



ISHAN DYES & CHEMICALS LTD.

May 28, 2026

To
The Department of Corporate Services
BSE Limited
Phiroze Jeejeebhoy Tower
Dalal Street, Mumbai - 400 001
SCRIP CODE: 531109

To
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (E),
Mumbai-400051
SYMBOL: ISHANCH

Sub: OUTCOME OF BOARD MEETING, DISCLOSURE UNDER REGULATION 30 AND SUBMISSION OF AUDITED STANDALONE FINANCIAL RESULTS OF THE COMPANY FOR THE FOURTH QUARTER AND THE FINANCIAL YEAR ENDED 31ST MARCH 2026.

In continuation of our letter dated 11th May, 2026 and Pursuant to the Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015 as amended from time to time, we would like to inform you that the Board of Directors of the Company at their meeting held today i.e. **Thursday, 28th May 2026**, have inter alia considered and approved the following matters:

1. Audited Financial Results:

Approved the Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026 along with the Auditors' Report issued by the Statutory Auditors M/s A R Sulakhe & Co, Chartered Accountants (FRN: 110540W) which have been duly reviewed and recommended by the Audit Committee. In this regard, we are enclosing herewith:

- (a) Auditors' Report on the Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026 issued by the Statutory Auditors, M/s A R Sulakhe & Co, Chartered Accountants (FRN: 110540W).
- (b) A copy of Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026.
- (c) Statement of Impact of Audit Qualifications. **Annexed with Financial Results**

Please note, the same was un-intentional and in-advertent error and there have been no changes in the Financials elsewhere.

The Results will be available on the website of the Stock Exchanges and also on the Website of the Company at www.ishandyes.com.

2. Appointment of M/s. H D Panchal & Co., Chartered Accountants (FRN: 148232W) as an Internal Auditor of the Company for the Financial Year ending 31st March 2027:

In terms of the recommendation from the Audit Committee, the Board of Directors of the Company has appointed M/s. H D Panchal & Co., Chartered Accountants (FRN: 148232W) as an Internal Auditor of the Company to conduct the Internal Audit of the Company for the Financial Year ending 31st March 2027.

Further, the details required under the Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI/HO/49/14/14(7)2025-CFD-POD2/I/3762/2026 dated 30th January 2026 are as follows:

Registered Office and Factory Address:

18, G.I.D.C. Estate, Phase-I, Vatva, Ahmedabad - 382 445, Gujarat, India

Phone : +91-79-25832144, 25893607 Fax :+91-79-25833643

E-mail : ishandyes@yahoo.com; ishan@ishandyes.com

Web : www.ishandyes.com

CIN : L24110GJ1993PLC020737





ISHAN DYES & CHEMICALS LTD.

S. No	Details required	Appointment of Internal Auditor	
1	Reason for Change	Appointment of M/s. H D Panchal & Co., Chartered Accountants (FRN: 148232W) as Internal Auditor of the Company, to conduct the Internal Audit of the Company for the Financial Year ending 31 st March 2027.	
2	Date and Term of Appointment/ Cessation	Date of Appointment: 28 th May 2026. Term: To conduct the Internal Audit of the Company for the Financial Year ending 31 st March 2027.	
3	Brief Profile	Name of Auditor	M/s. H D Panchal & Co., Chartered Accountants
		Address	A-202, Shukan Gold, Near Vandematram City, Chandlodia, Ahmedabad, Gujarat, India-382481
		E-mail	hdpanchal93@hotmail.com
		Brief Profile	M/s. H D Panchal & Co. is a proprietary firm with 9 years of experience in Assurance and Taxation services. M/s. H D Panchal & Co is a leading firm of Chartered Accountants based in Ahmedabad city of Gujarat state.
4	Disclosure of relationships between directors	Not related to any of the Directors of the Company.	

Kindly consider this and take on record as a requisite disclosure under Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended from time to time.

The Board meeting commenced at 5:30 PM IST and concluded at 06:30 PM IST.

Kindly take the same on your record.

Thank you,

**For and on behalf of
ISHAN DYES AND CHEMICALS LIMITED**

**Shrinal P Patel
Whole-Time Director
DIN - 02992519**

Enclosed: A/a

Registered Office and Factory Address:

18, G.I.D.C. Estate, Phase-I, Vatva, Ahmedabad - 382 445, Gujarat, India

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Independent Auditor's Report on Standalone Financial Results of Ishan Dyes & Chemicals Limited Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To
The Board of Directors of
Ishan Dyes & Chemicals Limited

Report on the audit of the Standalone Financial Results

We have audited the accompanying statement of Standalone Financial Results of **M/s Ishan Dyes & Chemicals Limited** (the "Company") for the year ended March 31, 2026 ("Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

Qualified Opinion

In our opinion and to the best of our information and according to the explanations given to us, the Financial Results for the year ended March 31, 2026: except for the effects of the matters described in the Basis for Qualified Opinion paragraph below:

- i) is presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended; and
- ii) gives a true and fair view in conformity with the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India, of the net loss, total comprehensive income and other financial information of the Company for the year ended March 31, 2026.

Basis for Qualified Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" 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 together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

The Company has advanced a loan of Rs. 1,460.22 Lakhs to a related party. As per the audited financial statements of the related party, its net worth has turned negative and it has no active business due to ongoing legal issues. As per the requirements of Ind AS 109 – Financial Instruments, the Company is required to assess such financial assets for impairment using the Expected Credit Loss (ECL) model and recognise appropriate impairment loss. The management has not made any provision for impairment of the said loan. In our opinion, a provision of Rs. 1,460.22 Lakhs is required in respect of the aforesaid loan. Had this provision been made, the net loss for the year ended March 31, 2026 would have been higher by Rs. 1,460.22 Lakhs and the reserves and surplus as at March 31, 2026 would have been lower by Rs. 1,460.22 Lakhs.

Also, the Company has valued certain inventories (Finish Goods) held against specific customer contracts at Net Realisable Value (NRV) amounting to Rs. 2759.49 Lakhs. As per Ind AS 2 – Inventories, inventories are required to be measured at the lower of cost and Net Realisable Value. Since the NRV of these inventories (Finish Goods) exceeds their cost, the Company has carried them above cost, which is not in conformity with Ind AS 2. In our opinion, the said inventories (Finish Goods) should be measured at cost. Had the inventories been so measured, the value of inventories (Finish Goods) would have been lower by Rs. 284.78 Lakhs, the net loss for the year ended March 31, 2026 would have been higher by Rs. 284.78 Lakhs, and the total equity as at March 31, 2026 would have been lower by Rs. 284.78 Lakhs.

Management's Responsibilities for the Standalone Financial Results

The Statement has been prepared on the basis of the standalone annual financial statements.

The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net loss and other comprehensive loss of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Statement, the Board of Directors are 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 the Board of Directors either intends to liquidate the Company or to cease operations, or

has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, 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 with reference to financial statements 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 in the Statement made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' 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 financial results 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.



Branch Office: 601, 6th Floor, Lilamani Corporate Heights, New Ashram Road, Opp. Ramapir Na Tekra BRTS Bus Stop, Nava Vadaj, Ahmedabad-380013 Mobile: +91-99251-47466/99255-47466,
email : arsulakhe84@gmail.com
Head office : Pune Branch Office :Mumbai | Nashik | Bengaluru | Kolhapur |Ahmednagar| Hyderabad



- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

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.

Date: 28/05/2026
Place: Ahmedabad

UDIN: 26178761VIKVQJ7311

For, A.R. Sulakhe & Co
Chartered Accountants

JYOTI
JAIN

Digitally signed
by JYOTI JAIN
Date: 2026.05.28
19:14:29 +05'30'

CA Jyoti Jain
Partner

M. No: 178761
FRN. 110540W



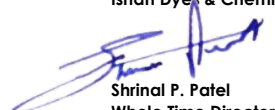
STATEMENT OF AUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MARCH, 2026

All amount in Rs. Lakhs unless otherwise stated

Sr. No.	Particulars	Quarter ended			Year Ended	
		31-03-2026	31-12-2025	31-03-2025	31-03-2026	31-03-2025
		(Audited)	(Un-Audited)	(Audited)	(Audited)	(Audited)
1	Revenue from operations					
	(a) Net sales/income from operations (Net of Taxes)	3175.53	1868.65	1673.11	7347.13	10146.96
	(b) Other Income	171.06	87.52	78.01	316.50	299.89
	Total Income	3346.59	1956.17	1751.11	7663.63	10446.85
2	Expenses					
	(a) Cost of materials consumed	3016.88	1354.23	1380.97	4853.46	6912.88
	(b) Purchase of Stock in Trade	-	-	-	-	-
	(c) Changes in inventories of finished goods, work-in-progress and stock-in-trade	(1106.81)	231.64	(534.82)	236.48	(607.62)
	(d) Employee benefits expense	306.15	185.45	247.51	820.53	843.66
	(e) Finance Cost	285.79	133.31	129.07	701.83	512.89
	(f) Depreciation and amortisation expense	207.07	157.04	60.64	484.78	246.60
	(g) Other expenses	141.22	118.11	199.53	450.31	909.78
	(h) Power Expenses	182.91	113.44	213.56	423.91	868.43
	(i) Fuel Expenses	77.10	64.44	136.48	188.52	548.35
	(j) CSR Expenses	-	-	-	-	-
	Total expenses	3110.32	2357.65	1832.94	8159.83	10234.97
3	Profit/(Loss) from operations before an Exceptional and Extra ordinary items and Tax (1-2)	236.27	(401.48)	(81.83)	(496.20)	211.88
4	Exceptional Items	-	-	-	-	-
5	Profit/(Loss) from ordinary activities before an Extra Ordinary items and Tax (3 - 4)	236.27	(401.48)	(81.83)	(496.20)	211.88
6	Extra Ordinary Items	-	-	-	-	-
7	Profit/(Loss) from ordinary activities before tax (5 - 6)	236.27	(401.48)	(81.83)	(496.20)	211.88
8	Tax Expense (net)					
	- Current tax	1.33	-	78.78	1.33	127.34
	- Deferred tax	88.45	123.77	(44.41)	213.32	(23.96)
	Total Tax Expenses	89.77	123.77	34.37	214.64	103.38
9	Net Profit(Loss) for the Period from continuing operations	146.49	(525.24)	(116.20)	(710.85)	108.50
10	Other Comprehensive income net of taxes	6.78	-	(2.73)	6.78	(2.73)
11	Total Comprehensive Income for the period	153.27	(525.24)	(118.93)	(704.07)	105.77
12	Details of Equity share capital					
	(a) Paid up Equity Share capital (Amount in Lakhs)	2730.44	2614.04	2096.81	2730.44	2096.81
	(b) face value of Equity share capital (in Rs.)	10.00	10.00	10.00	10.00	10.00
13	Other Equity excluding Revaluation Reserves as per balance sheet of previous accounting year	-	-	-	11361.61	8168.67
14	Earnings per share (in Rs.)					
	(a) Basic earning(loss) per share from continuing and discontinuing operations	0.56	(2.01)	(0.55)	(3.00)	0.52
	(b) Diluted earning(loss) per share from continuing and discontinuing operations	0.56	(2.01)	(0.55)	(2.99)	0.52

Place: Ahmedabad
 Date: 28th May 2026

For and on behalf of the Board of
 Ishan Dyes & Chemicals Limited


 Shrinil P. Patel
 Whole Time Director
 DIN : 02992519





AUDITED STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31ST MARCH, 2026

All amount in Rs. Lakhs unless otherwise stated

Particulars	As at March 31, 2026	As at March 31, 2025
	Audited	Audited
ASSETS		
Non-Current Assets		
(a) Property, plant and equipment and Intangible assets		
(i) Property, plant and equipment	16340.06	6181.24
(ii) Capital work-in-progress	350.82	7097.12
(iii) Intangible Assets	46.68	28.96
(iv) Intangible Assets under Development	43.09	43.09
(b) Financial Assets		
(i) Investments	2.05	2.05
(c) Other non-current assets	504.60	1110.67
Total Non-Current Assets	17287.29	14463.13
Current Assets		
(a) Inventories	3377.78	3552.58
(b) Financial Assets		
(i) Trade receivables	384.90	1197.67
(ii) Cash and cash equivalents	40.38	14.26
(iii) Other Bank Balances	-	11.42
(iii) Financial Asset-Loans	1815.56	1187.51
Current tax assets (net)		
(iii) Others Financial Asset	613.77	453.64
(c) Other Current assets	2079.46	1309.32
Total Current Assets	8311.84	7726.40
Total Assets	25599.13	22189.53
EQUITY AND LIABILITIES		
Equity		
(a) Equity share capital	2730.44	2096.81
(b) Other equity	11482.98	8290.04
Total Equity	14213.42	10386.86
LIABILITIES		
Non-Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	3274.55	3761.65
(b) Other Non Current Liabilities	88.47	-
(c) Provisions	42.90	42.32
(d) Deferred Tax Liabilities (Net)	388.86	173.26
Total Non-Current Liabilities	3794.78	3977.23
Current Liabilities		
(a) Financial Liabilities		
(i) Borrowings	5754.07	5447.63
(ii) Trade payable		
Total outstanding dues of micro enterprises and small enterprises	152.50	875.75
Total outstanding dues of creditors other than micro enterprises and small enterprises	408.01	1123.00
(iii) Other Financial Liabilities	455.09	192.75
(b) Other Current Liabilities	655.51	90.13
(c) Provisions	165.77	96.19
Total Current Liabilities	7590.94	7825.44
Total Equity and Liabilities	25599.13	22189.53

Place: Ahmedabad
Date: 28th May 2026

For and on behalf of the Board of
Ishan Dyes & Chemicals Limited



(Signature)
Shrinal P. Patel
Whole Time Director
DIN : 02992519

Ishan Dyes and Chemicals Limited
 Reg. Off : Plot No. 18, GIDC Estate, Phase I, Vatva, Ahmedabad - 382445, Gujarat, INDIA
 Tel.: 079-25832144/25893607, Fax: 079-25833643
 E-mail: Ishandyes@yahoo.com, Website: www.Ishandyes.com
 CIN: L24110GJ1993PLC020737



Standalone Statement of Cash Flow for the year ended March 31, 2026

All amount in Rs. Lakhs unless otherwise stated

Particulars	Year Ended	
	As at March 31, 2026	As at March 31, 2025
	Audited	Audited
Cash flow from operating activities		
Net profit before tax	(496.20)	211.88
Adjustments for:		
Depreciation & amortization expense	484.78	246.60
Finance Cost	701.83	512.89
Interest Income	(222.00)	(167.75)
Loss/(profit) on sale of fixed assets (net)	-	41,225.00
Operating profit before working capital changes	468.41	804.03
Adjustment for change in working capital		
(Increase)/decrease in Inventories	174.80	(968.12)
(Increase)/decrease in Trade Receivables	812.77	1274.06
(Increase)/decrease in other assets	(138.80)	(735.10)
Increase/(Decrease) in Trade payables	(1438.24)	680.57
Increase/(Decrease) in Other Liabilities	925.25	165.23
Movement in Provisions	70.16	7.96
Cash generated from operations	874.36	1228.63
Direct taxes paid (net of income tax refund)	(15.18)	(68.01)
Net cash generated from operating activities	859.18	1160.62
Cash flow from investing activities		
Payments for acquisition of property, plants and equipment and intangible asset (including capital-work-in-progress and intangible assets under development)	(3915.02)	(4213.71)
Proceeds from sale of fixed assets	-	(0.41)
Loan given (Net)	(788.18)	131.00
Interest received	222.00	167.75
Net cash used in investing activities	(4481.19)	(3915.37)
Cash flow from financing activities		
Proceeds from issue of shares	3991.84	-
Proceeds from Issue of Share Warrants	538.79	-
Dividend Pay-outs	-	-
Proceeds / (Repayment) of long term borrowings	(487.10)	1324.08
Proceeds / (Repayment) of short term borrowings	306.44	1941.81
Principal and Interest payment of lease liabilities	(7.76)	-
Interest paid	(694.08)	(512.89)
Net cash used in financing activities	3648.13	2753.00
Net increase/(decrease) in cash and cash equivalents	26.11	(1.76)
Cash and cash equivalents at the beginning of year	14.26	16.02
Cash and cash equivalents at the end of year	40.38	14.26
Components of cash and cash equivalents		
Cash in hand	40.32	12.21
Balance with scheduled banks		
- current accounts	0.05	2.06
- deposit account	-	-
	40.38	14.26

NOTES :

1	The above Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026 have been reviewed by the Audit Committee & approved by the Board of Directors of the Company at their respective meetings held on Thursday, 28th May 2026.
2	The above Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026 have been prepared in accordance with the Companies (Indian Accounting Standards) Rules 2015 (Ind AS), prescribed under section 133 of the Companies Act, 2013 and other recognised accounting practices and policies to the extent applicable.
3	The Statutory Auditors of the Company have carried out "Statutory Audit" of the Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026. The Statutory Report is annexed herewith. The Statutory Auditors have expressed an unmodified opinion.
4	The figures of the previous periods have been regrouped/rearranged/recasted wherever considered necessary.
5	In line with Ind AS - 108 - "Operating Segments", the Company has one reportable business segment viz. Chemicals.
6	The Audited Standalone Financial Results of the Company for the Fourth Quarter and the Financial Year ended 31st March 2026 are the balancing figure between Audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the financial years.
7	The figures of the Quarter ended 31st March 2026 and 31st March 2025 are the balancing figure between Audited figures in respect of the full financial year and the published year to date figures upto the end of third quarter of the financial years.

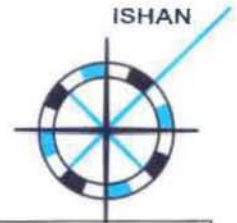
Place: Ahmedabad
 Date: 28th May 2026

For and on behalf of the Board of
 Ishan Dyes & Chemicals Limited

Shirish P. Patel
 Whole Time Director
 DIN : 02992519



ISHAN DYES AND CHEMICALS LTD.



Standalone Statement on Impact of Audit Qualifications for the Quarter and the Financial Year ended March 31, 2026

[See Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]

	Sl. No.	Particulars	Audited Figures (as reported before adjusting for qualifications) (in Rs. Lakhs)	Adjusted Figures (audited figures after adjusting for qualifications)
I.	1.	Turnover / Total income	7663.63	Not Ascertainable
	2.	Total Expenditure	8159.83	
	3.	Net Profit/(Loss)	(710.85)	
	4.	Earnings Per Share	(3.00)	
	5.	Total Assets	25599.13	
	6.	Total Liabilities	11385.72	
	7.	Net Worth	14213.42	
	8.	Any other financial item(s) (as felt appropriate by the management)	-	
II.	Audit Qualification (each audit qualification separately):			
I.	a.	Details of Audit Qualification:	<p>The Company has advanced a loan of Rs. 1,460.22 Lakhs to a related party. As per the audited financial statements of the related party, its net worth has turned negative, and it has no active business due to ongoing legal issues. As per the requirements of Ind AS 109 - Financial Instruments, the Company is required to assess such financial assets for impairment using the Expected Credit Loss (ECL) model and recognise appropriate impairment loss. The management has not made any provision for impairment of the said loan.</p> <p>In our opinion, a provision of Rs. 1,460.22 Lakhs is required in respect of the aforesaid loan. Had this provision been made, the net loss for the year ended March 31, 2026, would have been higher by Rs. 1,460.22 Lakhs and the reserves and surplus as at March 31, 2026, would have been lower by Rs. 1,460.22 Lakhs.</p>	
	b.	Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified Opinion	
	c.	Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	First Time.	



Registered Office and Factory Address:

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CIN : L24110GJ1993PLC020737



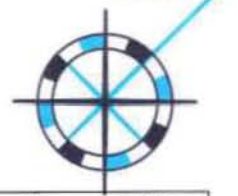
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65-045-0091



Certificate Number 7086
ISO 9001, ISO 14001

ISHAN DYES AND CHEMICALS LTD.

ISHAN



	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	The Company has extended Unsecured Loan of Rs. 1460.22 Lakhs to Cluster Enviro Private Limited, one of its associate concerns. The said loan was extended in the ordinary course of the business. Further the said loan is strategic in nature and fully recoverable. The management is confident for the recovery of the said loans considering the ongoing discussions by the said Company with its potential investors with whom revival plans and fund infusion plan discussions are undergoing. Barring unforeseen circumstances, the management is hopeful for the recovery of the said loans and in view of the said facts no provision was considered necessary.
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:	
	I.	Management's estimation on the impact of audit qualification:	Not Applicable
	II.	If management is unable to estimate the impact, reasons for the same:	Not Applicable
	III.	Auditors' Comments on (i) or (ii) above:	NIL
II.	a.	Details of Audit Qualification:	<p>The Company has valued certain inventories (Finish Goods) held against specific customer contracts at Net Realisable Value (NRV) amounting to Rs. 2759.49 Lakhs. As per Ind AS 2 - Inventories, inventories are required to be measured at the lower of cost and Net Realisable Value. Since the NRV of these inventories (Finish Goods) exceeds their cost, the Company has carried them above cost, which is not in conformity with Ind AS 2.</p> <p>In our opinion, the said inventories (Finish Goods) should be measured at cost. Had the inventories been so measured, the value of inventories (Finish Goods) would have been lower by Rs. 284.78 Lakhs, the net loss for the year ended March 31, 2026 would have been higher by Rs. 284.78 Lakhs, and the total equity as at March 31, 2026 would have been lower by Rs. 284.78 Lakhs.</p>
	b.	Type of Audit Qualification: Qualified Opinion / Disclaimer of Opinion / Adverse Opinion	Qualified Opinion
	c.	Frequency of qualification: Whether appeared first time / repetitive / since how long continuing	First Time.



Registered Office and Factory Address:

18, G.I.D.C. Estate, Phase-I, Vatva, Ahmedabad - 382 445, Gujarat, India

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CIN : L24110GJ1993PLC020737



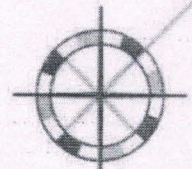
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65-045-0091



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	d.	For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:	The Inventory was produced against specific export/local confirmed order for supply, however, due to geopolitical situation, delayed availability of the shipments and other external variables, the supplies for such orders were delayed. Since the inventory was produced for specific confirmed order, which was subsequently dispatched, the said inventories were valued at market price which could have been otherwise recorded as revenue for the year in case supplied were made on time before year end.
	e.	For Audit Qualification(s) where the impact is not quantified by the auditor:	
	I.	Management's estimation on the impact of audit qualification:	Not Applicable
	II.	If management is unable to estimate the impact, reasons for the same:	Not Applicable
	III.	Auditors' Comments on (i) or (ii) above:	NIL
III.	Signatories:		
	Managing Director		
	CFO		
	Audit Committee Chairman		
	Statutory Auditor		
Place: Ahmedabad			
Date: 28.05.2026			

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