefit expenses.** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Interest Cost	10.89	10.62	2.02	2.13
Current Service Cost	17.70	14.97	9.18	6.99
Post Service Cost - Vested Benefits	26.77	—	—	—
Expected return on plan assets	—	—	—	—
<b>Expenses recognized in the statement of Profit &amp; Loss</b>	<b>55.36</b>	<b>25.59</b>	<b>11.20</b>	<b>9.12</b>

**Note 5.28 (D) Amount to be recognized in statement of other comprehensive income** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Remeasurements of the net defined benefit liability/ (asset)				
Actuarial (gains) / losses	(36.61)	(0.58)	(3.28)	(5.66)

**Note 5.28 (E) Actuarial (Gain) / Loss arising from;** (₹ in Lakhs)

Particulars	Gratuity (Unfunded)		Compensated absences (Unfunded)	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Change in Demographic assumptions	—	—	—	—
Change in Financial assumptions	(36.61)	(0.58)	(3.28)	(5.66)

**Note 5.28 (F) Significant estimates: Actuarial assumptions**

Particulars	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
<b>Discount Rate:</b> Gratuity (Unfunded)	7.19%	6.58%
Compensated absences (Unfunded)	7.19%	6.58%
<b>Salary Escalation Rate:</b> Gratuity(Unfunded)	8.00%	8.00%
Compensated absences (Unfunded)	8.00%	8.00%
<b>Employee Attrition Rate:</b> Gratuity(Unfunded)	6.00%	6.00%
Compensated absences (Unfunded)	6.00%	6.00%
<b>Mortality rate during employment:</b>	Indian Assured Lives Mortality	
Gratuity(Unfunded)	(2012-14) Ultimate 58 Years	
Compensated absences (Unfunded)		

**Note 5.28 (G) Significant estimates : Sensitivity analysis**

The sensitivity analysis is based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur, and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (projected unit credit method) has been applied as when calculating the defined benefit obligation recognized within the Balance Sheet.

Particulars	Change of assumption (+ increase /- decrease)	Effect on Compensated absences (₹ in Lakhs)
<b>Projected benefits obligation on current assumptions as on 31-03-2026</b>		
Impact on present value of defined benefit obligation if discount rate increase by	+1%	164.54
Impact on present value of defined benefit obligation if discount rate decrease by	-1%	189.13
Impact on present value of defined benefit obligation if salary increase by	+1%	192.68
Impact on present value of defined benefit obligation if salary decrease by	-1%	161.35
Impact on present value of defined benefit obligation if employees attrition is	50%	185.70
Impact on present value of defined benefit obligation if employees attrition is	50%	177.82
Impact on present value of defined benefit obligation if mortality rate is	10%	184.24
Impact on present value of defined benefit obligation if mortality rate is	-10%	182.99
<b>Projected benefits obligation on current assumptions as on 31-03-2025</b>		
Impact on present value of defined benefit obligation if discount rate increase by	+1%	166.64
Impact on present value of defined benefit obligation if discount rate decrease by	-1%	182.15
Impact on present value of defined benefit obligation if salary increase by	+1%	189.83
Impact on present value of defined benefit obligation if salary decrease by	-1%	160.57
Impact on present value of defined benefit obligation if employees attrition is	50%	175.95
Impact on present value of defined benefit obligation if employees attrition is	50%	171.11
Impact on present value of defined benefit obligation if mortality rate is	10%	174.34
Impact on present value of defined benefit obligation if mortality rate is	-10%	173.48

**Note 5.28 (H) Expected contribution to the defined benefit plan in future years** (₹ in Lakhs)

Particulars	Gratuity	
	For the Year ended 31 <sup>st</sup> March, 2026	For the Year ended 31 <sup>st</sup> March, 2025
Expected outflow from 1 year	48.12	9.57
Expected outflow from 2 to 5 years	54.24	90.10
Expected outflow from 6 to 10 years	59.85	54.85
Expected outflow more than 10 years	247.89	214.51

**Note:** As per the enterprise's accounting policy actuarial gains and losses are recognized immediately during the same year itself.

**Note:** The above information is certified by the Actuary.



## Note 5.28 (I) Impact of new labor codes

"On November 21, 2025, the Government of India notified provisions of the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020 and the Occupational Safety, Health and Working Conditions Code, 2020 ('Labor Codes') which consolidate twenty-nine existing labor laws into a unified framework governing employee benefits during employment and post-employment.

"The Labor Codes, among to their things introduces changes, including a uniform definition of wages and enhanced benefits relating to leave. The Company has assessed the financial implications of these changes which has resulted in increase in gratuity and leave encashment liabilities by ₹34.62 lakhs arising out of past service cost in the Statement of Profit and Loss for the year ended March 31, 2026. The Company continues to monitor the developments pertaining to Labor Codes and will evaluate impact if any on the measurement of the employee benefits liability."

## Note 5.29 Finance Charges

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
Unwinding of discount on De-commissioning provision		21.07		18.28
Interest expense on lease liability		71.68		71.98
Interest paid to banks on - CC loan		0.58		—
Interest paid to banks on - Term Loans		126.84		131.22
Bank charges		36.97		25.05
<b>Total</b>		<b>257.14</b>		<b>246.53</b>

## Note 5.30 Depreciation and Amortization expenses

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
Depreciation and amortization of property, plant and equipment		910.21		854.93
Amortization of Right to use assets		43.26		42.34
<b>Total</b>		<b>953.48</b>		<b>897.27</b>

## Note 5.31 Other Expenses

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
<b>Power, Fuel &amp; Water</b>				
Power, fuel Charges	474.55		576.64	
Water Charges	122.08	596.63	103.06	679.69
<b>Repairs &amp; Maintenance</b>				
Plant & Machinery	659.00		494.56	
Others	95.14	754.13	128.45	623.01
Other Manufacturing Expenses		285.82		163.43
Rates and Taxes		19.41		10.26
Insurance		26.97		14.17
Postage & Telephone expenses		6.04		5.60
Directors' Sitting Fees		8.80		8.70
Commission to Non-Executive Directors		12.00		—
<b>Auditors' Remuneration</b>				
For Statutory Audit Fees	3.50		3.00	
For Limited review	0.60		0.45	
For certification charges	0.75		0.61	
For Tax Audit Fee	0.40	5.25	0.40	4.46
Selling expenses		290.54		269.99
Corporate Social Responsibility (CSR) Expenses		47.28		32.79
Legal and professional charges		128.12		67.74
Cost Audit Fee		0.75		0.75



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Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
Secretarial Audit Fee		0.85		0.85
Security charges		17.43		15.65
Travelling and conveyance		53.24		51.79
Horticulture Expenses		33.73		28.69
Software Expenses		2.83		1.63
Vehicle Expenses		0.34		0.21
Fixed Assets written off		1.31		---
Miscellaneous Expenses		14.81		8.49
Receivables from Jordan Written Off		---		17.17
Loss on sale of investment in Indo Jordan Chemical Company, Jordan		---		243.67
<b>Total</b>		<b>2,306.29</b>		<b>2,248.75</b>

## Note 5.31 A Details of CSR expenses

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Details	₹	Details	₹
Amount required to be spent as per section 135 of the Companies Act, 2013		47.28		32.79
<b>Amount of Expenditure Incurred:</b>				
(a) Construction/ acquisition of any asset	---	---	---	---
(b) On purposes other than (a) above	22.77	22.77	50.00	50.00
<b>Nature of CSR activities:</b>				
(a) Eradicating hunger, poverty and malnutrition, making available safe drinking water and promoting health care including preventive health care	---	---		
(b) Promoting education, including special education and employment enhancing vocational training and livelihood enhancement projects, rural development project				---
(c) Rural development project	2.50	---	---	---
(d) Flood relief activities	17.21	---	32.79	---
(e) Promoting Health care, including Preventive health checkup	3.06	22.77	---	32.79
Shortfall/ (Excess) at the end of the Year		24.51		-17.21
Amount Transferred to separate bank account for CSR activities		24.51		
Net Difference		---		
Total of previous years shortfall		---		
Reasons for Shortfall				Excess amount spent
			Due to implementation timelines and project execution phases extending beyond the financial year, the full amount could not be spent during the year. It shall be spent in the coming financial year.	
Details of related party transactions:		Nil		Nil



Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Details	₹	Details	₹
<b>Provision is created as there is liability to be incurred due to contractual obligation:</b>				
a. Balance at the beginning of the year		---		---
b. Provision created during the year		24.51		---
c. Amount utilised during the year		---		---
d. Balance at the end of the year		24.51		---
Details of Unspent CSR on Ongoing Projects undertaken during Financial Year 2025-26 (Held in Separate Unspent Corporate Social Responsibility Account)				
a. Balance of Unspent CSR on Ongoing Projects at the beginning of the year		---		---
• With Company				
• In Separate CSR Unspent A/C		---		---
b. Amount required to be spent during the year		24.51		---
c. Amount spent during the year		---		---
• From companies bank A/C				
• From separate CSR unspent A/C				
d. Balance of Unspent CSR on Ongoing Projects at the end of the year		---		---
• With Company				
• In Separate CSR Unspent A/C		24.51		---

**Note 5.31B : Excess Amount Spent CSR activities during the year to be Carry forward to Succeeding Financial Years**

(₹ in Lakhs)

Year	Opening Balance	Amount Required to be spent during the year	Amount Spent during the year	Closing Balance
2024-25	---	32.79	50.00	17.21
2025-26	17.21	22.77	5.56	---

**Note 5.31C : CSR Unspent Amount**

(₹ in Lakhs)

Particulars	Amount
a. opening balance	---
b. Amount deposited in specified Fund of sch. VII within 6 months	24.51
c. Amount required to be spent during the year	47.28
d. amount spent during the year	22.77
e. Closing balance	---

**Note 5.32 Components of Tax Expense recognized in profit and loss account**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026		For the year ended March 31, 2025	
	Details	₹	Details	₹
<b>Current Tax:</b>				
Current tax on profit for the year		904.66		725.05
<b>Deferred ta</b>				
Decrease/(increase) in deferred tax assets		(12.35)		(8.48)
(decrease)/increase in deferred tax liabilities		(14.00)		(53.25)
<b>Total deferred tax expenses/(benefit)</b>		(26.35)		(61.73)
<b>Tax for earlier year</b>				
Tax pertaining to previous years		25.98		(56.79)
<b>Total Tax expense recognised in the current year</b>		<b>904.29</b>		606.54

**Note 5.32 (A) Reconciliation of Income tax expenses for the year with accounting profit;**

(₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
<b>Profit before tax</b>	3,417.75	2,698.85
Computed tax expense	860.25	679.30
<b>Less: Depreciation as per IT rules</b>	(222.11)	(172.92)
<b>Add: Effect of expenses that are not deductible in determining taxable profit</b>		
Depreciation as per Companies Act, 2013	239.99	225.84
Effect of deferred tax, other adjustments	(11.22)	(71.10)
Addition of CSR expenses	11.90	8.25
Actuarial gains/(loss) recognized in OCI	8.39	1.57
Adjustment as per ICDS	(6.47)	(7.62)
Taxation pertaining to earlier years	25.98	(56.79)
<b>Tax expense as per the Statement of Profit and Loss</b>	<b>906.70</b>	606.54

- i) The tax rate used for the years ended 31<sup>st</sup> March, 2026 and 31<sup>st</sup> March, 2025 in reconciliations above is the corporate tax rate of 25.168 % (Previous year 25.168 %) payable by corporate entities in India on taxable profits under the Income Tax Act, 1961

**Note 5.32 (B) Tax Expenses / (Income) recognized in other comprehensive income**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
On remeasurement of defined benefits plan	8.39	1.56
On Fair valuation of equity, mutual funds	16.16	8.05
<b>Total</b>	<b>24.55</b>	9.61



**Note 5.33 Other Comprehensive Income for the Year**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
a. Actuarial measurement of Defined Benefit Plans	33.33	6.23
b. Restatement of Equity, mutual fund Investments measured through FVTOCI	92.50	46.05
c. Deferred Tax effect On the Above	(24.55)	(9.61)
<b>Total Income/( Loss)</b>	<b>101.28</b>	<b>42.67</b>

**Note 5.34 Calculation of Earnings Per Share (EPS) is as follows:**

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period is adjusted for the effects all dilutive potential equity shares.

**A) Profit attributable to equity holders is as follows:**

(₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
<b>Net Profit/(Loss) attributable to equity holders:</b>		
Continuing operations	2,513.45	1,808.93
Discontinued operation	---	--
<b>Net Profit/(Loss) attributable to equity holders adjusted for the effect of dilution</b>	<b>2,513.45</b>	<b>1,808.93</b>

**B) Weighted average number of equity shares is as follows:**

(₹ in Lakhs)

Particulars	For the year ended 31-03-2026	For the year ended 31-03-2025
Weighted average number of Equity shares for calculating basic EPS Equity shares allocated during the year	78,20,482	78,20,482
	--	--
Weighted average number of Equity shares for calculation of diluted EPS	78,20,482	78,20,482

**C) Calculation of EPS**

(₹ in Lakhs)

Earnings per equity share (for continuing operations)	For the year ended 31-03-2026	For the year ended 31-03-2025
a) Basic	32.14	23.13
b) Diluted	32.14	23.13
<b>Earnings per equity share (for discontinuing operations)</b>		
a) Basic	---	---
b) Diluted	---	---

**Note 5.35 Segment information**

Operating segments are identified and reported taking into account the different risk and return, organization structure and internal reporting system. Segmental reporting as per Ind AS-108 as notified by MCA is not applicable, as the Company is engaged in manufacture of a single line of product.

**Note 5.36 Impairment of Assets**

The company assesses, at each reporting date, whether there is an indication that an asset may have to be impaired. If any indication exists, or when annual impairment testing for an asset is required, the company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of its fair value less costs of disposal and value in use. Recoverable amount is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. When the carrying amount of an asset or CGU exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

According to an internal technical assessment carried out by the Company, there is no impairment in the carrying cost of cash generating units of the Company in terms of Indian Accounting Standard 36 'Impairment of Assets'.

**Note 5.37 Earnings & Expenditure in foreign currency on account of:** (₹ in Lakhs)

Particulars	For the year ended 31-03-2025	For the year ended 31-03-2024
A) Earnings in foreign currency:	---	---
B) <b>Expenditure in foreign currency:</b>		
<b>CIF value of imports for :</b>		
Capital goods	842.05	---
Components and spare parts	25.91	---

**Note: 5.38 Details of imported and indigenous raw materials and spares consumed** (₹ in Lakhs)

Particulars	For the year ended 31-03-2026		For the year ended 31-03-2025	
	Amount	%	Amount	%
<b>Raw Materials</b>				
Indigenous	12,441.10	100.00	12,810.09	100.00
Imported	---	---	---	---

**Note 5.39 Movements in provisions** (₹ in Lakhs)

Particulars	Provision for decommissioning liability
<b>As at 31-03-2025</b>	259.12
Addition during the year	13.00
Charged/ (credited) to profit/loss account	21.07
Unused amounts reversed	---
Amounts used during the year	---
<b>As at 31-03-2026</b>	293.18

**Provision for decommissioning liability:**

This provision has been created for estimated costs of dismantling and removing the debris and restoring the site in respect of leased premises on which the plant is super structured.



**Note 5.40** As per Indian Accounting Standard 24 “Related parties disclosure” the disclosure of Related parties as defined in the Standard are given hereunder:

**A) List of Related Parties:**

Name of the Related Party	Relationship
1) M/s Anar Enterprises Pvt.Ltd.	Entities in which Key management personnel and/or Close relatives have significant interest
2) M/s Kaiser Finance and Leasing Pvt.Ltd.	
3) M/s Visakha Finance Pvt.Ltd.	
4) Sri Venkat Akkineni	Key management personnel - Managing Director
5) Smt. Jyothsana Akkineni	Key management personnel - Executive Director and wife of Managing Director
6) Sri K. Purushotham Naidu	Key management personnel - Director (Finance) & CFO.
7) Smt. Vaishali Kohli	Key management personnel - Company Secretary
8) Sri Aditya Akkineni	Whole-time Director & CEO
9) Ms. Annapurna Akkineni	Daughter of Managing Director
10) Alufluoride International Pte. Ltd, Singapore	Wholly Owned Subsidiary
11) Sri Yugandhar Meka Sri Ashok Vemulapalli Dr Ravi Prasad Gorthy Sri Sohrab Chinoy Kersasp	Non- Executive & Independent Directors of the company

**B) Transactions with the Related Parties**

(₹ in Lakhs)

Particulars	Name of the related party	Transactions total during	
		2025-26	2024-25
1. Remuneration paid	Sri Venkat Akkineni *	183.67	157.90
	Sri K.Purushotham Naidu	27.49	22.46
	Sri Aditya Akkineni	68.68	47.05
	Smt. Vaishali Karan Kohli	1.98	1.93
2. Sitting fees paid to Independent Directors	Sri Yugandhar Meka	2.20	2.10
	Sri A. Chandrasekhar	—	1.20
	Sri Ashok Vemulapalli	2.30	2.20
	Sri Ravi Prasad Gorthy	2.20	1.20
	Sri Sohrab Chinoy Kersasp	2.10	2.00
3. Commission fees paid to Independent Directors	Sri Yugandhar Meka	3.00	—
	Sri Ashok Vemulapalli	3.00	—
	Sri Ravi Prasad Gorthy	3.00	—
	Sri Sohrab Chinoy Kersasp	3.00	—
4. Dividend paid	M/s. Anar Enterprises Pvt.Ltd.	1.65	1.65
	M/s Kaiser Finance and Leasing Pvt.Ltd.	23.61	23.61
	M/s.Visakha Finance Pvt.Ltd	0.43	0.43
	Sri Venkat Akkineni	6.90	6.90
	Smt.Jyothsana Akkineni	1.85	1.85
	Sri Aditya Akkineni	14.42	14.42
	Ms.Annapurna Akkineni	7.98	7.98
	Sri Ashok Vemulapalli	1.07	1.07
	Smt. Sarojini Veeramachaneni	25.26	25.29
	Smt. Sunitha Vemulapalli	51.97	51.97
	Sri Rohit Vemulapalli	4.70	4.70

\* Includes commission of ₹124.76 Lakhs (Previous year ₹98.85 Lakhs)

**C) Outstanding Balances at the end of the year**

(₹ in Lakhs)

Particulars	Outstanding at	
	31-03-2026	31-03-2025
Sri Venkat Akkineni	124.76	99.53
Sri K.Purushotham Naidu	1.09	3.61
Sri Aditya Akkineni	---	3.72
Smt.Vaishali Karan Kohli	---	0.13

**E) Compensation to Key Management Personnel**

The remuneration and other benefits to key management personnel during the year was as follows:

(₹ in Lakhs)

Particulars	For 2025-26	For 2024-25
i) Short-Term employee benefits	281.83	229.35
ii) Post employment benefits (As per Actuary report)	45.72	35.40
iii) Other long-term benefits	---	---
iv) Share based payments	---	---
v) Termination benefits	---	---
<b>Total</b>	<b>327.55</b>	<b>264.75</b>

**Note 5.41 Recent accounting pronouncements:**

MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates in May 2025, applicable w.e.f. April 1, 2025. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

In August 2025, MCA notified the following amendments to:

1. Ind AS 1, Presentation of Financial Statements, applicable w.e.f. April 1, 2025 – The amendments relate to classification of liabilities as current or non-current and non-current liabilities with covenants. The amendments clarify that the right to defer settlement of a liability for at least twelve months after the reporting period must exist at the reporting date and must have substance. The amendments also provide guidance on classification of liabilities subject to covenants required to be complied with after the reporting date. The Company does not expect these amendments to have any material impact on classification of its current and non-current liabilities. Certain consequential amendments relating to covenant breaches and lender waivers are applicable for annual reporting periods beginning on or after April 1, 2026.
2. Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures, applicable w.e.f. April 1, 2025 – The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.
3. Ind AS 12, International Tax Reform – Pillar Two Model Rules applicable immediately - The amendments provide a temporary mandatory relief from deferred tax accounting for top-up tax and disclose that they have applied the relief. This relief is immediate and applies retrospectively, it does not have any significant impact in its financial statements.

**Note 5.42: Other additional Regulatory information**

- a) Company has no transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.
- b) No charges or satisfaction is yet to be registered with Registrar of Companies beyond the statutory period.
- c) There is no Scheme of Arrangements that has been approved in terms of sections 230 to 237 of the Companies Act, 2013.



- d) The company has not granted any Loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person that are repayable on demand or without specifying any terms or period of repayment.
- e) There are no transactions that are not recorded in the books of account and have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- f) The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

**Note 5.43:**

- A) A) No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the holding Company to or in any other person(s) or entity(ies), including foreign entities (“Intermediaries”) with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries)
- B) The holding Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

**Note 5.44: Additional Regulatory Information- Ratios**

( ₹ in Lakhs)

Note 5.44: Additional Regulatory Information- Ratios

Ratio type	Numerator	Denominator	For the year ended 31st March 2026	For the year ended 31st March 2025	% variance	Reasons for variance above 25%
Current Ratio (in times)	Total Current assets	Total Current liabilities	2.04	3.13	(35)	Decrease in the Current Liabilities during the year
Debt-Equity Ratio (in times)	Total debt, debt consists of borrowings and lease liabilities	Total equity	0.31	0.24	28	Due to increase in borrowings during the year
Debt Service Coverage Ratio (in times)	Earnings before interest, tax, depreciation & non cash expenditure, income	Debt service = Interest and lease payments + Principal repayments	4.05	2.99	36	Due to increase in borrowings during the year
Return on Equity Ratio (in %)	Total comprehensive income	Average total equity	22.99%	19.57%	18	Nil
Inventory turnover ratio (in times)	Cost of Goods sold	Average Inventory	6.47	8.33	(22)	Nil
Trade Receivables turnover ratio (in times)	Revenue from operations	Average trade receivables	13.69	11.67	17	Nil
Trade payables turnover ratio (in times)	Net credit purchases	Average Trade Payables	13.66	18.03	(24)	Nil
Net capital turnover ratio (in times)	Revenue from operations	Average working capital (i.e. Total current assets less Total current liabilities)	7.37	5.88	25	Nil
Net profit ratio (in %)	Total comprehensive income	Revenue from operations	12.52%	9.82%	28	Due to increase in total comprehensive income during the year
Return on Capital employed (in %)	Earnings before interest and tax	Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability	22.37%	21.25%	5	Nil
Return on investment (in %) (In equity & Mutual Funds)	Income generated from invested funds & change in market value of investments	Average Invested funds	1.39%	0.84%	66	Due to Increase in income from investments

**Note 5.45 Contingent Liabilities not provided for in respect of:**

(₹ in Lakhs)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
<b>A) Claims against the company not acknowledged as debt</b>		
(i) Disputed Income Tax demands pending with Assessing officer for AY 2008-09	<b>0.90</b>	0.90
(ii) The holding Company has imported certain capital goods, spares on various dates under the Export Promotion Capital Goods (EPCG) Scheme notified under the Foreign Trade Policy by the Government of India. Under the terms of the said scheme, the holding Company is obligated to fulfil export obligations of six times of the customs duty saved (exempted) on such imports of capital goods & its spares within the prescribed period of 6 years respectively. In the event of non-fulfilment of above conditions, the Company is required to pay the applicable customs duty saved together with applicable interest thereon. Based on the current business projections and export performance, the management expects to fulfil the export obligations within the prescribed time and accordingly, the amount payable is treated as contingent liability.	<b>363.63</b>	312.03
<b>B) Estimated amount of contracts remaining to be executed on Capital Account and not provided for (net of advances):</b>	<b>287.34</b>	582.11
<b>C) Letter of Credit issued by the company to the supplier as a performance bank guarantee</b>	<b>11.08</b>	11.08
<b>D) Bank guarantees issued by the company to customers as a performance bank guarantee</b>	<b>697.51</b>	690.38

**Note 5.46** Previous year's figures have been regrouped and rearranged wherever necessary to make them comparable with the current year figures.



Note 5.47 :Disclosure of additional information as per general instructions for preparation of Consolidated Financial Statements for the year ended 31.03.2026 ( ₹ in Lakhs)

Name of the entity in the group	Net Assets i.e., Total assets minus Liabilities		Share in Profit or Loss		Share in Other Comprehensive income		Share in Total Comprehensive Income	
	As a % of Consolidated Assets	Amount (₹)	As a % of consolidated profit or loss	Amount (₹)	As a % of other Consolidated Comprehensive Income	Amount (₹)	As a % of Total Comprehensive Income	Amount (₹)
<b>Parent</b>								
Alufluoride Limited	99.40%	12,618.65	100.48%	2,525.40	100.00%	101.28	100.46%	2,626.68
<b>Wholly owned foreign subsidiary</b>								
Alufluoride International Pte. Ltd.	0.60%	75.61	(0.48%)	(11.95)	0.00%	-	(0.46%)	(11.95)
<b>Total</b>	<b>100.00%</b>	<b>12,694.26</b>	<b>100.00%</b>	<b>2,513.45</b>	<b>100.00%</b>	<b>101.28</b>	<b>100.00%</b>	<b>2,614.73</b>
<b>Total</b>				<b>2,513.45</b>		<b>101.28</b>		<b>2,614.73</b>

Note 5.47 :Disclosure of additional information as per general instructions for preparation of Consolidated Financial Statements for the year ended 31.03.2025 ( ₹ in Lakhs)

Name of the entity in the group	Net Assets i.e., Total assets minus Liabilities		Share in Profit or Loss		Share in Other Comprehensive income		Share in Total Comprehensive Income	
	As a % of Consolidated Assets	Amount (₹)	As a % of consolidated profit or loss	Amount (₹)	As a % of other Consolidated Comprehensive Income	Amount (₹)	As a % of Total Comprehensive Income	Amount (₹)
<b>Parent</b>								
Alufluoride Limited	99.24%	10,289.12	115.67%	2,092.31	100.00%	42.67	115.30%	2,134.98
<b>Wholly owned foreign subsidiary</b>								
Alufluoride International Pte. Ltd.	0.76%	79.22	(15.67%)	(283.38)	0.00%	-	(15.30%)	(283.38)
<b>Total</b>	<b>100.00%</b>	<b>10,368.34</b>	<b>100.00%</b>	<b>1,808.93</b>	<b>100.00%</b>	<b>42.67</b>	<b>100.00%</b>	<b>1,851.60</b>
<b>Total</b>		<b>10,368.34</b>		<b>1,808.93</b>		<b>42.67</b>		<b>1,851.60</b>

**Note No. 6 Financial Instruments:**
**Note No. 6.1 Capital Management**

A) The primary objective of the group capital management is to ensure that it maintains a healthy capital ratio in order to support its business and maximize shareholder's value. The company's objective when managing capital is to safeguard their ability to continue as a going concern so that they can continue to provide returns for shareholders and benefits for other stakeholders. The group is focused on keeping strong total equity base to ensure independence, security, as well as a high financial flexibility for potential future borrowings, if required without where the risk profile of the company.

B) Capital Structure of the company is as follows:

(₹ in Lakhs)

Particulars	As at 31-03-2026	As at 31-03-2025
Equity Share Capital	782.05	782.05
Other equity	11,785.14	9,396.68
<b>Total Equity</b>	<b>12,567.19</b>	10,178.73
Borrowings	3,770.11	2,255.36
<b>Total Debt</b>	<b>3,770.11</b>	2,255.36
<b>Debt to Equity ratio</b>	<b>0.30</b>	0.22

**Note No. 6.2 Categories of Financial Instruments**

(₹ in Lakhs)

Particulars	As at 31-03-2026		As at 31-03-2025	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<b>Financial Assets measured at Amortized Cost</b>				
Trade receivables	1,088.57	1,088.57	1,962.27	1,962.27
Bank balances (other than those in cash and cash equivalents)	455.52	455.52	242.06	242.06
Other current and non-current financial assets	1,554.95	1,554.95	162.85	162.85
<b>Financial Assets measured at Fair Value through Profit and Loss Account (FVTPL)</b>				
Other Non-Current Financial Assets	258.91	258.91	252.89	252.89
Cash and cash equivalents	43.56	43.56	260.15	260.15
<b>Designated Financial Assets measured at Fair Value through Other Comprehensive Income (FVTOCI)</b>				
Investment in Equity Instruments and mutual funds	4,005.48	4,005.48	2,908.18	2,908.18
<b>Financial Liabilities (Current and Non-Current)</b>				
Financial Assets measured at Amortized Cost				
Borrowings	3,770.11	3,770.11	2,255.36	2,255.36
Lease Liability	764.85	764.85	768.83	768.83
Trade payables	1,249.05	1,249.05	634.66	634.66
Other financial liabilities	367.83	367.83	360.05	360.05



**Note No. 6.3 Fair Valuation Techniques**

The fair values of the financial assets and liabilities are included at the amount that would be received on sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

**A) The following methods and assumptions were used to estimate the fair values**

The fair value of cash and cash equivalents, trade receivables and payables, financial liabilities and assets approximate their carrying amount largely due to the short-term nature of these instruments. The management considers that the carrying amounts of financial assets and financial liabilities recognized at nominal cost/ amortized cost in the financial statements approximate their fair values. The investments are designated and recognized through Other Comprehensive Income and the fair value is measured at the quoted market value

**B) Fair value hierarchy**

**Level 1:** Level 1 hierarchy includes inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date

**Level 2:** Inputs other than quoted prices included within level 1 that are observable either directly or indirectly for the asset or liability.

**Level 3:** Inputs for the asset or liability which are not based on observable market data (unobservable inputs).

**C) Statement showing the fair value hierarchy of the financial assets and liabilities measured at fair value on a recurring basis as at March 31, 2026** (₹ in Lakhs)

Particulars	As at 31 <sup>st</sup> March, 2026	Fair value measurement at reporting date using		
		Level 1	Level 2	Level 3
<b>Financial Assets</b>				
Trade receivables	1,088.57 (1,962.27)		1,088.57 (1,962.27)	
Other current & Non-current financial assets	1,813.87 (415.74)		1,813.87 (415.74)	
Investment in Equity Instruments and mutual funds	4,005.48 (2,908.18)	(4,005.48) 2,908.18		
<b>Financial Liabilities</b>				
Borrowings	3,770.11 (2,255.36)		3,770.11 (2,255.36)	
Lease Liability	764.85 (768.83)		764.85 (768.83)	
Trade payables	1,249.05 (634.66)		1,249.05 (634.66)	
Other financial liabilities	367.83 (360.05)		367.83 (360.05)	

**Note:** Figures in round brackets ( ) indicate figures as at March 31, 2025  
During the above periods, there were no transfers between Level 1 and Level 2

**Note No. 6.4 Financial risk management framework**

**A)** The Holding Company's Board of Directors has overall responsibility for the establishment and oversight of the group's risk management framework. The group's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Board of Directors monitors the compliance with the group's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the group.



**The risk management framework aims at,**

- i) Improve financial risk awareness and risk transparency
- ii) Identify, control and monitor key risks
- iii) Identify risk accumulations
- iv) Provide management with reliable information on the Company's risk situation
- v) Improve financial returns

**B) The company's activities expose it to credit risk, liquidity risk and market risk. This note explains the sources of risk which the entity is exposed to and how the entity manages the risk.**

This note explains the sources of company's risk from financial instruments and the method adopted to overcome the risk:

Nature of Risk	Exposure arising from	Measurement	Risk Management
a) Credit risk	Cash and cash equivalents, trade receivables, deposits, investments in securities & mutual funds	Aging analysis/ credit ratings, expected credit loss	Lower credit period & diversification of bank deposits
b) Liquidity risk	Trade payables, Other liabilities	Rolling cash flows forecasts	Committed credit periods for payments
c) Market risk- Commercial risk	Price variations of raw materials, sales	Sensitivity analysis	Fixed contracts on sales and purchases
d) Market risk-Security investments prices	Price variations of investments in securities	Sensitivity analysis	Portfolio diversification

**a) Credit risk:**

i) Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables), from cash and cash equivalents, deposits with banks. The management has a credit policy in place and the exposure to credit risk is monitored on an ongoing basis.

**ii) Financial assets that are neither past due nor impaired**

Cash and cash equivalents, deposits with banks, security deposits, investments in securities & mutual funds are neither past due nor impaired. Cash and cash equivalents, deposits are held with banks which are reputed and credit worthy banking institutions. Hence the expected credit loss is negligible. Investments in investments in securities & mutual funds are actively traded in the stock markets and and there is no collateral held against these because the counterparties are entities with high credit ratings assigned by the various credit rating agencies. Hence the expected credit loss is negligible.

**iii) Financial assets that are past due but not impaired**

Credit risk arising from trade receivables is managed in accordance with the Company's established policy, procedures and control relating to customer credit risk management. The average credit period on sales of products is less than 30 days. All trade receivables are reviewed and assessed for default on a quarterly basis. For trade receivables, as a practical expedient, the Company computes credit loss allowance based on a provision matrix. The provision matrix is prepared based on historically observed default rates over the expected life of trade receivables and is adjusted for forward-looking estimates. The provision matrix at the end of the reporting period is as follows:

Aging	Expected Credit Loss (%)
Less than 6 Months	0
6 Months to 1 Year	10
1 Year to 3 Years	30
More than 3 Years	100



## Age of receivables for calculating expected credit loss under simplified approach

Particulars	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
No Due & Less than 3 Months	955.44	1,638.93
3 Months to 6 Months	133.13	323.34
6 Months to 1 Year		---
1 Year to 3 Years		---
More than 3 Years		---
<b>(Expected Credit losses)</b>		
<b>Net carrying amount</b>	<b>1,088.57</b>	<b>1,962.27</b>

### b) Liquidity risk

- i) Liquidity risk is defined as the risk that the group will not be able to settle or meet its obligations on time or at a reasonable price. The group's objective is to maintain optimum level of liquidity to meet its cash and collateral requirements at all times. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit line to meet obligations. Due to the dynamic nature of underlying business, company maintains flexibility in funding by maintaining availability under committed credit lines.

### ii) Maturities of financial liabilities

The following table shows the estimated maturity analysis for non-derivative financial liabilities

(₹ in Lakhs)

Particulars	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Trade payables</b>		
Not Due	884.63	385.23
Less than 3 Months	361.93	249.43
3 Months to 6 Months	--	--
6 months to 1 Year	--	--
More than 1 Year		
<b>Other financial liabilities</b>		
On Demand payable	367.83	345.90
Less than 3 Months	--	--
More than 3 months	--	--
<b>Borrowings</b>		
Less than 1 Year	914.83	287.35
More than 1 Year	2,855.28	1,968.01
<b>Lease Liabilities</b>		
On Demand payable		
less than 1 year	76.47	74.97
More than 1 Year	688.38	693.86

### c) Market risk-Commercial risk

#### i) Interest Rate Risk -

The groups' main interest rate risk arises from long term borrowings with variable rates, which expose the group to cash flow interest rate risk.

**Sensitivity to changes in interest rates**

( ₹ in Lakhs)

Particulars	Impact on Profit	
	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Sensitivity Analysis of Borrowings</b>		
Rate of Interest Increase by 0.5%		
Borrowings	18.85	11.28
	18.85	11.28
Rate of Interest Decrease by 0.5%		
Borrowings	(18.85)	(11.28)
	(18.85)	(11.28)

**i) Foreign currency risk**

Foreign currency risk is the risk that the fair value or future cash flows of an exposure/liability will fluctuate because of changes in foreign exchange rates. Since holding Company's operations are being carried out in India and since all the material balances are denominated in its functional currency and there are no foreign currency borrowings, liabilities, the Company does not carry any material exposure to currency fluctuation risk. The holding Company's exposure to foreign currencies is immaterial and hence no sensitivity analysis is presented.

**ii) Commercial risk**

The commercial risk is the risk due to the change in market prices of raw materials and finished goods and it is measured through sensitivity analysis by taking variance of 5%

**1) Selling price risk**

( ₹ in Lakhs)

Particulars	Impact on Profit	
	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Increase in Selling Prices @ 5%</b>		
Aluminium fluoride	1,034.75	922.43
Solar Units	9.07	20.16
	1,043.82	942.59
<b>Decrease in Selling Prices @ 5%</b>		
Aluminium fluoride	(1,034.75)	( 922.43 )
Solar Units	( 9.07 )	( 20.16 )
	( 1,043.82 )	( 942.59 )

**2) Raw material risk**

( ₹ in Lakhs)

Particulars	Impact on Profit	
	As at 31 <sup>st</sup> March 2026	As at 31 <sup>st</sup> March 2025
<b>Increase in RM Cost @ 5%</b>		
Hydrofluosilicic Acid	148.95	136.51
Alumina Hydrate	342.09	386.48
Hydrated Lime	13.02	7.74
Packing Materials	5.56	4.57
Piped Natural Gas	53.10	—
Furnace Oil	38.41	81.51
Coal	20.92	23.70
<b>Decrease in RM Cost @ 5%</b>		
Hydrofluosilicic Acid	(148.95)	(136.51)
Alumina Hydrate	(342.09)	(386.48)
Hydrated Lime	(13.02)	(7.74)
Packing Materials	(5.56)	(4.57)
Piped Natural Gas	(53.10)	—
Furnace Oil	(38.41)	(81.51)
Coal	(20.92)	(23.70)



## d) Market risk-Security investments prices

The price risk arises from the investments held by the company which has been classified in the financial statements as financial assets through other comprehensive income and the same are held for receiving contractual cash flows and for sale. The company has adopted a policy of diversification of portfolio for mitigating the price risk.

### ii) Equity Price Sensitivity Analysis:

The sensitivity analysis below has been determined based on the exposure to equity price risks for Investments in equity shares (including investments in equity oriented mutual funds) of companies.

If equity prices had been 5% higher/lower, profit for the year ended 31<sup>st</sup> March, 2026 would increase/decrease by ₹200.27 Lakhs (for the year ended 31<sup>st</sup> March, 2025: increase / decrease by ₹145.40 Lakhs) as a result of the change in fair value of equity investments which are designated as FVTOCI.

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As Per our report of even date

For and on behalf of the Board

**For BRAHMAYYA & Co.,**  
Chartered Accountants  
FRN No: 000513S

**YUGANDHAR MEKA**  
Chairman  
DIN:00012265

**VENKAT AKKINENI**  
Managing Director  
DIN: 00013996

**E S H MOHAN**  
Partner  
Membership No.028134

**ADITYA AKKINENI**  
WTD & CEO  
DIN: 01629979

**VAISHALI KOHLI**  
Company Secretary  
M. No. ACS63818

Place: Hyderabad  
Date : 22<sup>nd</sup> May 2026

**K. PURUSHOTHAM NAIDU**  
Director & CFO  
DIN: 01883663

## PRINTED MATTER

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