PRADEEP
METALS

July 15, 2026

To,
BSE Limited
Department of Corporate Services
Phiroze Jeejeebhoy Towers,
Dalal Street, Fort,
Mumbai – 400 001

Scrip Code: **513532**

Sub: Pradeep Metals Limited – Annual Report for the Financial Year 2025-26 and Notice convening 43rd Annual General Meeting.

As required under Regulation 30 and Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we submit herewith the Annual Report of the Company for the Financial Year 2025-26 along with the Notice convening 43rd Annual General Meeting ('AGM') scheduled to be held on Friday, August 7, 2026 at 03:00 p.m. (IST) through Video Conferencing / Other Audio Visual Means in accordance with relevant circulars issued by the Ministry of Corporate Affairs and Securities and Exchange Board of India.

In compliance with the aforesaid circulars, the Annual Report along with the Notice of AGM is being sent only by electronic mode to those Shareholders whose email address is registered with the Company / Registrar and Transfer Agent of the Company / Depository Participants.

The Integrated Annual Report along with the Notice of AGM for the Financial Year 2025-26 is also available on the website of the Company at https://www.pradeepmetals.com/financial-reports/

For **Pradeep Metals Limited**

Abhishek R Joshi

Digitally signed by Abhishek R Joshi
DN: c=IN, st=Maharashtra, 2.5.4.20=ac92c5c3b0baeb4778dd896c05bff9c847c3430204b98ff6be22a20cef7948f1, postalCode=400601, street=A802 Rajshree Tower NR Pratap Talkies Kolbad Thane, pseudonym=b7ae608a-df7e-4d44-8076-01b48dcaf055, serialNumber=a08884caee89c475592a5b0c3039eadf6592c890fd1d4f2141f587613355f269, o=Personal, cn=Abhishek R Joshi
Date: 2026.07.15 17:27:23 +05'30'

Abhishek Joshi
Company Secretary & Compliance Officer
ACS: 64446

PRADEEP METALS

ANNUAL REPORT 2026

ABOUT US

Pradeep Metals Limited ('PML' or 'the Company') was incorporated in 1982 by Pradeep Goyal, a qualified metallurgist along with his father Late Mr. Ved Prakash Goyal, a Chartered Engineer with over 50 years of experience in the steel and heavy engineering industries. They strongly believed in delivering products of the highest quality to customers and laid the foundation for a company dedicated to manufacturing and supplying high-quality steel forgings to customers across the globe.

In 1993, PML became a Public Limited Company. Since then, the Company has consistently maintained high standards and demonstrated the capability to deliver superior products with the shortest possible lead times worldwide. The Company specializes in low-volume, high-mix production, providing customers with significant flexibility to meet diverse and customized requirements.

Pradeep Metals Limited exports 60% of its products and is renowned for its quality. The Company has been successful in becoming a strategic & preferred supplier of quality forgings and machined components owing to its dedication towards understanding customer's requirements and adoption of path-breaking ideas and techniques such as Lean, TOC, etc, to serve them better.

We have also invested in the latest IT tools such as simulation of processes, ERP, and the best design software. Eco-friendliness continues to be a hallmark of the Company and it has invested sustainability to achieve zero discharge and become a green company.

Vision

To become a Strategic & Preferred Supplier of Quality Forged, Machined and Value-added Products for all the Customers.

Mission

To provide the best solution to our partners.

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COMPANY INFORMATION

Board of Directors

Mr. Pradeep Goyal
Chairman &
Managing Director
DIN: 00008370

Dr. Kewal Krishan Nohria
Non-Executive
Non-Independent Director
DIN: 00060015

Mrs. Neeru P. Goyal
Non-Executive
Non-Independent Director
DIN: 05017190

Mr. Abhinav Goyal
Non-Executive
Non-Independent Director
DIN: 08786430

Mr. Jayavardhan Dhar Diwan
Independent Director
DIN: 01565319

Mr. Kartick Maheshwari
Independent Director
DIN: 07969734

Mr. Advait Kurlekar
Independent Director
DIN: 00808669

Ms. Nandita Nagpal Vohra
Independent Director
DIN: 06962408

REGISTERED OFFICE

R-205, MIDC, Rabale, Navi Mumbai 400 701.
T: +91-22-27691026 | Fax: +91-22-27691123
info@pradeepmetals.com | investors@pradeepmetals.com
www.pradeepmetals.com
CIN: L99999MH1982PLC026191

REGISTRAR AND TRANSFER AGENT

MUFG Intime India Private Limited
(Formerly known as Link Intime India Private Limited)
C-101, Embassy 247, L.B.S. Marg, Vikhroli (W), Mumbai 400 083.
T: +91-22-49186270 | Fax: +91-22-49186060
rnt.helpdesk@in.mpms.mufg.com

Key Managerial Personnels

Ms. Kavita Choubisa Ojha
Chief Financial Officer

Mr. Abhishek Joshi
Company Secretary & Compliance Officer

Auditors

KKC & Associates LLP
Chartered Accountants
Statutory Auditors

Shweta Gokarn & Co.
Company Secretaries
Secretarial Auditors

M/s. Kirtane & Pandit LLP
Chartered Accountants
Internal Auditors

Mr. Vishesh Naresh Patani
Cost and Management Accountant
Cost Auditor

Bankers to the Group

Union Bank of India (UBI)
Bank

FROM THE CHAIRMAN'S DESK

MR. PRADEEP GOYAL

Chairman & Managing Director

Dear Shareholders,

The global economic environment during FY 2025–26 has remained uncertain, with moderate growth accompanied by persistent inflationary pressures, evolving geopolitical developments, and shifting trade dynamics. These factors continue to influence investment flows and demand patterns across industries.

Despite these global challenges, the Indian economy has demonstrated remarkable resilience, supported by robust domestic demand, infrastructure development, and proactive policy measures. The steel and forging sectors, in particular, continue to offer growth opportunities, although they are not without challenges such as rising imports and increasing global competition.

Against this backdrop, we have remained focused on operational excellence and customer satisfaction. Strong execution capabilities, have enabled us to improve on-time delivery performance while consistently meeting customer expectations.

The Board has recently approved an investment of up to ₹ 250 Crores for setting up a Mega greenfield manufacturing facility at Butibori, Nagpur, aimed at catering to the rapidly growing global demand for artillery shell manufacturing, arising from the evolving geopolitical dynamics. The new plant will be supported by renewable energy infrastructure comprising 3 MW of rooftop solar capacity and 4 MW of land-based solar capacity. This decision builds on the benefits achieved from the Company's existing solar installations and aligns with the expected power consumption profile of the new facility.

Europe's decision to materially enhance defence spending, coupled with India's expanding defence cooperation arrangements with European nations, is expected to create sustained export opportunities for Indian manufacturers. In this context, India's emergence as a reliable, cost-competitive, and strategically aligned manufacturing base, particularly as global supply chains diversify, positions the Company favourably.

Leveraging its metallurgical expertise, precision manufacturing capabilities, the Company seeks to develop a scalable, export-oriented defence platform that supports sustainable long-term growth trajectory and delivers enduring value to all its shareholders.

During the year, we have taken important steps to strengthen our manufacturing capabilities. Expansion of machining capacity and the phased replacement of older forging equipment remain critical strategic priorities. These initiatives are aimed at enhancing productivity, improving quality, and supporting our long-term growth objectives.

We are also installing a rooftop solar plant of 600 KW at our existing factory. The power generated through solar plants is substantially economical when compared with the MSEB's tariff. The pay-back period for Plant is expected to be 4 years whereas the Plant is guaranteed to generate power for 25 years with minor degeneration of 5% per year.

We are also proud to have been awarded a Bronze Medal by ECOVADIS in 2025, placing us in the 61st percentile globally. This recognition reflects our sustained efforts across key areas such as environmental responsibility, ethical practices, labour standards, and sustainable procurement.

We have continued to invest in vendor development, particularly in machining, to complement our in-house capabilities and improve scalability. At the same time, we remain committed to continuous upgradation of our plant, equipment, and infrastructure.

The financial performance for FY 2025–26 has shown encouraging growth. We have recorded a strong increase in revenue and profitability, driven by new customer acquisitions, a more diversified product mix, effective cost optimization, and disciplined management practices.

Our subsidiaries have also performed well, contributing to the overall growth of the Company through focused efforts in expanding their customer base and product offerings.

Looking ahead, our strategic priorities for FY 2025–26 include expanding into new sectors, increasing the share of value-added machined components, strengthening customer relationships, and driving operational efficiencies through cost reduction and waste minimization.

We are also making steady progress in innovation-led initiatives such as mill scale recycling, which is nearing readiness for scale-up in collaboration with leading equipment manufacturers.

Guided by an experienced Board and supported by strong governance and professional management, your Company remains well-positioned for sustained progress. I take this opportunity to express my sincere gratitude to my fellow Directors for their continued support and valuable insights.

I would also like to acknowledge the dedication and hard work of our employees, whose commitment drives our success. I extend my appreciation to our bankers, Union Bank of India, concerned government agencies, shareholders, and all stakeholders for their unwavering support.

As we move forward, I remain confident that your Company is well-positioned to navigate the evolving business environment and sustain its growth momentum.

Thank you again for your continued trust and support.

10.2% Revenue Growth

55.2% Market Capitalisation Growth

9.4% EPS Growth

BOARD OF DIRECTORS

MR. PRADEEP GOYAL
Chairman & Managing Director

C

Mr. Pradeep Goyal holds a Master's degree in Material Science & Engineering from M.I.T., USA, and graduated at the top of his class from IIT Kanpur, receiving a Silver medal from the President of India. He is the Founder and Managing Director of PML, responsible for shaping the Company's strategic direction, internal policies, and global marketing since 1982. His distinguished career includes advanced technical stints at Degussa International (Germany) and Air Products (USA), bringing over four decades of cutting-edge metallurgical expertise to the Board.

MR. ABHINAV GOYAL
Non-Executive
Non-Independent Director

Mr. Abhinav Goyal holds a B.Sc. in Computer Engineering from California Polytechnic State University and an MBA from Cornell University. He oversees the strategic planning, production, and marketing operations of PML's subsidiaries in USA. He is also closely involved in the quality and process control of PML India's operations. Prior to joining PML, he worked with DXC Technology and Cisco Systems in technology and consulting roles.

MR. KEWAL KRISHAN NOHRIA
Non-Executive
Non-Independent Director

A N S

Dr. Kewal Krishan Nohria is a successful technocrat with B.E. (Elect.) from Banaras Hindu University, and pursued post-graduation and Management studies at Manchester Technical College, UK. He has rich and prudent experience in Electrical and Electronics Industry. He was the Chairman & Managing Director of Crompton Greaves Ltd. He is also on the board of IIM (Udaipur) and many other Indian companies.

MRS. NEERU GOYAL
Non-Executive
Non-Independent Director

C

Mrs. Neeru Goyal is an entrepreneur with B.Sc (Chemistry) and M.A. in English Literature. She has over 20 years of experience in exporting engineering goods to various developed countries such as the US, Germany, Japan and Sweden.

COMMITTEES:

A Audit Committee

N Nomination And Remuneration Committee

S Stakeholders Relationship Committee

C Corporate Social Responsibility Committee

Chairperson

Member

BOARD OF DIRECTORS

MR. JAYAVARDHAN DHAR DIWAN
Independent Director

A N S C

Mr. Jayavardhan Dhar Diwan is a financial services veteran with over three decades of experience across investment banking and asset management in India and the US. He has deep expertise across equity, debt, derivatives, and distressed assets, with a strong focus on financial structuring and turnarounds. He currently serves as Director at Odyssey India Advisory Pvt. Ltd. and as fractional CFO of a UAE-based sports technology enterprise. His past roles include senior positions at KBC Financial Products, OIM, and India-focused investment funds. He is an MBA from SP Jain Institute of Management and Research and a B.E. graduate from IIT Roorkee.

MR. KARTICK MAHESHWARI
Independent Director

A N

Mr. Kartick Maheshwari is a Senior Partner at Khaitan & Co. with over two decades of experience in corporate law, private equity, restructuring, and cross-border transactions. He advises global financial sponsors, sovereign funds, family offices, and leading corporates on complex, high-value deals. He serves on the boards of multiple companies including JSW Infrastructure Limited, JSW Jaigarh Port Limited. An alumnus of the National Law School of India University and the University of Pennsylvania Law School, his work is widely recognised by leading legal publications.

MRS. NANDITA VOHRA
Independent Director

A S

Mr. Nandita Vohra has worked as a senior consultant with Asian Development Bank, The World Bank, Water and Sanitation Program – South Asia and Larsen & Toubro Infrastructure Finance. With over 25 years of experience in policy, financial advisory and investment banking in the Indian infrastructure space, she has also worked in Kotak Bank, Crisil and Feedback Ventures. As part of the Women on Corporate Boards program, Mr. Deepak Parekh mentored her on diverse aspects of able governance and global best practices. She has served on the Board of NGO IIMPACT and also mentored underprivileged girls under Antarang's employment and holistic development program. She did her MBA from FMS, Delhi and enjoys swimming, travel and yoga.

MR. ADVAIT KURLEKAR
Independent Director

A N

Mr. Advait has over 30 years of experience in industry, management consulting and coaching, having worked in leading organisations like Tata Motors, AF Ferguson and PwC prior to starting Upohan Management Consultants in 2009.

Mr. Advait has expertise in the areas of business strategy, balanced scorecard and HR consulting and has led consulting projects globally across a range of sectors including engineering, automotive, retail pharma, FMCG, hospitality, media and advertising.

He is an alum of IIT Bombay and has studied at Wharton Business School too.

COMMITTEES:

A Audit Committee

N Nomination And Remuneration Committee

S Stakeholders Relationship Committee

C Corporate Social Responsibility Committee

Chairperson

Member

DECADES OF PRECISION.
A LEGACY FORGED IN STEEL.

1980s

1983

The Company is established and incorporated in Dombivali by Ved Prakash Goyal and his two sons Pradeep Goyal and Piyush Goyal.

1989

Company's first export business commences to mitigate domestic risk.

1990s

New plant is commissioned with an increased capacity from 2400 tons to 8000 tons and an increased product size from 15kg to 60kg. Major technology upgrades from bell-drop hammers to pneumatic hammers and mechanical presses along with in-house tool manufacturing and metallurgical lab.

1994

A growth plan results in an initial public offering on the Bombay Stock Exchange to setup a new state of the art facility in Rabale, Navi Mumbai.

1995

The company's first ISO 9001 certification cements its roots in advanced quality management systems.

2000s

2000

Old Dombivali plant is decommissioned, and company enters new industry verticals of General Engineering, Process Control and Process Measurement

2005

The company invests in value added processes of CNC machining and purchases an unprecedented 10 machines from USA. The company also initiates LEAN programs to streamline operations.

2006

A new research and development center is established in industrial microwaves with academicians from American, Chinese, European and Japanese Universities. This initiative has resulted in 6 international patents over time.

2008

The company withstands the global downturn without losses, a testament to the strength of its customer base and partnerships.

2010s

2012

The company crosses Rs. 100 Crores in revenue. Machining capacity is further increased for high value products. A foreign subsidiary is formed in USA to establish overseas presence.

2014

A plant reorganization is initiated to accommodate future growth. Newer quality certifications are added to cater to stricter customer requirements.

2015

The US subsidiary acquires a machining facility in Houston, TX to enter the Oil & Gas market and provide high-end precision components. A 2 MW windmill is installed to pave the path for clean energy in India.

2020s

2020

An unprecedented threat of the COVID-19 pandemic looms but the company continues to supply products to essential businesses despite global disruption in supply chain and manpower health concerns.

2022

AS 9100D certification allows the company to solicit business in the aerospace industry vertical.

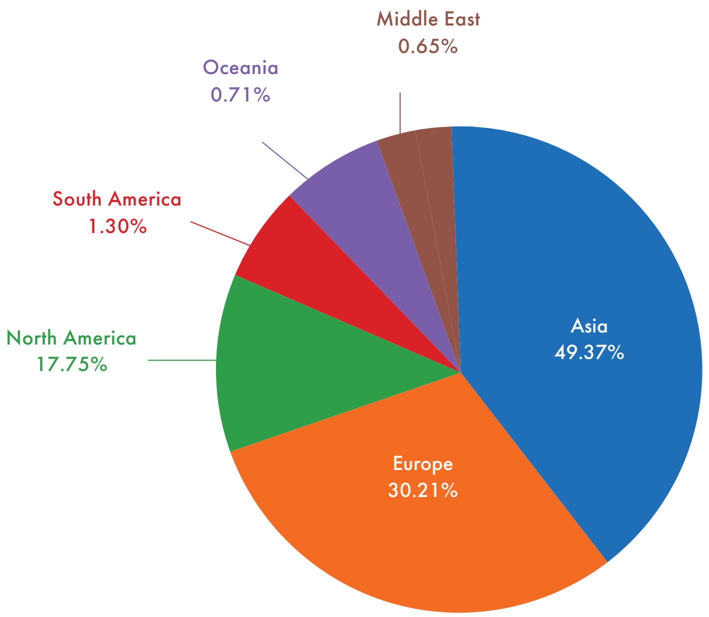
2023

A new 3 MW solar energy project completes the clean energy requirements for the company.

2026

The company announces a large expansion project in the defense vertical its shares are permitted for trading on National Stock Exchange.

OUR PRESENCE



TOTAL REVENUE BY REGION

SUBSIDIARIES

- Pradeep Metals Limited Inc., Houston, USA
- Dimensional Machine Works LLC, Houston, USA

CUSTOMERS

WAREHOUSES

FACTORIES

INDUSTRIES WE SERVE

OEMs across industries trust Pradeep Metals with their supply chain requirements around the world. Our Company's experienced engineering teams work together to design, develop, and deliver products that are manufactured exactly to our customer's stringent requirements. We provide an end-to-end solution for manufacturing and logistics with expertise in low-volume and high-mix business.

As global industries demand lean and flexible supply chains amid turmoil, Pradeep Metals is at the forefront to remain a strategic supplier. Over time, the Company has amassed experience in manufacturing over 4,000 different products for its clients. And this number continues to grow.

Defence & Aerospace

General Engineering

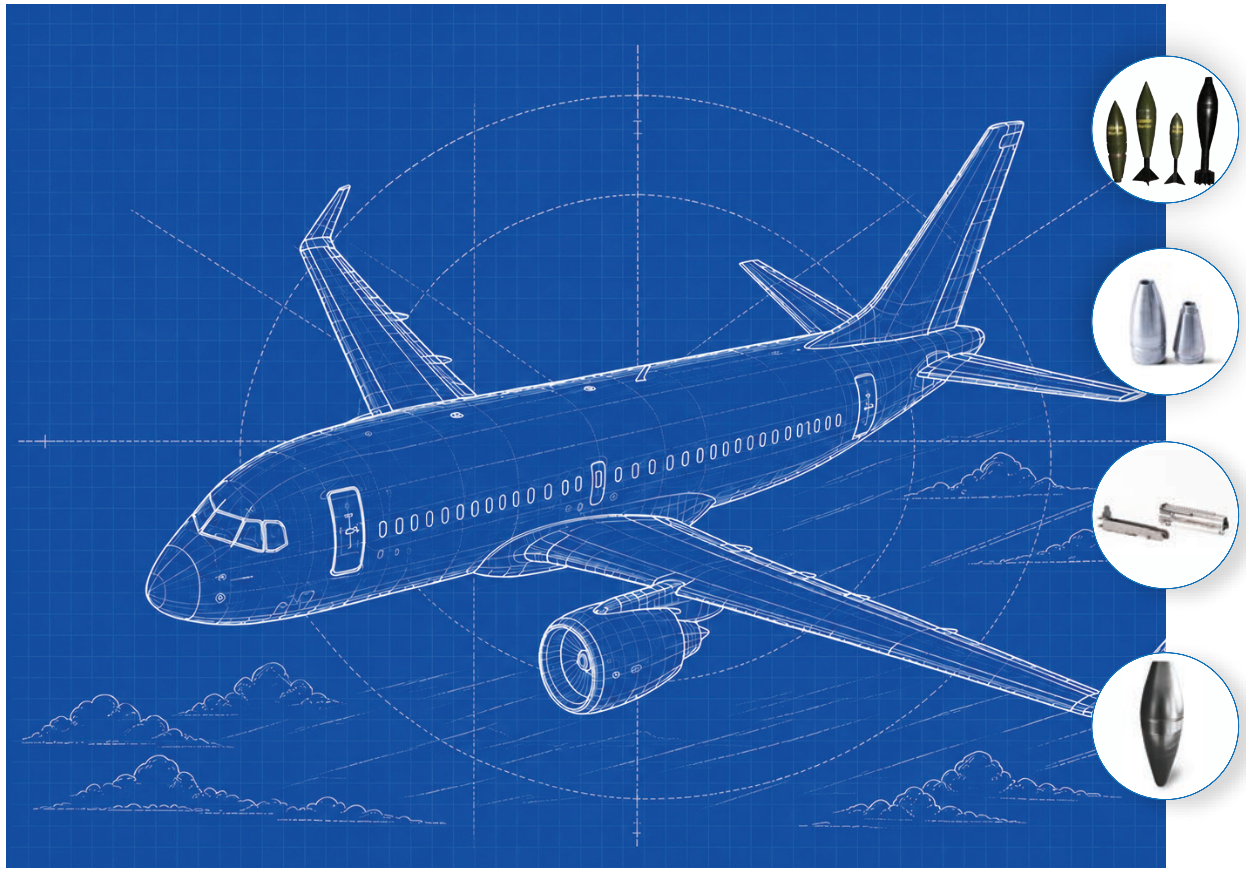
Mining

Off Highway

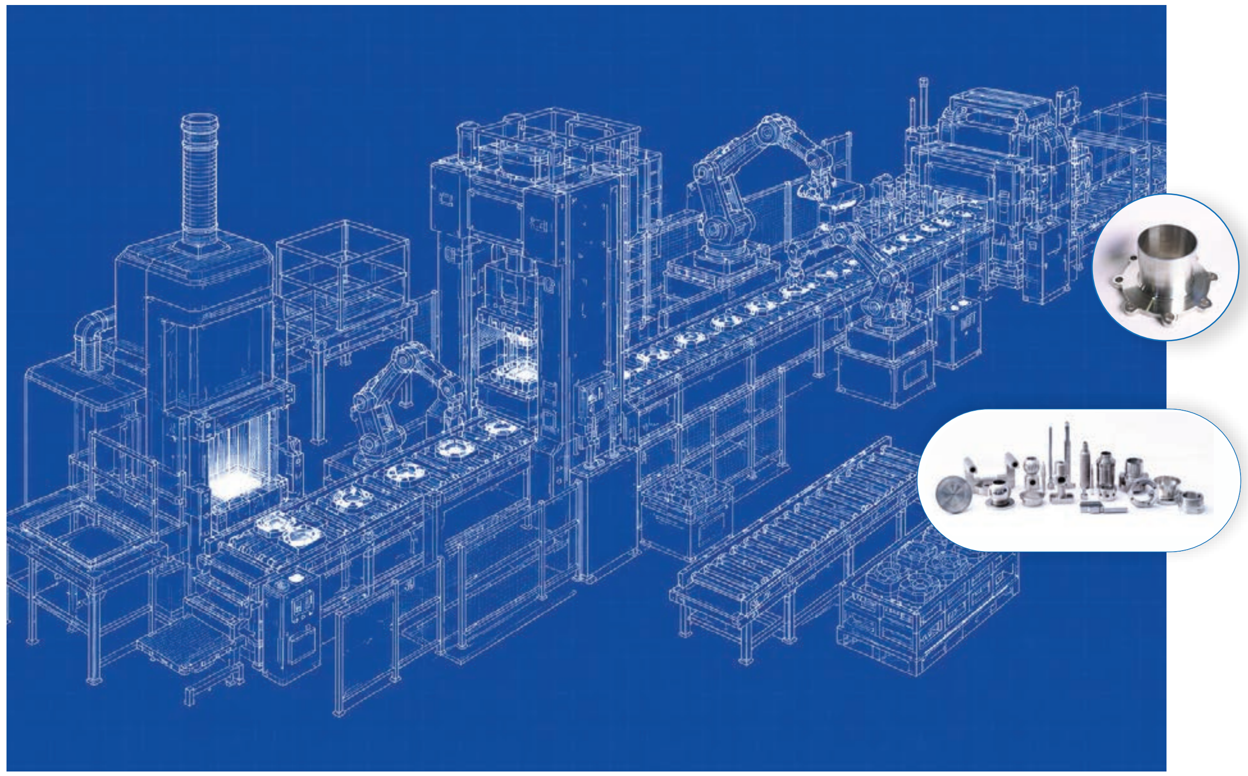
Process & Measurement

Valve & Flow Control

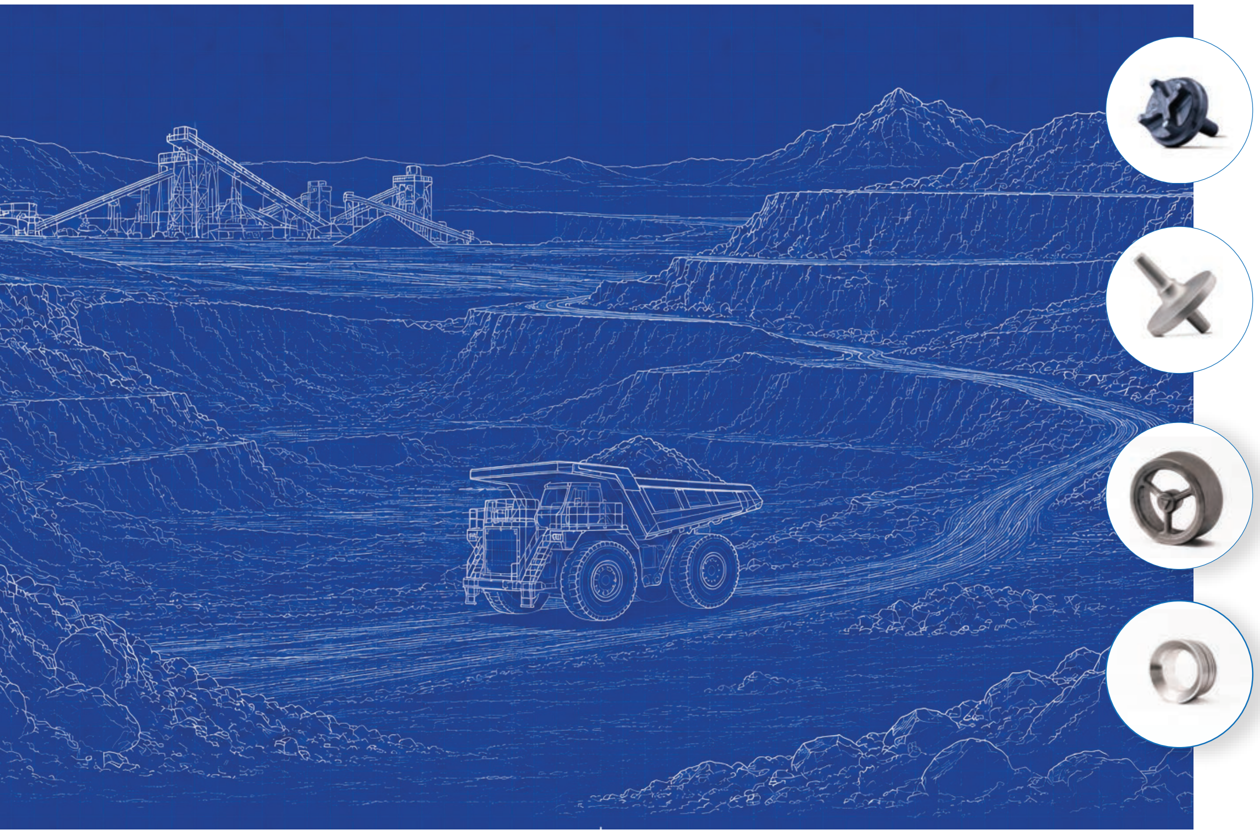
DEFENCE & AEROSPACE



GENERAL ENGINEERING



MINING



Valve Cone

Valve Cone

Valve Seat

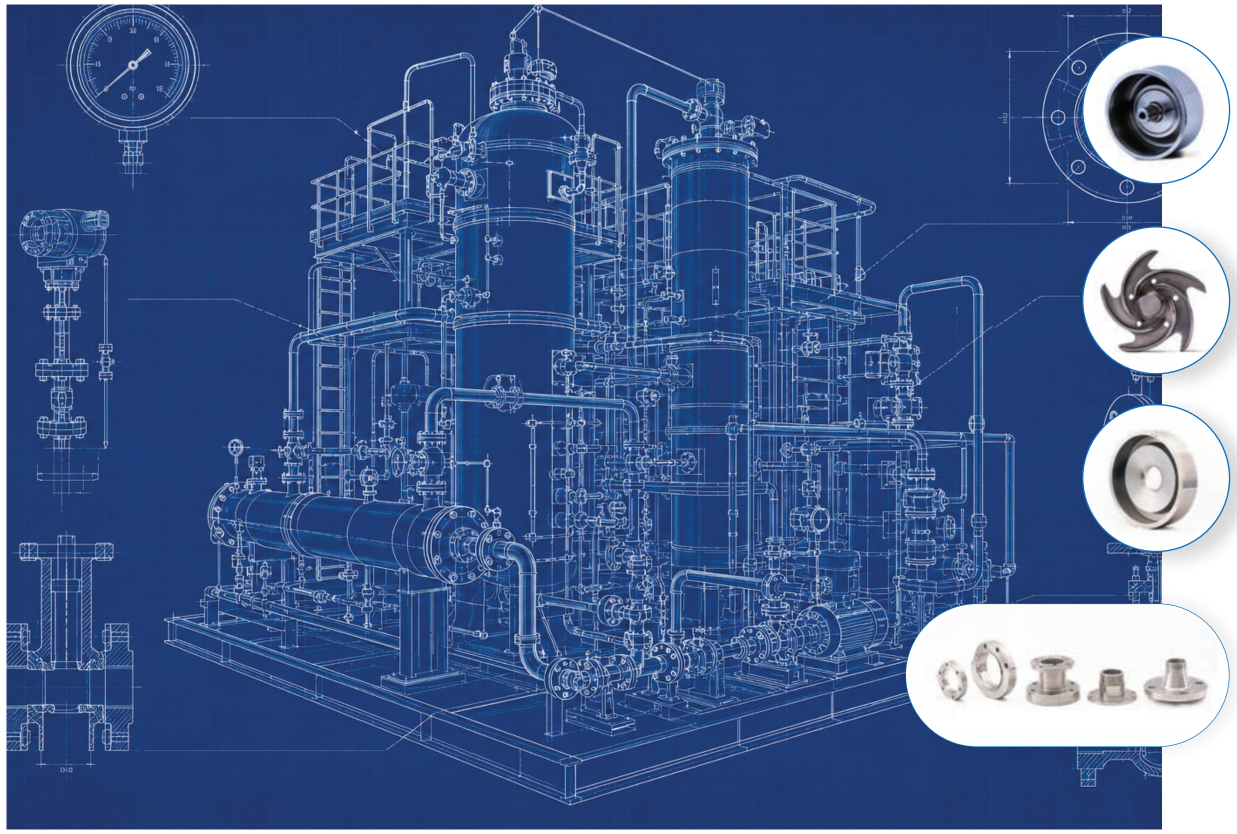
Valve Seat

OFF HIGHWAY VEHICLES

Centre Wedge

Wedge Shoe

PROCESS & MEASUREMENT



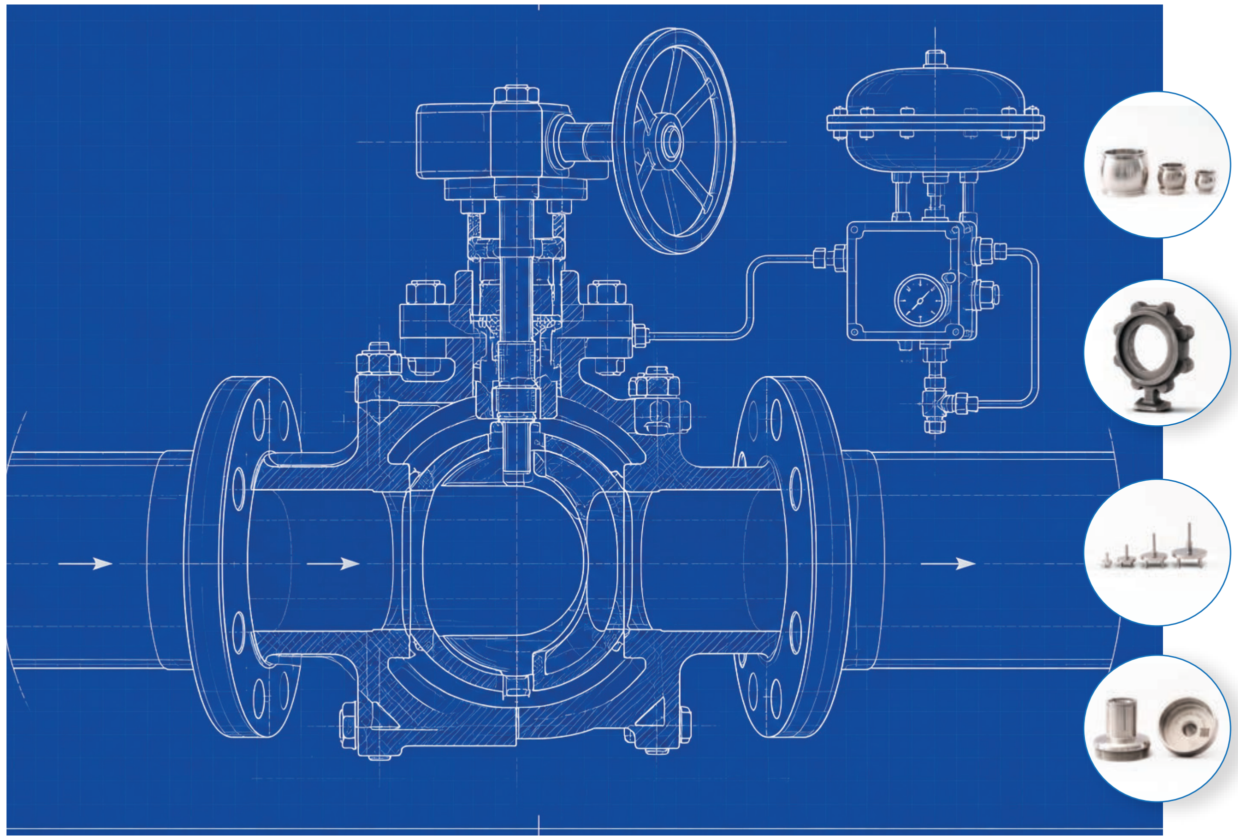
Bowl Body

Impeller

Pump Casing

Flanges

VALVE & FLOW CONTROL



Ball Valve

Valve Body

NRV Cone

Sensor Module

CAPABILITIES

The company has integrated capabilities in die design development, forging, heat treatment, testing, inspection and CNC machining – all under one roof. The company continues to invest in upgrades to equipment to increase throughput and capabilities. This allows for maximum flexibility and agility to execute within short lead times and cater to high-mix low-volume requirements from our clients. As the company moves into the digital era, we continue to invest in new age ERP systems, simulation software, and AI based process development to stay ahead of the competition.

13,000 MT
Installed Forging Capacity

65%
Capacity Utilization

88%
On-time Delivery Performance

300+
New Products Developed in 1 year

48%
Export Growth

350+
Employees

Raw Material

1000T Vertical Storage Capacity
5T Crane Retrieval System
Carbon, Stainless, Alloys, Super Duplex, Nickel Alloys, Titanium

Cutting

10 Band Saws
1600 Ton Shearing Machine
2 High-Speed Circular Saws

Forging

.75T, 1T, 3T, 7T Forging Hammers
1250T, 2500T Presses
All Electric Induction Billet Heaters

Die Tooling

In-House Tool and Die Manufacturing
6 Heavy Duty Milling Machines
Storage facility for 2000 Active Dies

Heat Treatment

4-Ton Heat Treatment Capacity
Up to 1200°C, PID Controlled Furnaces
Water & Polymer Quenching Tanks

Finishing

Ultrasonic Cleaning
Sand & Shot Blasting
Hydraulic & Laser Marking

CNC Machining

Over 80+ CNC Machines
Multi-Axis Capabilities
Haas, Mazak, DMG Mori, Doosan and other reliable partners

Sub processing

Coating
Polishing
Surface finishing

QUALITY

Quality Control

Universal Testing Machine

Brinell Testing Machine

Microrad Radiation Meter

Dynamic Hardness Tester

Metavision Grinding / polishing machine

Alloy Analyzer Machine (PMI)

Impact Testing Machine

Radiation Checking Machine

Digital Hardness Testing

Ultrasonic Testing Machine

Electro Polishing Machine

Spectrometer

Surface Measuring Machine

Contour Measuring Machine

Vertical Measuring Instruments

Zeiss Co-Ordinate Measuring Machines

Renishaw CNC Probing

Zeiss Video Measuring Machines

Quality Assurance

AS 9100D

ISO 9001:2015

AD2000-MERKBLATT W0
PED2014/68/EU

ISO 14001:2015

OHSAS 45001:2018

NORSOK

MARINE

IBR (Indian Boiler Regulation)

EIL

Pressure Equipment Directive

PED 97/23/EC

Nuclear Approved Supplier

Indian Defense Approved Supplier

<1.5%
Rejection Rate

Awards & Recognitions

Honored with Platinum Award for Medium Industry at 3rd FICCI Sustainable Industrial Practice Awards 2026 and Best Zero Carbon Emission Initiative of the Year 2026 at Net Zero Summit & Awards 2026.

Best Supplier Performance Award for 2020
During the pandemic, seamlessly served all global sites with superior performance on all KPIs to ensure business continuity

Best Supplier Performance Award for 2021
In recognition of outstanding performance shown by Pradeep Metals for Year 2021 in the field of Safety – Quality – Delivery – Cost Competetiveness while catering to steep increase in demand

Best Supplier Performance Award for 2022 & 2024
In recognition of consistent high level of performance shown by Pradeep Metals for Year 2022 & 2024 in the field of Sustainability – Quality – Delivery – Cost Competetiveness

Endress+Hauser Special Effort Award 2020 & 2021
In honor of your outstanding support, dedication and commitment to coping with the challenges of the Global Covid-19 pandemic situation and the exceptional growth of Endress+Hauser Flowtec AG.

FORGING A SUSTAINABLE LEGACY: OUR ENVIRONMENTAL COMMITMENT

Precision with Purpose

At Pradeep Metals Limited, we believe that the structural integrity of our products must be matched by the environmental integrity of our footprint. We are rigorously shaping our operations to exist in harmony with the planet. We view environmental stewardship not as a statutory duty, but as a hallmark of modern industrial excellence. Sustainability is the Solid Foundation upon which we forge our long-term legacy.

Our Core Strategic Pillars:

We have explicitly prioritized 5 key areas of the UN Sustainable Development Goals (SDGs) to catalyze transformation change across our value chain:

- Affordable & Clean Energy
- Industry, Innovation & Infrastructure
- Good health & Well-Being
- Quality Education
- Climate action

Pillar in Action: Our Renewable Energy Transformation

100% Charged by Nature:

We have fundamentally decoupled our operational energy needs from fossil fuels. Our significant capital investments in a dedicated Solar Plant and Wind Mills have transformed our manufacturing capabilities.

The Achievement:

We now meet **100% of our energy requirements through renewable sources.**

Annually Generated:

These assets are actively generating **8.5 million kWh of clean electricity annually,** powering our shop floors with minimal impact.

Scope 2 Decarbonization:

Our renewable roadmap has yielded decisive results. As reflected in our FY 24-25 data, we are proud to declare that we have achieved **Scope 2 Zero Emissions by 2024.** This achievement underpins our organizational-level commitment to managing Greenhouse Gas (GHG) Scopes 1 and 2 emissions on an annual basis.

Future Outlook & International Compliance

Total GHG Intensity Performance:

Our commitment is substantiated by quarterly/yearly GHG monitoring and action. Through the adoption of cleaner technologies, we have catalyzed a positive trend in total GHG emission intensity reduction.

Performance Snapshot:

GHG Emission Intensity during FY 25-26. This includes a decisive reduction in Scope 1 by 21.05% and Scope 2 by 100.00%. We continue to refine our processes, building upon the foundations set in FY 24-25 (which saw a total reduction of 18.23%).

Comparison Data on reduction in GHG Emission:

Years Total Intensity (tco2t)	Scope 1	Scope 2	Total Reduction
FY 23-24	16.30%	35.28%	8.55%
FY 24-25	21.05%	100%	18.23%
FY 25-26	13.33%	14%	5.28%

The Road to Net Zero 2045

Our strategy remains time-bound and aligned with global standards. Reduction of emission in Scope 1 is 20% and Scope 2 is 100% with surplus energy by 2030, with the ultimate target of achieving Net Zero emissions by 2045. In parallel, we actively assess Carbon Border Adjustment Mechanism (CBAM) emissions on a quarterly basis to ensure appropriate measures are taken to reduce the associated carbon impact on our international portfolio.

FORGING A BRIGHTER FUTURE: OUR SOCIAL RESPONSIBILITY

Philosophy & Vision

At Pradeep Metals Limited, the art of forging is more than a manufacturing process; it is a metaphor for how we view our role in society. Just as we temper metal to provide strength and reliability, we are committed to tempering the challenges faced by rural India to create a resilient, self-reliant nation. Our vision is to build a "Solid Foundation" for the next generation, ensuring that geography never dictates a child's destiny.

CSR Policy & Governance

Our initiatives are driven by a deep-seated commitment to Section 135 of the Companies Act, 2013. Guided by our Board's CSR Committee, we focus on high-impact, grassroots interventions. We believe that true corporate citizenship isn't measured by the quantum of spend, but by the qualitative change in the lives of the communities we touch.

Project Focus I: The Ekal Abhiyan Movement

Target Region: Wada, Thane | Initiative: 100 One-Teacher Schools

The "One Village, One School" Blueprint In the remote tribal pockets of Wada, where formal schooling is often a distant dream, Pradeep Metals has adopted **100 Ekal Vidyalayas.** This movement operates on a lean, community-driven model designed to bring functional literacy to the doorstep of those who need it most.

The Model: A single trained local teacher manages a classroom of 25–30 students, ensuring the education is culturally relevant and easily accessible.

The Impact: By supporting these "One Teacher Schools," we are filling the educational vacuum in deep rural landscapes, providing children aged 4–14 with the tools of literacy and numeracy.

Project Focus II: Holistic Village Development

Target Region: Khargone, Madhya Pradesh | Initiatives: Sanskar, Gram & Swavlamban Shiksha

Strengthening the Social Fabric In Khargone, our CSR efforts go beyond the classroom. We implement an integrated "Three-Pillar" approach to community development:

Sanskar Shiksha (Value-Based Learning): We focus on character building through storytelling, yoga, and cultural awareness, ensuring that education is rooted in ethics.

Gram Shiksha (Foundational Literacy): Providing the academic bedrock required for children in remote villages to transition into higher education and formal sectors.

Gram Swavlamban (Empowerment & Self-Reliance): We empower the community by promoting livelihood skills and health awareness, fostering a sustainable ecosystem where villages can thrive independently.

Impact at a Glance

Localized Learning:
Teachers are often local youth, ensuring trust and language compatibility.

Flexible Classrooms:
Education happens under trees, in temples, or courtyards, wherever the community feels at home.

Engagement-First Pedagogy:
Learning is made fun through activity-based methods, including songs, games, and creative storytelling.

Sustainability:
Village committees are formed to manage and support the schools, ensuring the project outlives the initial investment.

Strengthening the Social Fabric:

Fostering character building and self-reliance through an engagement-first pedagogy that makes learning fun and culturally relevant.

OUR PEOPLE

TEMPERING STRENGTH, CULTIVATING POTENTIAL

Forging Our Greatest Asset at PML, we recognize that our structural integrity isn't just found in our engineering; it is forged within our people. We believe in treating our team like the high-quality alloys we work with, tempering their raw potential through deliberate training and shaping a supportive environment where they can excel. Our people are the core strategic alloy that hardens our future. This page showcases how we invest in their skill, safety, and holistic well-being.

Pillar 1: Competency & Compliance

The Initiative:

We are committed to the continuous improvement of our workforce. Through targeted development, we forge technical competence and institutional integrity.

Whistle Blower Training For employees

Cultivating Transparency:

Equipping our employees with the tools and trust to uphold the highest ethical and corporate standards through Whistle Blower Training

Sharpening Interpersonal Skill:

Developing leadership and collaboration through specialized conflict resolution and team management training

Pillar 2: Health, Welfare, and Safety

The Initiative:

We strengthen the resilience of our team by protecting their physical health and fostering a vigilant, proactive culture of safety.

Proactive Wellness:

Bringing regular, comprehensive health assessments directly to our staff via our mobile "Health Checkup On Wheel" service.

Tempering Safety Awareness:

Active employee engagement during TBIA Safety Week, reinforcing a culture where vigilance is everyone's responsibility.

Pillar 3: Community and Engagement

The Initiative:

Our culture hardens when we unite with shared purpose, fostering community spirit through wellness, celebration, and giving.

Empowering Progress:

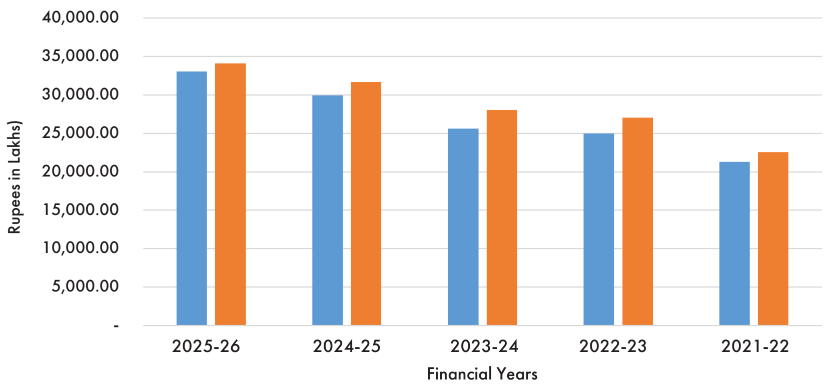
Honoring the contributions of our women workforce during our Women's Day celebration.

Team Unity:

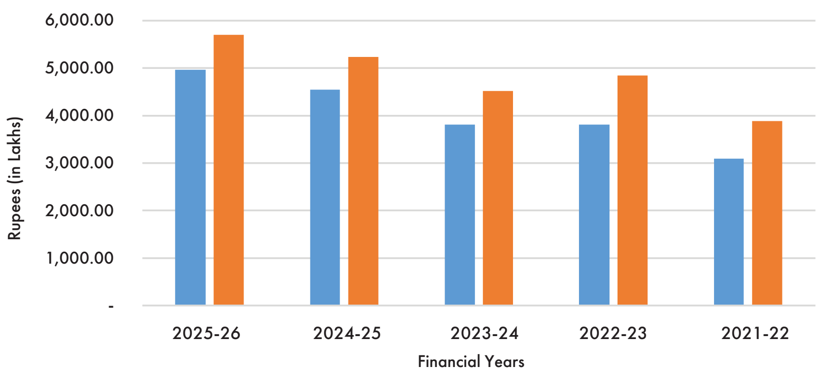
Celebrating teamwork, wellness, and healthy competition at our Company's Sports Day.

PERFORMANCE AT A GLANCE

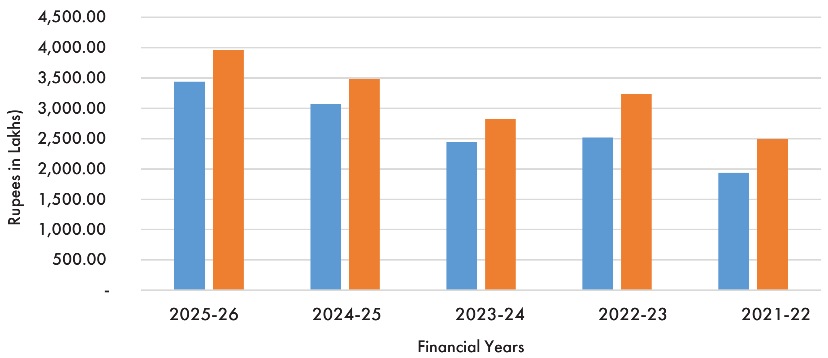
REVENUE AND OTHER INCOME



EBITDA



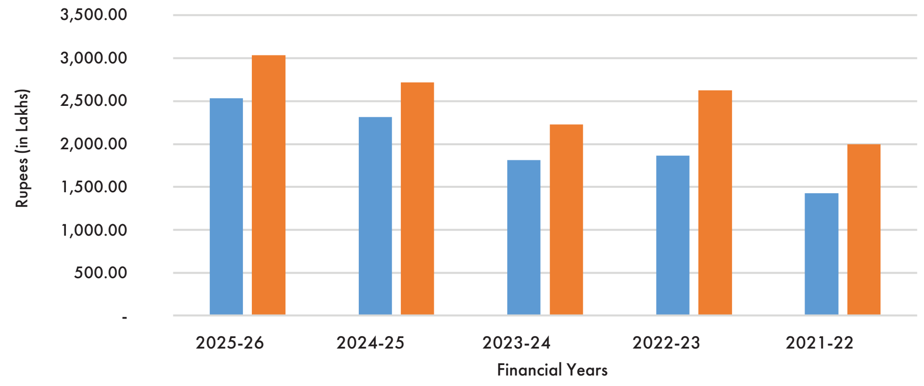
PROFIT BEFORE TAX



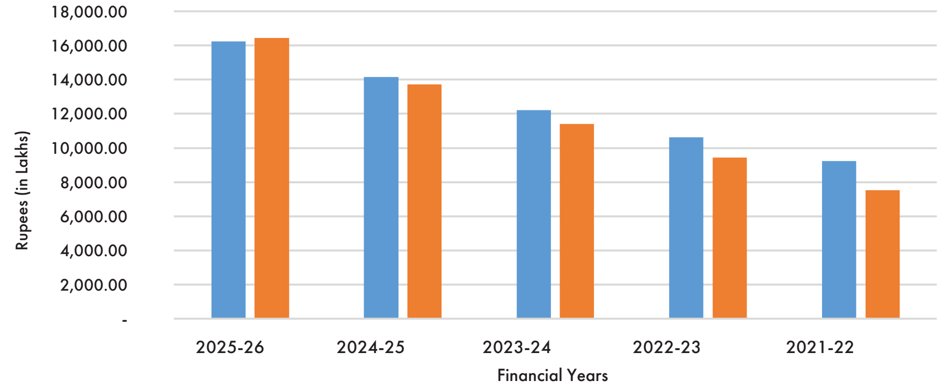
Standalone

Consolidated

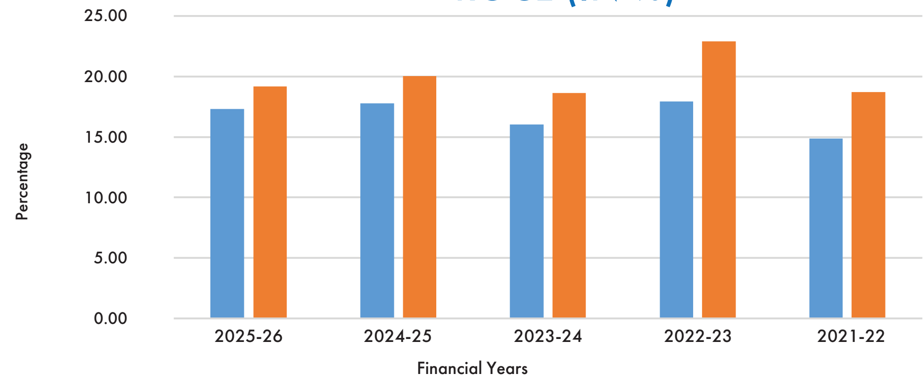
PROFIT AFTER TAX



NET WORTH



ROCE (IN %)



FINANCIAL METRICS

FY 2025-26 marked another year of steady progress for Pradeep Metals Limited, driven by enhanced production efficiencies. Our continued investment in machining infrastructure, new product development, and operational excellence has enabled us to strengthen customer relationships and diversify revenue streams. With a robust financial position and a forward-looking strategy, the Company is well-positioned to capitalise on emerging opportunities.

Key Metrics for FY 2025-26

Rs.33,030.79 Lakhs
Total income / revenue

Rs. 4,965.37 Lakhs
EBITDA

15.03%
EBITDA margin (%)

Rs. 3,435.53 Lakhs
Profit before tax (PBT)

Rs. 2,532.74 Lakhs
Profit after tax (PAT)

Rs.14.67
Earnings per share (EPS)

16.67%
Return on net worth (RoNW)

17.31%
Return on capital employed (ROCE)

Rs. 16,236.09 Lakhs
Net worth

Rs. 1,530.70 Lakhs
Capital expenditure (Capex)

Rs. 6,741.61 Lakhs
Net debt

0.42
Debt-equity ratio

34.53%
R&D expenditure

Rs. 3,015.46 Lakhs
Cash flow from operations

Rs. 431.75 Lakhs
Dividend payout

AGM NOTICE

NOTICE IS HEREBY GIVEN THAT THE FORTY THIRD ANNUAL GENERAL MEETING OF PRADEEP METALS LIMITED WILL BE HELD ON FRIDAY, AUGUST 7, 2026 AT 3:00 P.M. THROUGH VIDEO CONFERENCING/OTHER AUDIO VISUAL MEANS ("VC"/"OAVM") FACILITY TO TRANSACT THE FOLLOWING BUSINESS:

ORDINARY BUSINESS:

1. To consider and adopt:
   a. the Audited Standalone Financial Statements of the Company for the Financial Year ended March 31, 2026, together with the Reports of the Board of Directors and Auditors thereon; and

   b. the Audited Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2026, together with the Reports of the Auditors thereon.

2. To declare Dividend on Equity Shares for the Financial Year ended March 31, 2026.

SPECIAL BUSINESS:

3. To appoint a Director in place of Dr. Kewal Krishan Nohria (DIN: 00060015), who retires by rotation, has attained the age of Seventy-Five years and being eligible, offers himself for re-appointment.

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

''**RESOLVED THAT** pursuant to the provisions of Section 152 and other applicable provisions of the Companies Act, 2013 and the rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), the amended Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and based on the recommendation of the Nomination and Remuneration Committee and that of the Board of the Company, Dr. Kewal Krishan Nohria (DIN: 00060015), Non-Executive Non-Independent Director of the Company, who retires by rotation in terms of Section 152 of the Companies Act, 2013 and who has attained the age of seventy-five years, being eligible and upon his consent, to continue as Director, be and is hereby re-appointed as Non-Executive Non-Independent Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to do all acts and take all such steps as may be necessary, proper or expedient to give effect to this resolution.''

4. To re-appoint Mr. Pradeep Goyal as a Chairman and Managing Director of the Company (DIN: 00008370) for a further period of 3 (Three) years.

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

'**RESOLVED THAT** pursuant to the provisions of Sections 196, 197, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (hereinafter referred to as 'the Act', including any statutory modification(s) or re-enactment(s) thereof for the time being in force) and subject to the approval(s) from the appropriate authorities, if required, consent of the Members of the Company be and is hereby accorded for re-appointment of Mr. Pradeep Goyal (DIN:00008370) as the Chairman and Managing Director of the Company, for a further period of 3 (Three) years commencing from December 17, 2026 to December 16, 2029, on the following terms and conditions:

I.	**Basic Salary**	**From 17.12.2026 to 16.12.2027**	**Rs. 240.00 Lakhs**
		From 17.12.2027 to 16.12.2028	**Rs. 276.00 Lakhs**
		From 17.12.2028 to 16.12.2029	**Rs. 315.00 Lakhs**
II.	**Incentive Pay**	**Financial Year 2026-27 Financial Year 2027-28 Financial Year 2028-29**	**Maximum of 2.5% of PBT**
		To be decided by the Nomination and Remuneration Committee depending on performance of the Company.	
III.	**Perquisites (Including Allowances)**		
	Magazines / Books Allowance	**Rs. 1,14,000/- per annum**	
	Gas / Electricity / Telephone	**Rs. 2,00,000/- per annum**	
	Medical Reimbursement	**Expenditure incurred by the Chairman and Managing Director and his family**	
	Club Fees	**Actual fees for maximum of two clubs.**	
	Leave	**As per Company Rules**	
	Encashment of leave	**As per Company Rules**	
	Car with Driver	**For use on the Company's business**	

RESOLVED FURTHER THAT notwithstanding anything hereinabove stated, where in any Financial Year during the currency of the term of Mr. Pradeep Goyal as the Chairman and Managing Director, the Company has no profits or its profits are inadequate, he shall be paid the remuneration stated above as 'Minimum Remuneration' in the respective Financial Year(s) even if the same may exceed the ceiling limit laid down in Section 197 and Schedule V to the Act.

RESOLVED FURTHER THAT the Board of Directors of the Company or any Committee thereof (hereinafter referred as 'the Board') be and is hereby also authorized to amend, alter, modify or otherwise vary the aforesaid terms and conditions / or remuneration of Mr. Pradeep Goyal, Chairman and Managing Director of the Company from time to time.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to obtain necessary Regulatory approvals (if applicable), to accept any modification to the aforesaid terms of remuneration of Chairman and Managing Director and to do all such other acts, deeds, matters and things as it may in absolute discretion deem fit for the purpose of giving effect to this resolution, including to delegate powers of the Board granted by this resolution to any Committee of Directors, or any Director or Secretary of the Company.

RESOLVED FURTHER THAT the Board of Directors of the Company or any Committee thereof be and is hereby authorized to do all such acts, deeds, matters and things as it may, in it's absolute discretion, think necessary, expedite or desirable; to settle any question that may arise in relation thereto in order to give effect to the foregoing resolution.''

5. To approve the remuneration of the Cost Auditors for the Financial Year ending March 31, 2027.

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, read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force), Mr. Vishesh Naresh Patani, Cost & Management Accountants, Mumbai (Firm Registration Number: 101108), appointed by the Board of Directors of the Company on the recommendation of the Audit Committee, to conduct the audit of the Cost Records of the Company for the Financial Year ending March 31, 2027, be paid a remuneration of Rs. 1,35,000/- (Rupees One Lakh Thirty Five Thousand Only) plus applicable taxes and reimbursement of out of pocket expenses incurred by them in connection of the aforesaid audit."

By order of the Board of Directors
For PRADEEP METALS LIMITED
Sd/-

Abhishek Joshi
Company Secretary & Compliance Officer
ACS: 64446

Place: Navi Mumbai
Date: May 16, 2026

REGISTERED OFFICE:
R-205, MIDC, Rabale,
Navi Mumbai - 400 701
Tel. no. +91-22-27691026 | Fax:+91-22-27691123
Email: investors@pradeepmetals.com Website: www.pradeepmetals.com
CIN: L99999MH1982PLC026191

NOTES

1. The Ministry of Corporate Affairs ('MCA'), vide its circular dated 5 May, 2020, read with the subsequent circulars issued from time to time, the latest one being General Circular No. 03/2025 dated September 22, 2025 (MCA Circulars) (collectively referred to as 'MCA Circulars') has permitted convening the Annual General Meeting ('AGM'/'Meeting') through Video Conferencing ('VC') or Other Audio Visual Means ('OAVM'), without the physical presence of the Shareholders at a common venue.

In accordance with the MCA Circulars, provisions of the Companies Act, 2013 ('the Act') and the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI LODR Regulations'), the AGM of the Company is being held through VC/OAVM. The deemed venue for the AGM shall be the Registered Office of the Company.

2. An explanatory statement pursuant to Section 102(1) of the Act, relating to the Special Business to be transacted at the AGM is annexed hereto.

3. Pursuant to the Circular No. 14/2020 dated April 8, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the Shareholders is not available for this AGM. 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.

4. The Company has appointed Ms. Shweta Gokarn, Practicing Company Secretary (Certificate of Practice Number – 11001/Peer Review Registration: 1693/2022) to act as a Scrutinizer, for conducting the remote E-Voting process and to conduct voting/poll at the AGM, in a fair and transparent manner.

5. The relevant details pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations, 2015"), and the Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking re-appointment at this AGM, forms part of the Corporate Governance Report. The Directors have furnished the requisite consents and declarations for their re-appointment.

6. The Notice of the AGM, along with the Annual Report for the Financial Year 2025-2026, is being sent electronically to those Members whose email IDs are registered with the Company or with National Securities Depository Limited and Central Depository Services (India) Limited, collectively referred to as the 'Depositories'. [SEBI Circulars dated May 12, 2020, January 15, 2021, May 13, 2022, January 5, 2023, October 7, 2023, October 3, 2024 and June 5, 2025, collectively referred as "SEBI Circulars"].

Additionally, pursuant to Regulation 36(1)(b) of the SEBI Listing Regulations, 2015, a letter providing the weblink to the Annual Report for the Financial Year 2025-2026 will be sent to those Shareholder(s) who have not registered their email addresses with the Company, Depositories, Depository Participants, or the Registrar and Transfer Agent ('RTA').

7. The Shareholders can join the AGM in 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 1000 Shareholders 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, Stakeholders Relationship Committee and Corporate Social Responsibility Committee, Auditors etc. who are allowed to attend the AGM without restrictions on account of first come first served basis.

8. The attendance of the Shareholders attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

9. 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 8th April, 2020, 13th April, 2020 and 5th May, 2020 MCA Circulars, the Company is providing facility of remote e-Voting to its Shareholders in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a Shareholder using remote e-Voting system as well as voting on the date of the AGM will be provided by NSDL.

10. In accordance with the aforesaid MCA Circulars and Circular Nos.
SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated May 12, 2020,
SEBI/HO/CFD/CMD2/CIR/P/2021/11 dated January 15, 2021,
SEBI/HO/CFD/CMD2/CIR/P/2022/62 dated May 13, 2022 and SEBI/HO/CFD/PoD-2/P/CIR/2023/4 dated January 5, 2023 issued by Securities Exchange Board of India (collectively referred to as "SEBI Circulars"), the Notice of the AGM along with the Integrated Annual Report for FY 2025-26 is being sent by electronic mode to those Shareholders whose e-mail addresses are registered with the Company/Depositories.

11. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17 / 2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.pradeepmetals.com. The Notice can also be accessed from the Website of the Stock Exchange i.e. BSE Limited at www.bseindia.com and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com.

12. Shareholders 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 Shareholders. 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, Shareholders 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:

Shareholders having valid Permanent Account Number (PAN)	10%* or as notified by the Government of India
Shareholders 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 2026-27 does not exceed Rs.10,000, and also in cases where Shareholders 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 Shareholders 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.

** 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.

For all Shareholders:

The aforementioned forms for tax exemption can be downloaded from the website of MUFG Intime India Private Limited. The URL for the same is as under:

https://web.in.mpms.mufg.com/client-downloads.html- On this page select the General tab. All the forms are available in under the head "Form 15G/15H/10F"

The aforementioned documents (duly completed and signed) are required to be uploaded on the URL mentioned below

https://web.in.mpms.mufg.com/formsreg/submission-of-form-15g-15h.html.

On this page the user shall be prompted to select/ share the following information to register their request.

1. Select the Company (Dropdown)	5. Form selection
2. Folio / DP-Client ID	6. Document attachment – 1 (PAN)
3. PAN	7. Document attachment – 2 (Forms)
4. Financial year (Dropdown)	8. Document attachment – 3 (Any other supporting document)

Please note that the upload of documents (duly completed and signed) on the website of MUFG Intime India Private Limited should be done on or before Record date for the dividend, i.e. July 31, 2026, in order to enable the Company to determine and deduct appropriate TDS / Withholding Tax. Incomplete and/or unsigned forms and declarations will not be considered by the Company. No communication on the tax determination/ deduction shall be considered after July 31, 2026, 6:00 PM. The Company will arrange to email a soft copy of TDS certificate to you at your registered email ID post completion of activities.

Shareholders may note that in case the tax on said interim dividend is deducted at a higher rate in absence of receipt of the aforementioned details/documents from you, option is available to you to file the return of income as per Income Tax Act, 1961 and claim an appropriate refund, if eligible.

All communications/ queries in this respect should be addressed to our RTA, MUFG Intime India Private Limited to its email address rnt.helpdesk@linkintime.co.in

13. Shareholders wishing to claim dividends that remain unclaimed are requested to correspond with the Registrar and Share Transfer Agents or to the Company Secretary, at the Company's registered office. Shareholders are requested to note that dividends that are not claimed within seven years from the date of transfer to the Company's Unpaid Dividend Account, will, as per Section 124 of the Companies Act, 2013, be transferred to the Investor Education and Protection Fund (IEPF). Shares on which dividend remains unclaimed for seven consecutive years will be transferred to the IEPF as per Section 124 of the Act, and the applicable rules.

14. Shareholders holding shares in demat mode, who have not registered their email addresses are requested to register their email addresses with their respective DP, and Shareholders holding shares in physical mode are requested to update their email addresses with the Company's RTA, MUFG Intime India Private Limited at rnt.helpdesk@in.mpms.mufg.com, to receive copies of the Annual Report 2025-26 in electronic mode. Shareholders may follow the process detailed below for registration of email ID to obtain the report and update of bank account details for the receipt of dividend.

Type of Shares held	Procedure	
Physical	For availing the following investor services, send a written request in the prescribed forms to the RTA of the Company, MUFG Intime India Private Limited either by email to rnt.helpdesk@in.mpms.mufg.com or by post to C 101, 247 Park, L.B.S. Marg, Vikhroli (West), Mumbai - 400083.	
	Form for availing investor services to register PAN, email address, bank details and other KYC details or changes / update thereof for securities held in physical mode	Form ISR-1
	Update of signature of securities holder	Form ISR-2
	For nomination as provided in the Rules 19 (1) of Companies (Share Capital and Debenture) Rules, 2014	Form SH-13
	Declaration to opt out	Form ISR-3
	Cancellation of nomination by the holder(s) (along with ISR3) / Change of Nominee	Form SH-14
	Form for requesting issue of Duplicate Certificate and other service requests for shares / debentures / bonds, etc., held in physical form	Form ISR-4
	The forms for updating the above details are available at -https://www.pradeepmetals.com/furnishing-of-pan-kyc-details-and-nominationby-holders-of-physical-securities/	
Demat	Please contact your DP and register your email address and bank account details in your demat account, as per the process advised by your DP.	

15. Since the AGM will be held through VC/OAVM, the route map of the venue of the Meeting is not annexed hereto.

16. REGISTRATION OF BANK EMAIL ID AND BANK ACCOUNT DETAILS:

a. In case the Shareholder's email ID is already registered with the Company/its Registrar & Share Transfer Agent "RTA"/Depositories, log in details for e-voting are being sent on the registered email address.

b. In case the Shareholder has not registered his/her/their email address with the Company/its RTA/ Depositories and/or not updated the Bank Account mandate for receipt of dividend, the following instructions are to be followed:

I. Kindly log in to the website of our RTA, MUFG Intime India Private Ltd., https://in.mpms.mufg.com/ under Investor Services > Email/Bank detail Registration - fill in the details and upload the required documents and submit. OR

II. **In the case of Shares held in Demat mode:**
The Shareholder may please contact the Depository Participant ("DP") and register the email address and bank account details in the demat account as per the process followed and advised by the DP.

17. Securities of listed Companies would be transferred in dematerialized form only w.e.f. April 1, 2019. In view of the same, Shareholders holding shares in physical form are requested to convert their holdings to dematerialized form to eliminate all risks associated with physical shares and for ease of portfolio management. Shareholders can contact the Company's RTA for assistance in this regard.

18. SEBI has issued a circular dated March 19, 2025, titled "Harnessing DigiLocker as a Digital Public Infrastructure for Reducing Unclaimed Assets in the Indian Securities Market" to address the issue of unclaimed financial assets. This initiative enables investors to store and access information of their demat and mutual fund holdings through DigiLocker, a key Digital Public Infrastructure, benefiting investors and their families.

Shareholders can also appoint Data Access Nominees within the DigiLocker application. In case of an unfortunate event of demise of Shareholder, the nominees will be provided read only access to the DigiLocker account, ensuring that essential financial information is accessible to legal heirs. For details, you may refer the above mentioned circular at https://www.sebi.gov.in/legal/circulars/mar2025/harnessingdigilocker-as-a-digitalpublic-infrastructure-forreducing-unclaimedassets-in-theindian-securitiesmarket_92769.html.

THE INSTRUCTIONS FOR SHAREHOLDERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:-

The remote e-voting period begins on Tuesday, August 4, 2026 at 09:00 A.M. and ends on Thursday, August 6, 2026 at 05:00 P.M. (IST). The remote e-voting module shall be disabled by NSDL for voting thereafter. The Shareholders whose names appear in the Register of Members / Beneficial Owners as on the record date (cut-off date) i.e. July 31, 2026, may cast their vote electronically. The voting right of Shareholders shall be in proportion to their share in the paid-up Equity Share Capital of the Company as on the cut-off date, being July 31, 2026.

How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below:

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual Shareholders holding securities in demat mode

In terms of SEBI circular 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.

Login method for Individual Shareholders holding securities in demat mode is given below:

Type of Shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	**1.** Existing IDeAS users can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on Company name or e-Voting service provider i.e. NSDL and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
	2. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp
	3. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ 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 be opened. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Type of Shareholders	Login Method
	4. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. **NSDL Mobile App is available on** App Store Google Play
Individual Shareholders holding securities in demat mode with CDSL	**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 users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then user your existing my easi username & password.
	2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the e-voting is in progress as per the information provided by Company. On clicking the e-voting 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 & voting during the meeting. Additionally, there is also link provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.
	3. If the user is not registered for Easi/Easiest, option to register is available at CDSL website www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option.
	4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from an e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, users will be able to see the e-Voting option where the e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.

Type of Shareholders	Login Method
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. 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 i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Shareholders 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. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Shareholders facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at 022 - 4886 7000 and 022 - 2499 7000
Individual Shareholders holding securities in demat mode with CDSL	Shareholders facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

B) Login Method for e-Voting and joining virtual meeting for Shareholders other than Individual Shareholders holding securities in demat mode and Shareholders holding securities in physical mode.

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.

2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.

3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.
Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.

4. **Your User ID details are given below:**

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Shareholders who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example, if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******.
b) For Shareholders who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example, if your Beneficiary ID is 12************** then your user ID is 12**************
c) For Shareholders holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the Company For example, if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

5. **Password details for Shareholders other than Individual Shareholders are given below:**

   a. If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.

   b. If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password', and the system will force you to change your password.

   c. **How to retrieve your 'initial password'?**

      I. If your email ID is registered in your demat account or with the Company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

      II. If your email ID is not registered, please follow steps mentioned below in **process for those Shareholders whose email ids are not registered.**

6. **If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:**

- Click on "Forgot User Details/Password?"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
- Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
- If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
- Shareholders can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join General Meeting on NSDL e-Voting system.

How to cast your vote electronically and join General Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.

2. Select "EVEN" of Company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".

3. Now you are ready for e-Voting as the Voting page opens.

4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

5. Upon confirmation, the message "Vote cast successfully" will be displayed.

6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for Shareholders

1. Institutional Shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to shweta@shwetagokarn.com with a copy marked to evoting@nsdl.co.in. Institutional Shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.

3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on.: 022 - 4886 7000 and 022 - 2499 7000 or send a request to Mr. Suketh Shetty at evoting@nsdl.co.in

Process for those Shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide 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 investors@pradeepmetals.com.

2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) to investors@pradeepmetals.com. If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual Shareholders holding securities in demat mode.

3. Alternatively, Shareholder/ Members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.

4. In terms of SEBI circular 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 required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR SHAREHOLDERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

2. Only those Shareholders, who will be present in the AGM through VC/OAVM facility and have not cast 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 in the AGM.

3. Shareholders who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.

4. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

INSTRUCTIONS FOR SHAREHOLDERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Shareholders will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Shareholders may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC/OAVM" placed under "Join meeting" menu against Company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the Shareholders who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2. Shareholders are encouraged to join the Meeting through Laptops for better experience.

3. Further Shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

4. 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.

5. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at investors@pradeepmetals.com. The same will be replied by the Company suitably.

6. Shareholders who would like to express their views/have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at investors@pradeepmetals.com. The same will be replied by the Company suitably.

The Scrutinizer shall, immediately after the conclusion of voting at the 43rd AGM, first count the votes cast during the 43rd AGM, thereafter unblock the votes cast through remote e-voting and make, not later than 48 hours of conclusion of the 43rd AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same. The Results declared along with the report of the Scrutinizer shall be placed on the website of the Company (www.pradeepmetals.com) and on the website of NSDL (www.evoting.nsdl.com) immediately. The result will also be displayed on the Notice Board of the Company at its Registered Office. The Company shall simultaneously forward the results to BSE Limited, where the shares of the Company are listed. The resolutions, if passed by requisite majority, shall be deemed to have been passed on the date of the 43rd AGM i.e. August 7, 2026.

ANNEXURE TO THE NOTICE

Explanatory Statement Pursuant to Section 102 of the Companies Act, 2013

Item No. 3

To appoint a Director in place of Dr. Kewal Krishan Nohria (DIN: 00060015), who retires by rotation, has attained the age of Seventy-Five years and being eligible, offers himself for re-appointment.

The Members of the Company, at the 40th Annual General Meeting held on August 4, 2023 had approved the continuation of appointment of Dr. Kewal Krishan Nohria, who had attained the age of Seventy-Five years as a Non-Executive Non-Independent Director of the Company, liable to retire by rotation, vide Special Resolution, pursuant to the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018.

Dr. Nohria has a rich and prudent experience in Electrical and Electronics industry and has provided valuable guidance to the Company from time to time. Hence, in the interest of the Company, it has been thought prudent to continue to avail his considerable expertise and thereby continue his Directorship.

The Board of Directors, based on the recommendation of Nomination and Remuneration Committee, have recommended the re-appointment of Dr. Kewal Krishan Nohria for approval of Members at ensuing Annual General Meeting.

Additional details with regard to the nature of his expertise in specific functional areas and names of companies in which he holds Directorships / Chairmanships and Memberships / Chairmanships of Board Committees, shareholding and relationships between Directors inter-se as stipulated under Listing Regulations, are provided in the Corporate Governance Report forming part of the Annual Report. This Statement may also be regarded as a disclosure under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Except Dr. Kewal Krishan Nohria, none of the Directors / Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in passing of this Resolution.

The Board recommends passing of the Resolution set out at Item No. 3 of the accompanying notice as Special Resolution.

Item No. 4

To re-appoint Mr. Pradeep Goyal as a Chairman and Managing Director of the Company (DIN: 00008370) for a further period of 3 (Three) years

The Members of the Company had accorded their approval for re-appointment of Mr. Pradeep Goyal as the Chairman and Managing Director of the Company for a period of 3 years with effect from December 17, 2023 till December 16, 2026 and the remuneration payable to him, by passing a Special Resolution at its 40th Annual General Meeting held on August 4, 2023. The tenure of Mr. Goyal as Chairman and Managing Director is expiring as on December 16, 2026.

The Board of Directors / Nomination & Remuneration Committee, at their meeting held on May 16, 2026, after careful consideration and deliberation on Mr. Goyal's qualifications, experience, expertise and responsibilities shouldered by him and rising volume of Company's business and profits and the practice prevailing in the Industry, thought it prudent and in the best interest of the Company that Mr. Goyal be re-appointed as Chairman and Managing Director of the Company for the tenure of 3 (three) years with effect from December 17, 2026 till December 16, 2029, on the terms and conditions and remuneration as mentioned in Resolution No. 4, subject to approval of its Members by a Special Resolution.

The information as required under Part II Section II (A)(iv) of Schedule V of the Companies Act, 2013 is given:

I. General Information

Sr. No.	Particulars	Information	
1.	**Nature of Industry** Date or expected date of commencement of commercial production.	The Company is an existing Company and has been carrying out business for more than 40 years.	
2.	In case of a new Company, expected date of commencement of activities as per project approved by Financial Institutions appearing in the prospectus	Not Applicable	
3.	Financial Performance (standalone) based on given Indicators	**Financial year 2025-26:** **Gross Revenue : Rs. 32,784.87 Lakhs** **Profit before Interest, Depreciation and Tax: Rs. 4,312.74 Lakhs** **Profit after Tax (Before OCI): 3,435.53 Lakhs** **Rate of Dividend: 25%** **Earnings per Share: Rs. 14.67/-**	
4.	*Foreign Investments or Collaborations, if any (as on March 31, 2023)	1. Investment in Pradeep Metals Limited Inc, Houston, USA (WOS)	a) Equity/Investment: Rs. 3,579.33 Lakhs (At cost)

***Exchange Rate of USD 1= Rs. 94.835 for FY 2025-26**

II. Director's Information

Sr. No.	Particulars	Information
1.	Background details	Mr. Pradeep Goyal is associated with the Company since its incorporation. He is a qualified engineer having completed his B. Tech (Metallurgy) from Indian Institute of Technology, Kanpur (1978) and obtained his S.M. (Materials Science and Engineering) from the world renowned Massachusetts Institute of Technology, Cambridge, MA, USA, (1980).
2.	Past Remuneration	The annual remuneration drawn by Mr. Pradeep Goyal during the past two years is as follows:
		Year: FY 2024-25 — Rs. In Lakhs: Rs. 174.96 Lakhs p.a. plus Rs. 86.58 Lakhs perquisites
		Year: FY 2025-26 — Rs. In Lakhs: Rs. 198.97 Lakhs p.a. plus Rs. 81.96 Lakhs perquisites
3.	Recognition or Awards	Mr. Pradeep Goyal was awarded the 1st Rank in Metallurgy at I.I.T., Kanpur and received Silver Medal from the President of India. Best Student Metallurgist Award was conferred on him by the Indian Institute of Metals in 1978. He is the recipient of several awards and scholarships all through his career.
4.	Job Profile and his suitability	Mr. Pradeep Goyal is associated with Company since its incorporation and he is on its Board of Directors since the year 1983. He has been acting as Managing Director of the Company since 17th December, 2000. In 2010, he was elevated as Chairman & Managing Director of the Company. The Company has been growing due to his technical, marketing and managerial expertise.
5.	Comparative Remuneration Profile with respect to industry; size of Company; profile and position of the person	Considering the qualification and experience of Mr. Pradeep Goyal and looking to the considerable growth of the Company its increasing revenue and the responsibilities shouldered by him, the remuneration proposed to be paid is commensurate with the remuneration packages paid to similar level counterpart(s) in the Industry.
6.	Pecuniary relationship directly or indirectly with the Company or relation with Managerial Person	Mr. Pradeep Goyal belongs to the Promoter Group and is related to Mrs. Neeru P. Goyal, Director. Besides remuneration being paid/ proposed to be paid, he does not have any pecuniary relationship with the Company.

III. Other Information

Sr. No.	Particulars	Information
1.	Reasons of loss or inadequate profits	NA
2.	Steps taken or proposed to be taken for improvement	NA
3.	Expected increase in productivity and profits in measurement terms	Considering the market conditions prevailing globally and efforts made by the management to develop new products and customers and, barring unforeseen circumstances, the Company expects to achieve improved revenue and profitability in next 2 years.

IV. Disclosures

Sr. No.	Particulars	Information
1.	Remuneration package of the appointee	As per the terms and conditions given in the Special Resolution and its Explanatory Statement under Item No. 04
2.	Details of fixed component and performance linked	Disclosure on all elements of remuneration package of all the Directors of the Company have been made in the Corporate Governance Report which forms a part of the Annual Report of the Company for FY 2025-26.
3.	Service Contract, Notice Period, Severance Fees	NA
4.	Stock Options details, if any, and whether the same has been issued at a discount as well as the period over which accrued and over which exercisable	NA

Mr. Pradeep Goyal has attained Seventy Years of age. However, considering his qualifications, experience, expertise, responsibilities shouldered by him, the rising volume of Company's business and profits earned by it, the proposed re-appointment and terms of remuneration can be considered reasonable. Your Directors are of the opinion that the re-appointment of Mr. Pradeep Goyal as Chairman and Managing Director and Promoter of the Company is in the best interest of the Company.

Except Mr. Pradeep Goyal, Mrs. Neeru P. Goyal, Directors and Promoters and Mr. Abhinav Goyal, Director of the Company, none of the other Directors / Key Managerial Personnel of the Company and their relatives is, anyway, concerned or interested, financially or otherwise, in this Resolution. Further, Mr. Pradeep Goyal holds 9.13% shareholding of the Company and belongs to the Promoters Group.

The above Explanatory Statement shall be construed as an abstract of the terms of the appointment / reappointment / variations, together with a Memorandum of interest or concern of the interested Directors, as prescribed under Section 190 of the Companies Act, 2013.

The Board recommends passing of the Resolution set out at Item No. 4 of the accompanying notice as Special Resolution.

Item No. 5

Approve the remuneration of the Cost Auditors for the financial year ending March 31, 2027:

The Board of Directors, on the recommendation of the Audit Committee at its Meeting held on May 16, 2026 approved the appointment of Mr. Vishesh Naresh Patani, Cost & Management Accountants, Mumbai (Firm Registration Number: 101108), to conduct the audit of the cost records of the Company for the financial year ending March 31, 2027 at a remuneration of Rs. 1,35,000/- (Rupees One Lac Thirty Five Thousand Only) plus applicable taxes and reimbursement of out of pocket expenses at actual. In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, consent of the Members is sought by passing an Ordinary Resolution, as set out at Item No. 5 of the Notice, for the remuneration payable to the Cost Auditors for the financial year ending March 31, 2027.

The Board commends passing of the Resolution set out at Item No. 5 of the accompanying Notice as **Ordinary Resolution.**

By order of the Board of Directors
For Pradeep Metals Ltd

Sd/-

Abhishek Joshi
Company Secretary & Compliance Officer
Membership No: A64446

Place: Navi Mumbai
Date: May 16, 2026

DIRECTORS' REPORT

Your Directors are pleased to present the Forty Third Annual Report together with the Audited Financial Statements for the year ended March 31, 2026.

1. FINANCIAL RESULTS:

The Company's standalone financial performance for the year ended March 31, 2026, is summarized below:

(Rupees in Lakhs)

Year Ended	31.03.2026	31.03.2025
Total Income	33,030.79	29,953.39
Profit before Depreciation and Taxes	4,312.74	3,869.22
Less: Depreciation & amortization expenses	877.21	802.40
Profit before taxes	3,435.53	3,066.83
Less: Provision for taxes	902.79	752.26
Profit after tax for the year	2,532.74	2,314.56
Other Comprehensive Income (Net of Taxes)	(7.60)	(42.49)
Total Comprehensive Income	2,525.14	2,272.07

2. RESULTS OF OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS:

The Company has achieved Revenues from Operations and Other Income of Rs. 33,030.79 Lakhs during the Financial Year ended March 31, 2026, an Increase of 10.27% over the previous year. Profit before Taxes for the year have Increased by 12.02% and Profit after Taxes Increased by 9.43% during the year.

The consolidated Income of the Company is Rs. 34,074.43 Lakhs in the current year as compared to Rs. 31,706.60 Lakhs in the previous year, i.e. an Increase of 7.47%. The consolidated Profit before Taxes for the current year is Rs. 3,958.67 Lakhs as compared to Rs. 3,486.37 Lakhs in the previous year, i.e. an Increase of 13.55%. The consolidated Profit after Taxes for the current year is Rs. 3,033.72 Lakhs as compared to Rs. 2,717.37 Lakhs in the previous year, i.e. an Increase of 11.64%.

The performance of the Company has improved compared to the previous year, driven by the addition of new customers, a diversified product mix, cost optimization measures, and effective management control.

Further, the Board has recently approved an investment of up to Rs. 250 Crores for setting up a Greenfield Manufacturing Facility at Butibori, Nagpur aimed at catering to the rapidly growing global demand for defense equipment arising from evolving geopolitical dynamics (with a particular focus on precision-engineered defense components such as artillery shell casings that require high-quality forging).

Europe's decision to materially enhance defense spending, coupled with India's expanding defense cooperation arrangements with European nations, is expected to create sustained export opportunities for Indian manufacturers. In this context, India's emergence as a reliable, cost-competitive, and strategically aligned

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3. DIVIDEND:

The Directors have recommended a Final Dividend of 25% i.e., Rs. 2.50 per Equity Share of Rs. 10/- each for the Financial Year ended March 31, 2026 at the Board Meeting held on May 16, 2026.

The declaration of dividend is in accordance with the Company's Dividend Distribution Policy which is available on the Company's website and can be accessed at https://www.pradeepmetals.com/policies/

4. TRANSFER TO RESERVES:

No amount has been transferred to the General Reserve.

5. CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There was no change in the nature of business of the Company during the year under review.

6. MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT:

Management's Discussion and Analysis Report for the year under review, in terms of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the "Listing Regulations") and SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 (the "Amended Listing Regulations"), forms part of this report.

7. SCHEME OF ARRANGEMENT:

The Board of Directors at their Meeting held on March 3, 2025, based on the recommendations of the Independent Directors' Committee and Audit Committee, has considered and approved a Scheme of Amalgamation of Nami Capital Private Limited ("NCPL" or "Transferor Company") with Pradeep Metals Limited ("PML" of "Transferee Company" or "the Company") and their respective Shareholders ("the Scheme") presented under Sections 230 to 232 read with Section 66 and other relevant provisions of the Companies Act, 2013 ("the Act") and the Rules framed thereunder.

The Transferor Company is engaged mainly in the business of (i) trading in steel metals and (ii) trading and investing in quoted and unquoted securities.

The Scheme is subject to receipt of approvals of Shareholders and Creditors of the Companies involved and approval of other regulatory authorities as may be required, including those of the BSE Limited, Securities and Exchange Board of India, the National Company Law Tribunal, Mumbai Bench ("NCLT") and other regulatory authorities, as applicable.

The Amalgamation of the Transferor Company with the Transferee Company is sought to achieve simplification of the group structure and better utilization of resources of both the Companies.

There is no cash consideration involved in the scheme. Based upon the Share Exchange Ratio Report, the Fairness Opinion and the recommendations received from the Independent Directors' Committee and the Audit Committee, the Board has approved the Scheme for the transfer and vesting of NCPL into the Company, in consideration for which the Company will issue and allot to the Shareholders of NCPL its Equity Shares of the face value of Rs. 10 (Rupees Ten only) each, credited as fully paid up in the Company, without any further act or deed, due to operation of law and upon this Scheme becoming effective.

Hon'ble NCLT has, vide order dated April 8, 2026, dispensed with the requirement for convening the Meeting of Unsecured Creditors of the Company. It has ordered the Company to convene a Shareholders' Meeting, which is being convened on Friday, June 12, 2026.

The Scheme of Amalgamation along with relevant documents have been uploaded on the Company's website at https://www.pradeepmetals.com/scheme-of-amalgamations/

8. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES:

The Company has one Wholly Owned Subsidiary, namely Pradeep Metals Limited, Inc., Houston, USA (WOS) and one Wholly Owned Step-Down Subsidiary, namely Dimensional Machine Works LLC, Houston, USA (SDS). The financials of both the Subsidiaries are included in the Consolidated Financial Statements which are prepared in accordance with the relevant Accounting Standards issued by the Institute of Chartered Accountants of India and forms part of this Report.

The WOS is engaged in trading of the products manufactured by the Company. The WOS is also engaged in the agency business for marketing of the products of the Company in the international market. Apart from adding new business, this has helped the Company to serve the customers falling in different time zones with faster response and service.

The SDS has been engaged in manufacturing, trading and warehousing of components for Engineering industry in USA market.

The total income of the WOS and the SDS was Rs. 3,162.98 Lakhs (USD 3.559 Million) and Rs. 3,105.60 Lakhs (USD 3.495 Million) for the current year as compared to Rs. 2,896.59 Lakhs (USD 3.423 Million) and Rs. 3,371.84 Lakhs (USD 3.985 Million) for the previous year, respectively. The combined profit before Taxes of both the Subsidiaries amounted to Rs. 363.66 Lakhs (USD 0.409 Million) for the year as compared to Rs. 461.88 Lakhs (USD 0.524 Million) in the previous year.

During the year, the WOS has also earned the Agency Commission income of Rs. 688.34 Lakhs (USD 0.778 Million) as compared to Rs. 593.61 Lakhs (USD 0.705 Million) during the previous year.

The Company doesn't have any Joint Venture or Associate Company.

As required by the Companies (Accounts) Rules, 2014, a report on performance and financial position of each of the subsidiaries, included in the Consolidated Financial Statements, is annexed to this Report as Annexure A (Form No. AOC-1).

Material Subsidiaries:

Pursuant to amended Regulation 16(1)(c) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, "Material Subsidiary" means a Subsidiary whose income or net worth exceeds ten percent of the consolidated income or net worth, respectively, of the Company and its Subsidiaries in the immediately preceding accounting year.

The Board of Directors of the Company has approved a Policy for determining material subsidiaries which is in line with the Listing Regulations as amended from time to time. The Policy has been uploaded on the Company's website https://www.pradeepmetals.com/policies/.

Pradeep Metals Limited, Inc., Houston, USA, a Wholly Owned Subsidiary and Dimension Machine Works LLC, Wholly Owned Step-Down Subsidiary fall under the definition of Material Subsidiaries as mentioned above.

9. DEPOSITS:

The Company has neither invited nor accepted any fixed deposits from the public and hence, no amount of principal or interest was outstanding in respect thereof on

10. CREDIT RATING:

The Company's financial discipline and prudence is reflected in the credit ratings ascribed by the rating agency as given below:

Rating Agency	CRISIL Limited
Date of Rating	April 17, 2025
Total Bank Loan facilities rated	Rs.10,200 Lakhs
Long-term Rating	CRISIL BBB /Stable (Rating reaffirmed)
Short-term Rating	CRISIL A3+ (Reaffirmed)

11. SHARE CAPITAL:

During the year under review, there was no change in the Company's Issued, Subscribed and Paid-up Equity Share Capital which consisted of 1,72,70,000 Equity Shares of Rs. 10/- each as on March 31, 2026. The Company has issued only one class of Equity Shares and it has not issued Shares with differential rights.

The Company has not issued any Equity Shares under Sweat Equity Share Capital or Employee Stock Option Scheme.

12. DIRECTORS AND KEY MANAGERIAL PERSONNEL:

As on March 31, 2026, the Company has Eight (8) Directors consisting of Four (4) Independent Directors (of which one is Woman Director), One (1) Executive Director and Three (3) Non-Executive Non-Independent Directors (of which one is Woman Director).

Re-appointment:

1. In accordance with the provisions of Section 152(6) of the Companies Act, 2013 ('the Act'), Dr. Kewal Krishan Nohria (DIN: 00060015), Non-Executive Non-Independent Director, retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible, has offered himself for re-appointment. Details of his background are given in the Corporate Governance Report, which forms part of this Annual Report.

2. The present term of Mr. Pradeep Goyal (DIN: 00008370) as the Chairman and Managing Director of the Company is due to expire on December 16, 2026. Considering his satisfactory performance and the significant growth achieved by the Company under his leadership, it is proposed to re-appoint him as the Chairman and Managing Director of the Company for a further period of three (3) years, commencing from December 17, 2026 and ending on December 16, 2029, subject to the approval of the Shareholders at the ensuing Annual General Meeting.

Mr. Pradeep Goyal attained the age of seventy years on November 20, 2025. Accordingly, pursuant to the provisions of Section 196(3)(a) of the Companies Act, 2013, read with the applicable provisions of the Act and the Rules made thereunder, approval of the Shareholders by way of a Special Resolution is being sought for his continuation and re-appointment as the Chairman and Managing Director of the Company notwithstanding his having attained the age of seventy years.

Key Managerial Personnel:

Pursuant to the provisions of Section 203 of the Act, Mr. Pradeep Goyal, Chairman & Managing Director, Ms. Kavita Choubisa Ojha, Chief Financial Officer and Mr. Abhishek Joshi, Company Secretary and Compliance Officer are the Key Managerial Personnel of the Company as on the date of this Report.

13. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The information required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is annexed to this Report as **Annexure B.**

14. DIRECTORS' RESPONSIBILITY STATEMENT:

In terms of the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013 ('the Act'), the Board of Directors, in respect of the year ended March 31, 2026, hereby confirm that:

a. in the preparation of the annual accounts, the applicable accounting standards have been followed and there are no material departures;

b. they have selected such accounting policies and applied them consistently and made judgments and estimates that are 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 and loss of the Company for that period;

c. they have taken proper and sufficient care for the 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 fraud and other irregularities;

d. they have prepared the annual accounts on a going concern basis;

e. they have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively; and

f. they have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

15. a) DECLARATION BY INDEPENDENT DIRECTORS:

- The Company has received declarations from all Independent Directors of the Company, confirming that they meet the criteria of independence as laid down under Section 149(6) of the Companies Act, 2013 and the Listing Regulations.
- In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties as Independent Director.
- On the basis of declarations received from all Independent Directors and after undertaking a due assessment of the veracity of the same, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations and that they are independent of the Management.

16. POLICY ON DIRECTOR'S APPOINTMENT AND REMUNERATION ETC:

The Company has put in place appropriate policy on Directors' appointment and remuneration, including criteria for determining qualifications, positive attributes, independence of Directors and other matters provided in Section 178(3) of the Companies Act, 2013.

The salient features of Company's policy on Directors' remuneration have been disclosed in the Corporate Governance Report, which f orms part of this Report.

17. ANNUAL EVALUATION OF BOARD'S PERFORMANCE, ITS COMMITTEES AND INDIVIDUAL DIRECTORS:

Pursuant to the provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, evaluation of the Board as a whole, individual Directors, Committees and Chairman was undertaken by circulating structured questionnaire to all the Directors, taking into consideration the guidelines issued by SEBI.

The Nomination and Remuneration Committee reviewed the performance of Individual Directors, the Board as a whole, Committees of the Board and Chairman & Managing Director after taking into consideration feedback received from the Directors. The evaluation was done on various parameters such as vision and strategy, participation, disclosures of interests, review of risk management policies and evaluating plans with reference to risk and return, good governance, leadership skills, operations, business development, human resources development, corporate communication, etc. as per the structured questionnaire circulated the feedback received from the Directors were then consolidated and discussed at the Board Meeting held on May 16, 2026. The Directors expressed their satisfaction with the evaluation process and the performance.

18. CORPORATE GOVERNANCE AND VIGIL MECHANISM:

A detailed Report on Corporate Governance, pursuant to the requirements of Regulation 34(3) of the Listing Regulations, forms an integral part of this Report. A Certificate from the Auditors of the Company, M/s. KKC & Associates LLP, Chartered Accountants, confirming compliance with the conditions of Corporate Governance as stipulated under Schedule V (E) of the Listing Regulations, is annexed to this Report as Annexure C.

The Business Responsibility Report, as required by Regulation 34(2) of the Listing Regulations, is not applicable to the Company for the Financial Year ending March 31, 2026.

The Vigil Mechanism of the Company also incorporates a Whistle Blower Policy in terms of the Listing Regulations thereby establishing a vigil mechanism for the Directors and permanent employees for reporting genuine concerns, if any. Protected disclosures can be made by a whistle blower through an e-mail or dedicated telephone line or a letter to the Chairman of the Audit Committee. The policy on vigil mechanism and whistle blower policy may be accessed on the Company's website at the link: https://www.pradeepmetals.com/policies/.

19. RISK MANAGEMENT:

The Directors had constituted a Risk Management Committee which was entrusted with the responsibility to assist the Board in (a) Overseeing and approving the Company's risk management framework; and (b) Overseeing that all the risks that the organization faces such as strategic, financial, credit, market, liquidity, security, property, IT, Legal, regulatory, reputational and other risks have been identified and assessed and there is an adequate risk management infrastructure in place capable of addressing those risks. However, since the constitution of Risk Management Committee is not applicable to the Company as per the Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, the Risk Management Committee was dissolved w.e.f. May 13, 2017 and the Audit Committee currently looks into the Risk Management functions.

20. CORPORATE SOCIAL RESPONSIBILITY (CSR):

The Company has formulated a Corporate Social Responsibility Policy (CSR Policy) indicating the activities to be undertaken by the Company. It has been approved by the Board and the same has been hosted on the Company's website:
https://www.pradeepmetals.com/policies.

The key philosophy of all CSR initiatives of the Company is guided by three core commitments of Scale, Impact and Sustainability. During the year, the Company has spent Rs. 52.78 Lakhs against the annual requirement of Rs. 52.41 Lakhs for the year 2025-26 on CSR activities.

Pursuant to the amendments in the CSR Rules dated January 22, 2021, the constitution of CSR Committee is applicable where the CSR amount to be spent by a Company exceeds Rs. 50 Lakhs. Accordingly, since the CSR expenditure obligation of the Company during the FY 2025-26 exceeds Rs. 50 Lakhs, the provisions relating to constitution of a CSR Committee have become applicable to the Company.

Given the above, CSR Committee consisting of Mr. Pradeep Goyal (Chairman), Mrs. Neeru Goyal and Mr. Jayavardhan Diwan was formed by the Board of Directors of the Company which is responsible for implementation of the CSR projects/activities.

The Company has identified focus areas of engagement which have been enumerated in Annexure D to this Report.

21. AUDIT COMMITTEE:

The details in respect of the Audit Committee are included in the Corporate Governance Report, which forms part of this Report.

22. AUDITORS AND AUDITORS' REPORT:

a. Statutory Auditors

Pursuant to the provisions of Section 139(1) of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. KKC & Associates LLP, Chartered Accountants (Firm Registration No. 105146W/W100621), were appointed in 42nd AGM as the Statutory Auditors of the Company, for a term of 5 years i.e., till the conclusion of 47th AGM of the Company to be held in the year 2030.

Auditors' Report

The Notes on Financial Statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments.

No fraud was reported by the Auditors under Sub-section (12) of Section 143 of Companies Act, 2013.

b. Cost Auditors

As per the requirement of Central Government and pursuant to the provisions of Section 148 of the Companies Act, 2013 (the Act) read with the Companies (Cost Records and Audit) Rules, 2014, as amended from time to time, the Company has been carrying out audit of its cost records every year.

The Board of Directors, on the recommendation of the Audit Committee, has re-appointed M/s. Vishesh Naresh Patani, Cost & Management Accountants, (Firm Registration No. 101108), as Cost Auditors to audit the cost accounts of the Company for the Financial Year 2026-27 at a remuneration of Rs. 1,35,000/- (plus applicable taxes and reimbursement of out-of-pocket expenses at actuals).

Pursuant to Section 148 of the Act, a resolution seeking Members' approval for the remuneration payable to the Cost Auditors forms part of the Notice convening the ensuing AGM.

The relevant Cost Audit Report for the Financial Year 2024-25 was filed with the Ministry of Corporate Affairs on September 6, 2025. No adverse comments have been made in the said Report.

c. Secretarial Auditors and Secretarial Audit Report

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Rules made thereunder, M/s. Shweta Gokarn & Co., Practicing Company Secretaries, Navi Mumbai (Certificate of Practice Number: 11001; Peer Review No. 1693/2022) were appointed as the Secretarial Auditors to conduct Secretarial Audit for the Financial Year 2025-26.

The Secretarial Auditors' Report for the Financial Year is annexed to this Report as **Annexure E.**

23. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED:

As on the date of this report, Company's investment in WOS in the form of Equity Shares, before impairment of Rs. 810 Lakhs, stands at Rs. 3,579.32 Lakhs (USD 4.67 Million).

No loan was provided to the WOS/SDS during the Financial Year 2025-26 nor is there any outstanding loan as on March 31, 2026.

Further, no advance was made or Corporate Guarantee provided to WOD/SDS during the Financial Year 2025-26.

24. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES:

All contracts / arrangements / transactions entered by the Company during the Financial Year with related parties were in the ordinary course of business and on an arm's length basis. The Company has entered into an agency agreement with WOS for International marketing and support to the customers. During the year, the Company did not enter into any contract / arrangement / transaction with related parties, other than the Wholly Owned Subsidiary, which could be considered material, in accordance with the policy of the Company on materiality of related party transactions.

The Policy on materiality of related party transactions and dealing with related party transactions, as approved by the Board, may be accessed on the Company's website
https://www.pradeepmetals.com/policies/.

The particulars as required under the Act along with the statement containing transactions with any person or entity belonging to the Promoter / Promoter Groups which hold(s) 10% or more shareholding, if any, are furnished in Annexure F (Form No. AOC-2) to this Report.

25. MATERIAL CHANGES AND COMMITMENTS:

No material changes have occurred, and no commitments were given by the Company, thereby affecting its financial position between the end of the Financial Year to which these financial statements relate and the date of this Report.

26. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

The particulars relating to conservation of energy, technology absorption, foreign exchange earnings and outgo, as required to be disclosed under the Act, are provided in Annexure G to this Report.

27. INTERNAL FINANCIAL CONTROL SYSTEM:

The Company has in place adequate internal financial controls, commensurate with the activities and the size of the Company. During the year, such controls were tested and no reportable material weaknesses in the design or operations were observed.

28. SECRETARIAL STANDARDS:

The Company has in place proper system to ensure compliance with the provisions of the applicable Secretarial Standards (SS-1 and SS-2) issued by the Institute of Company Secretaries of India.

29. HUMAN RESOURCES:

The Company recognizes its human resources as one of its prime and critical resources for its growth and hence it strives to align human resource policy and initiatives to meet business plans. The relations between the

Management and the workers and Staff Members remained very cordial throughout the year under review. As on March 31, 2026, the Company had 538 employees on its payroll at its manufacturing plant and administrative office at Rabale, Navi Mumbai.

30. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:

The Company has zero tolerance towards sexual harassment at the workplace and has adopted a policy on prevention, prohibition and redressal of sexual harassment at workplace in accordance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and Rules made thereunder.

During the year under review, no case was filed pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

During the Financial Year 2025-26, four Meetings of the Internal Complaints Committee were held on June 19, 2025, September 19, 2025, December 15, 2025 and March 13, 2026.

31. COMPLIANCE WITH MATERNITY BENEFIT ACT, 1961:

The Company is compliant with the applicable provisions of the Maternity Benefit Act, 1961 and has policies, systems and processes in place to ensure ongoing compliance.

32. EXTRACT OF ANNUAL RETURN AS ON MARCH 31, 2026:

The Annual Return for the Financial Year 2025-26 may be accessed on the Company's website https://www.pradeepmetals.com.

33. BOARD MEETINGS HELD DURING THE FINANCIAL YEAR 2025-26:

During the Financial Year 2025-26, 4 (four) Board Meetings were held on May 22, 2025, August 09, 2025, November 04, 2025 and January 30, 2026 the details of which are furnished in the Corporate Governance Report forming part of this Report. The gap between any two Meetings did not exceed 120 days.

34. PROMOTER GROUP:

Change in Promoter and Promoter Group Shareholding:

Shares held by Mr. Pradeep Goyal, Mrs. Neeru Goyal and M/s. Nami Capital Private Limited form part of the Promoter Group Shareholding.

During the year under review, there was no change in the Shareholding of Promoter / Promoter Group.

As on date, the total shareholding of Nami Capital Private Limited stands at 59.03%, while the overall shareholding of Promoter group stands at 73.05 %. The total shareholding of the Promoters is within the maximum permissible limit of 75% as stated under the SEBI SAST Regulations.

35. PARTICULARS OF EMPLOYEES:

In terms of the provisions of Sub-Rule 2 of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014, none of the employees except Mr. Pradeep Goyal, Chairman and Managing Director of Company, drew remuneration in excess of the limits prescribed under the Act. Relevant particulars are given in Annexure B to this Report. The Report and the Accounts are being sent to the Members excluding the statement containing the names of top ten Employees in terms of remuneration drawn. In terms of Section 136 of the Act, the details of top ten Employees are open for Inspection at the Registered Office of the Company. Any Member interested in obtaining a copy of the same may write to the Company Secretary.

36. SPECIAL BUSINESS:

As regards the items in the Notice of the Annual General Meeting relating to Special Business, the resolutions incorporated in the Notice and the Explanatory Statement relating thereto fully indicate the reasons for seeking the approval of Members to those resolutions.

The following resolutions are proposed to be passed as Special Business:

1. To appoint a Director in place of Dr. Kewal Krishan Nohria (DIN: 00060015), who retires by rotation, has attained the age of Seventy-Five years and being eligible, offers himself for re-appointment.

2. To re-appoint Mr. Pradeep Goyal as a Chairman and Managing Director of the Company (DIN: 00008370) for a further of 3 (Three) years, he having attained the age of seventy years.

3. To approve the remuneration of the Cost Auditors for the Financial Year ending March 31, 2027.

37. GENERAL:

The Directors state that no disclosure or reporting is required in respect of the following items as there were no transactions on these items during the year:

- No significant or material orders were passed by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future.
- There was no fraud reported by the Auditors under Sub section (12) of Section 143 of the Companies (Amendment) Act, 2015, to the Audit Committee, Board of Directors or Central Government.
- There were no applications made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year and at the end of the Financial Year.
- The details of the difference between amount of the valuation done at the time of one-time settlement and the valuation done while taking loan from the Banks or Financial Institutions along with the reasons thereof- Not applicable.

38. ACKNOWLEDGEMENT:

The Directors wish to place on record their appreciation and acknowledge with gratitude the support and co-operation extended by the Government authorities, Union Bank of India (bankers), customers, vendors, employees and Members during the year under review and look forward to their continued support.

Place: Navi Mumbai
Date: May 16, 2026

For and on behalf of Board of Directors of
Pradeep Metals Limited

Sd/-	**Sd/-**	**Sd/-**	**Sd/-**
Pradeep Goyal	**Neeru P. Goyal**	**Kavita Choubisa Ojha**	**Abhishek Joshi**
Chairman & Managing Director	**Director**	**Chief Financial Officer**	**Company Secretary & Compliance Officer**
DIN: 00008370	**DIN: 05017190**	**PAN: ATTPC7818E**	**ACS: 64446**

ANNEXURE A TO DIRECTORS' REPORT
FORM NO. AOC-1

(Pursuant to first proviso to Sub-Section (3) of Section 129 of the Companies (Accounts) Rules, 2014)

Statement containing salient features of the Financial Statements of Subsidiaries/Associate Companies/Joint Ventures.

Part 'A' : Subsidiaries

(Rupees in Lakhs)

Sr. No.	Particulars	Pradeep Metals Ltd Inc., Houston, USA	Dimensional Machine Works, LLC, Houston, USA
1.	Date since when subsidiary was acquired	04.03.2015 #	25.04.2015
2.	Reporting period	01.04.2025 to 31.03.2026	01.04.2025 to 31.03.2026
3.	Reporting Currency	USD	USD
4.	Share capital	4,426.90	3,433.13
5.	Reserves and Surplus	958.84	-3,176.33
6.	Total Liabilities excluding share capital and reserves	1,443.04	1,333.47
7.	Total Assets	6,828.78	1,590.27
8.	Investments	2,419.26	-
9.	Turnover/Total Income	3,162.98	3,105.60
10.	Profit before Taxes	379.78	-16.12
11.	Provisions for Taxation	23.07	-
12	Profit after taxes	356.71	-16.12
13.	Proposed Dividend	-	-
14.	% of Shareholding	100%	100%

*Exchange Rate of USD 1= ₹ 94.835 for Balance Sheet items and ₹ 88.8615 for Profit & Loss items.

Pradeep Metals Limited, New York, incorporated on June 12, 2012, was merged into Pradeep Metals Limited, Inc., Houston, USA since March 4, 2015.

1. Names of the Subsidiaries which are yet to commence operations: None
2. Names of subsidiaries which have been liquidated and sold during the year: None

Part 'B': Associate and Joint Ventures

1. Names of the Associates/Joint Ventures which are yet to commence operations: None
2. Names of Associates/Joint Ventures which have been liquidated or sold during the year: None

Place: Navi Mumbai
Date: May 16, 2026

For and on behalf of Board of Directors of
Pradeep Metals Limited

Sd/-	Sd/-	Sd/-	Sd/-
Pradeep Goyal	Neeru P. Goyal	Kavita Choubisa Ojha	Abhishek Joshi
Chairman & Managing Director	Director	Chief Financial Officer	Company Secretary & Compliance Officer
DIN: 00008370	DIN: 05017190	PAN: ATTPC7818E	ACS: 64446

ANNEXURE B TO DIRECTORS' REPORT

Information required under Section 197(12) of the Act read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

I. The ratio of remuneration of each Director to the median remuneration of the employees of the Company for the financial year:

Chairman and Managing Director	Ratio to median remuneration
Mr. Pradeep Goyal	53.15

Non-executive Directors received no remuneration, except sitting fees / commission for attending Board / Committees meetings. The details of sitting fees / commission paid to Non-Executive Directors are provided in Corporate Governance Report.

II. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

a. Change in remuneration of Chairman & Managing Director

Sr. No.	Name	Remuneration p.a. (Rs. in lakhs)		% Increase in Remuneration
		2025-26	2024-25	
1.	Mr. Pradeep Goyal	280.93	261.55	7.41%

Other Non- Executive Directors are paid only sitting fees/commission for attending Board/Committee Meetings.

b. Increase/Decrease in remuneration of Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager in financial year:

I. Chief Financial Officer.

Sr. No.	Name	Remuneration p.a. (Rs. in lakhs)		% Increase in Remuneration
		2025-26	2024-25	
1.	Ms. Kavita Choubisa Ojha	38.24	31.04	23.20%

II. Company Secretary

Sr. No.	Name	Remuneration p.a. (Rs. in lakhs)		% Increase in Remuneration
		2025-26	2024-25	
2.	Mr. Abhishek Joshi	10.68	7.32	45.90%

III. The percentage increase in the median remuneration of employees in the financial year: 13.39%

IV. The number of permanent employees on the rolls of Company: 538

V. Average percentile increase already made in the salaries of the 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:

The average percentile increases in the salaries of the employees other than the managerial personnel is around 10.43%. However, the percentile increases in the managerial remuneration have been mentioned in point II above.

VI. Affirmation that the remuneration is as per the remuneration policy of the Company:

Pursuant to Rule 5(1)(xii) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, it is affirmed that the remuneration paid is as per the remuneration policy.

VII. The particulars of employees as required under Section 197(12) of the Act read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are as follows:

I. Details of employees employed throughout the year and in receipt of remuneration for that year which, in the aggregate, were not less than Rupees One Crores and two lakhs per annum.

Sr. No.	Name	Age in Year (Approx.)	Designation	Remuneration paid (Rs. in lakhs)			Nature of Employment	Qualification	Date of Commencement of Employment	Experience in Year (Approx.)	Last employment held and designation	% of Equity Shares held by the employee in the Company	Relation with any Director of the Company
				Gross Salary	Incentive Pay and Benefits	Total Remuneration							
1.	Mr. Pradeep Goyal	70 years	Chairman and Managing Director	198.96	81.96	280.93	Contractual	Metallurgist from IIT, Kanpur with a Master's degree in Materials Science & Engineering from M.I.T., Cambridge, USA	17.12.2023	More than 40 years	Pradeep Metals Limited – Managing Director	9.13%	Spouse of Mrs. Neeru P. Goyal and Father of Mr. Abhinav P. Goyal

NOTE: Gross salary comprises of salary and allowances

II. Details of employees employed for a part of the financial year and in receipt of remuneration for any part of the year, at a rate which, in aggregate, was not less than Rupees Eight lakhs and Fifty thousand rupees per month: None

III. Details of employees employed throughout the financial year or part thereof and were in receipt of remuneration in the year and are in excess of the remuneration of the Managing Director or Whole Time Director: None

VIII. The Report and the Accounts are being sent to the Members excluding the statement containing the names of top ten Employees in terms of Remuneration drawn. In terms of Section 136 of the Act, the details of top ten Employees are open for its Inspection at the Registered Office of the Company. Any Shareholder interested in obtaining a copy of the same may write to the Company Secretary.

For and on behalf of Board of Directors
Sd/-
Pradeep Goyal
Chairman & Managing Director
DIN: 00008370

Place: Navi Mumbai
Date: May 16, 2026

AUDITOR'S CERTIFICATE ON CORPORATE GOVERNANCE

To
The Members
Pradeep Metals Limited

Independent Auditor's Certificate on Compliance with the Corporate Governance requirements under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

1. Based on the engagement by the management of Pradeep Metals Limited ('the Company'), we have examined details of compliance of conditions of Corporate Governance by the Company for the year ended March 31, 2026 as stipulated in Regulations 17-27, clause (b) to (i) of Regulation 46 (2) and paragraphs C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations') pursuant to the Listing Agreement of the Company with the Stock Exchange.

Management's Responsibility for compliance with the conditions of Listing Regulations

2. The compliance of conditions of Corporate Governance is the responsibility of the management of the Company including the preparation and maintenance of all relevant supporting records and documents.

Auditor's Responsibility

3. Pursuant to the requirements of the Listing Regulations, it is our responsibility to provide a reasonable assurance whether the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations as applicable mentioned in para 1 above for the year ended March 31, 2026.

4. Our examination was limited to a review of procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance as stipulated in the said clause / Regulation as applicable. It is neither an audit nor an expression of opinion on the financial statements of the Company.

5. We conducted our examination in accordance with the Guidance Note on Reports or Certificates for Special Purposes (Revised 2016), issued by the Institute of Chartered Accountants of India ('ICAI'). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

6. We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.

Opinion

7. Based on our examination and according to explanations given to us and representations made by the Directors and management, we certify that during the year ended March 31, 2026, the Company has complied with the conditions of Corporate Governance as stipulated in Listing Regulations as applicable mentioned in para 1 above.

8. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the management has conducted the affairs of the Company.

Restrictions on use

9. The certificate is addressed and provided to the members of the Company solely for the purpose of compliance with the requirement of the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For KKC & Associates LLP
Chartered Accountants
Firm's Registration No.: 105146W/W100621

Divesh Shah
Partner
Membership No.: 168237
UDIN: 26168237QPNUCC9483

Place: Mumbai

Date: May 16, 2026

ANNEXURE D TO DIRECTORS' REPORT
ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES FOR FINANCIALYEAR 2025-26

1. Brief outline on CSR Policy of the Company	The policy on Corporate Social Responsibility (CSR) may be accessed on the Company's website at the link: https://www.pradeepmetals.com/policies/.
2. Composition of CSR Committee	Mr. Pradeep Goyal - Chairman Ms. Neeru P. Goyal – Member Mr. Jayavardhan Dhar Diwan– Member
3. Provide the web link where Composition of CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company	www.pradeepmetals.com
4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report)	NA
5. Details of the amount available for set off in Pursuance of sub rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any: -	NA

Sr. No.	Financial Year	Amount available for set-off from preceding financial years (in Rs)	Amount required to be set-off for the financial year, if any
---------- Not Applicable ----------			

6. Average net profit of the company as per section 135(5)	Rs. 2,620.70 Lakhs
7. (a) Two percent of average net profit of the company as per section 135(5)	Rs. 52.41 Lakhs
7. (b) Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Nil
(c) Amount required to be set off for the financial year, if any	Nil
(d) Total CSR obligation for the financial year (7a+7b-7c)	Rs. 52.41 Lakhs

8. (a) CSR amount spent or unspent for the financial year:

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	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
Rs. 52.78 Lakhs	---	---	---	---	---

(b) Details of CSR amount spent against ongoing projects for the financial year: Not Applicable

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		Project Duration	Amount allocated for the project (in Rs.)	Amount spent in the current financial Year (in Rs.)	Amount transferred to Unspent CSR Account for the project as per Section 135(6) (in Rs.)	Mode of Implementation -Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration number
1.	---	---	---	---		---	---	---	---	---	---	

(c) Details of CSR amount spent against other than ongoing projects for the financial year:

1.	2.	3.	4.	5.		6.	7.	8.	
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 in the project (in Rs.)	Mode of Implementation -Direct (Yes/No)	Mode of Implementation - Through Implementing Agency	
				State	District			Name	CSR Registration Number
1.	Promoting Children Education	Education & Skill Development	No	Maharashtra	Nashik	10,00,000	No	Samarth	CSR00017389
2.	Adoption of Tribal Schools	Education & Skill Development	Yes	Maharashtra	Thane	31,50,000	No	Friends of Tribals Society	CSR00001898
3.	Construction of School Building	Education & Skill Development	Yes	Maharashtra	Mumbai	1,00,000	No	Vivek Education Foundation	CSR00082600
4.	Gau Shala Samvardhan	Animal welfare	Yes	Maharashtra	Mumbai	3,78,000	No	Uma Kalyan Trust	CSR00022269
5.	To provide for infrastructure facilities for operating Hospital	Health Clause	No	Maharashtra	Chhatrapati Sambhajinagar	1,00,000	No	Dr. Babasaheb Ambedkar Vaidyakiya Pratishthan	CSR00000181
6.	To provide for infrastructure facilities for operating Hospital	Health Clause	No	Madhya Pradesh	Chitrakoot	1,00,000	No	Deendayal Research Institute	CSR00008614
7.	VISRAF – (Viinanabharathi Intemational Study andResearch Foundation)	Education & Skill Development	No	Kerala	Thiruvananthapuram	2,00,000	No	Vijnanabharathi Educational & Charitable Society	CSR00007084
8.	Contribution to Research & Development	Education & Skill Development	No	Uttar Pradesh	Kanpur	2,50,000	No	IIT Kanpur	CSR00004774
	Total					52,78,000			

d.	Amount spent in Administrative Overheads	Nil
e.	Amount spent on Impact Assessment, if applicable	Not Applicable
f.	Total amount spent for the Financial Year (8b+8c+8d+8e)	Rs. 52.78 Lakhs
g.	Excess amount for set off, if any	Rs. 0.00 Lakhs

Sr. No.	Particulars	Amount (Rs. in Lakhs)
1.	Two percent of average net profit of the Company as per section 135(5)	Rs. 52.41 Lakhs
2.	Total amount spent for the Financial Year	Rs. 52.78 Lakhs
3.	Excess amount spent for the Financial Year [(ii)-(i)]	Rs. 0.37 Lakhs
4.	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	-
5.	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	Rs. 0.00 Lakhs

9. (a) Details of Unspent CSR amount for the preceding three financial years:

1.	2.	3.	4.	5.		6.	7.
Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under section 135 (6)(in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	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 Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	
1.	2024-25	---	Rs. 46,60,000	---	---	---	---
2.	2023-24	---	Rs. 40,25,000	---	---	---	---
3.	2022-23	---	Rs. 35,30,000	---	---	---	---
	Total		Rs.1,22,15,000				

(b) Details of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

1.	2.	3.	4.	5.	6.	7.	8.	9.
Sl. No.	Project ID	Name of the Project	Financial Year in which the project was commenced	Project duration	Total amount allocated for the Project	Amount spent on the project in the reporting Financial Year	Cumulative amount spent at the end of reporting Financial Year	Status of the project - Completed /Ongoing
---------- Not Applicable ----------								

10. In case of creation or acquisition of capital asset, furnish the details relating to - **Not Applicable** the asset so created or acquired through CSR spent in the financial year **(asset-wise details)**

a.	Date of creation or acquisition of the capital asset(s)	N.A.
b.	Amount of CSR spent for creation or acquisition of capital asset	N.A.
c.	Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc.	N.A.
d.	Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset)	N.A.

11. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5) — N.A.

	Sd/-	Sd/-
	Pradeep Goyal	**Neeru P. Goyal**
Place: Navi Mumbai	**Chairman & Managing Director**	**Director**
Date: May 16, 2026	**DIN: 00008370**	**DIN: 05017190**

FORM NO. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

[Pursuant to Section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

The Members,
Pradeep Metals Limited,
R-205, MIDC Rabale,
Navi Mumbai – 400 701

I have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Pradeep Metals Limited (hereinafter called the 'Company'). Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's 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 the Secretarial Audit, I hereby report that in my opinion, the Company has, during the audit period covering the financial year ended on March 31, 2026 ('Audit Period'), 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:

I have examined the books, papers, Minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2026 according to the provisions of:

a. The Companies Act, 2013 (the Act) and the rules made thereunder;
b. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
c. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
d. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment;
e. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): --

a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011 **(Not Applicable to the Company during the Audit Period);**

b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

c. Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not Applicable to the Company during the Audit Period);**

d. The Securities and Exchange Board of India (Share-Based Employee Benefits and Sweat Equity) Regulations, 2021; **(Not Applicable to the Company during the Audit Period);**

e. The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; **(Not Applicable to the Company during the Audit Period)**

f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with clients **(Not Applicable to the Company as the Company is not registered as Registrar & Transfer Agent);**

g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **(Not Applicable to the Company during the Audit Period);**

h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; **(Not Applicable to the Company during the Audit Period);**

I have also examined compliance with the applicable clauses of the following:

- Secretarial Standards issued by the Institute of Company Secretaries of India.
- The Listing Agreements entered into by the Company with BSE Limited read with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

I further report that:

- The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Women Directors and 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.
- Adequate notice is given to all Directors to schedule the Board and Committee Meetings, agenda and detailed notes on the agenda were sent at least seven days in advance except for the Meetings where consents of the Directors/ Committee Members were taken to issue the Agenda at a short 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.
- All decisions at the Board Meetings and Committee Meetings are carried out unanimously as recorded in the Minutes of the Meetings of the Board of Directors or Committees of the Board, as the case may be.
- Based on review of Compliance mechanism and Compliance Certificate(s) issued by the Functional Heads and taken on record by the Board of Directors at their Meeting(s), I am of the opinion 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 the applicable Laws, Rules, Regulations and Guidelines.

I further report that during the audit period there were no specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc., except:

- During the year under review, on May 22, 2025, pursuant to the provisions of Section 135 of the Companies Act, 2013 and Rule 5 of the Companies (Corporate Social Responsibility) Rules, 2014, the Company constituted a Corporate Social Responsibility (CSR) Committee, as the CSR expenditure exceeded Rs. 50 Lakhs.
- On January 30, 2026, the Board of the Directors of the Company approved the setting up of a new Manufacturing Unit (Artillery Shell Manufacturing Plant) with the overall Project cost of approximately Rs. 250 Crs.
- On January 30, 2026, the Board of the Directors of the Company approved the increase in the borrowing limits of the Company, in excess of Paid-Up Capital and Free Reserves, but not exceeding to Rs. 350 Crores and creation of Charges/Mortgages etc on the properties of the Company for an amount not exceeding Rs. 350 Crores.

For Shweta Gokarn & Co.
Company Secretaries
Peer Review Regn.: 1693/2022
Sd/-
Ms. Shweta Gokarn
ACS: 30393
CP No: 11001
UDIN: A030393H000379522

Place: Navi Mumbai
Date: May 16, 2026

Note: *This report is to be read with our letter of even date, which is annexed herewith and forms an integral part of this report.*

ANNEXURE TO SECRETARIAL AUDIT REPORT

The Members,
Pradeep Metals Limited,
R-205, MIDC Rabale,
Navi Mumbai – 400 701

My report of even date is to be read along with this letter. This is to state that:

a. Maintenance of secretarial records is the responsibility of the management of the Company. My responsibility is to express an opinion on these secretarial records based on my audit.

b. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. I believe that the processes and practices I followed provided a reasonable basis for my opinion.

c. I have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

d. The compliance of the provisions of corporate laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on test basis.

e. Whenever necessary I have obtained and relied on the Management representation made by the Company and its Officers for systems and mechanism formed by the Company for compliances under other applicable Acts, Laws and Regulations to the Company.

f. The Secretarial Audit Report for financial year ended on March 31, 2026 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.

Place: Navi Mumbai
Date: May 16, 2026

For Shweta Gokarn & Co.
Company Secretaries
Peer Review Regn.: 1693/2022

Sd/-
Ms. Shweta Gokarn
ACS: 30393
CP No: 11001
UDIN: A030393H000379522

ANNEXURE F TO DIRECTORS' REPORT
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 into by the Company with related parties referred to in sub–section (1) of Section 188 of the Companies Act, 2013, including arm's length transactions under third proviso thereto

1. **Details of contracts or arrangements or transactions not at arm's length basis: NIL**
2. **Details of material contracts or arrangement or transactions at arm's length basis:**

During the year, the Company did not enter into any contract/arrangement/transaction with related parties, other than its Wholly Owned Subsidiary, which could be considered material, in accordance with the policy of the Company on materiality of related party transactions. Details are mentioned in table below:

(Rupees in Lakhs)

Sr. No.	Name of the Related Party	Relationship	Nature of Transaction	Year Ended March 31, 2026
1.	Pradeep Metals Limited, Inc., Houston, USA	100% Subsidiary	Sales with Freight Charges	0.38
			Receivables	0.41
			Investment made	3,579.32
			Guarantee Commission Recovered	-
			Agency commission expenses	688.34
			Interest on Loan Received	-
			Loan given to holding company	-

Sr. No.	Name of the Related Party	Relationship	Nature of Transaction	Year Ended March 31, 2026
2.	Dimensional Machine Works, LLC	100% Stepdown Subsidiary Company	Purchase	5.39
			Sales with Freight Charges	1,462.49
			Reimbursement of freight charges	107.25
			Reimbursement of custom duty charges	19.74
			Payables	0.90
			Receivables	683.17

3. Transactions with any person or entity belonging to the promoter/promoter groups which hold(s) 10% or more shareholding in the format prescribed in the AS for annual results: NIL

For and on behalf of Board of Directors
Sd/-
Pradeep Goyal
Chairman & Managing Director
DIN: 00008370

Place: Navi Mumbai
Date: May 16, 2026

ANNEXURE G TO DIRECTORS' REPORT

Particulars of Energy Conservation, Technology Absorption and Foreign Exchange Earnings and outgo required under the Companies (Accounts) Rules, 2014.

Sustainability consists of fulfilling the needs of current generations without compromising the needs of future generations, while ensuring a balance between economic growth, environmental care and social well-being.

The Company has decided to emphasize the 5 key areas forming part of the 17 Goals of Sustainability Development adapted by the United Nations, i.e. (a) Affordable and Clean Energy; (b) Industry, Innovation & Infrastructure; (c) Good health & Well-Being; (d) Quality Education; and (e) Climate Action.

A. AFFORDABLE AND CLEAN ENERGY / CLIMATE ACTION:

The Company believes that with our immense managerial and innovative capacity, we can contribute significantly towards making a transformational change in society. It focuses on spurring innovative strategies that would enable us to make a growing contribution along the triple bottom lines of building economic, environmental, and social capital.

Carbon footprint is becoming a widely used measure of an organization's contribution to climate change. Calculating a carbon footprint helps organization to understand the link between how we operate and what we consume in terms of energy and fuels and the impact on the environment through carbon emissions. The Company calculates on quarterly/yearly basis, the GHG emission and take action to reduce it. The action plan is as follows:

Scope 1	100% Green energy in 2024 (Achieved)
Scope 2	20% reduction of intensity by 2030
Scope 3	• Net Zero emission By 2045. • To meet the 1.5 Degree Celsius global warming target

1. Steps taken by the Company for utilizing alternate sources of energy:

- The Company has a 2.1 MW Windmill operational since 2015, generating 4 Million KWh electricity per year.
- Further, during the financial year 2023-24, a 3 MW Solar Plant became operational, generating 4.5 Million KWh electricity per year.
- Current electricity consumption of the Company is approximately 7.2 Million KWh. Resultant of the above two projects, the Company is generating a surplus electricity of 1.3 Million KWh
- 100% of Company's operations are based on the use of renewable resources.
- The Company is also in an advanced stage of completing a project to improve power quality with Energy saving (Reactive Power Management).
- The Company has completely switched over to use of natural gas in place of liquid fuels resulting in lower pollution.
- The Company is moving over to Induction Furnaces from Gas fired Furnaces for higher energy efficiency.
- In addition to above, the Company continues to explore areas to further reduce the net consumption of energy. One identified area is to replace existing equipment with that of better fuel efficiency.
- Design modification is an ongoing process for optimization of yield in the forging process and this results in increased productivity with attendant reduction in the use of energy.

2. Capital investment on energy conservation equipment's:

During the year under review, Capital investment of around Rs. 15.00 Crores was done for replacement and upgradation of existing machineries with new energy efficient machineries.

B. INDUSTRY, INNOVATION & INFRASTRUCTURE

I. Energy Saving Initiatives

With an aim to reduce the energy consumption, the Company has taken/will be taking the following initiatives at its production plant:

- Replaced old pneumatic Hammers with more energy efficient CNC controlled hydraulic Hammers, resulting in reduction of power consumption by 48% (i.e. 5000 KWh/day).
- New 7 ton,0.75-ton Hammer has already been installed in operation to minimize the energy consumption.
- To reduce consumption of CNG, 3 additional Electric Induction Heaters have been installed in last 2 years.
- ACC Roof sheets have been replaced with powder coated Galvalume & Polycarbonate sheets.
- Replaced all sodium vapour lamps with LED.
- Installed heat exchangers.
- Saved energy consumption by 25%.
- Pre-heating of air up to 200 deg C using exhaust gas.
- 750 kw Induction heater was installed last year.
- Installed mist collector on the CNC machines shop
- ETP and STP Plant installed.
- Recycling Material: 100% Scrap material from manufacturing process is recycled through steel mill.

C. GOOD HEALTH & WELL-BEING

- Training center for conducting regular workplace and technical training for all employees
- The Company conducts Annual Health Check-Up of the Employees.
- Annual blood donation camps are organized for local hospitals.
- Scholarships for provided for Employees' children
- Subsidized canteen for on-site food.

PML have received a Bronze Medal on the ECOVADIS platform for 2025, placing us in the 61st percentile among evaluated companies. This recognition reflects our ongoing commitment and performance across ECOVADIS's four key pillars:

Environment	Labour and Human Rights
Ethics	Sustainable Procurement

D. TECHNOLOGY ABSORPTION:

1. The efforts made towards technology absorption/ development

I. The Company's In-House R&D Centre, 'Industrial Microwave Research Center (IMRC)' is recognized by the Department of Scientific and Industrial Research (DSIR), Ministry of Science & Technology, Government of India, New Delhi.

II. The Company has absorbed the DRDO Bio-Digestor technology towards setting up a STP plant in the factory premises. This is a clean technology providing the desired results with low power consumption.

Highlights of the R&D Projects:

a. Efforts are continued for transferring technology of microwave assisted 'Rapid Curing of Resin Bonded Grinding Wheels' to the manufacturers. Though the readiness is there, still responses are not very fast as the technology is totally new and not used by their competitors. Confidence building is necessary, and efforts in this direction are underway.

b. The process of converting PML forging scales (which are not accepted by metal melters) to low alloy steel (Abrasion Resistant Steel) containing Ni, Cr, and Mo is being perused in pilot plant. After each trial, the alloy formed is being collected for converting it into a sample holder which is being used for heat-treatment in PML for their products. Apart from this, the alloy will be characterized by analysing all metallurgical properties. This technology will improve the 'Circular Economy' of PML by converting waste material to value added product.

c. A joint project proposal for scaling the microwave assisted "Disinfestation of Foodgrains" process to 2T / h was submitted to the Ministry of Consumer Affairs, Govt. of India with ICAR-Central Institute of Post-Harvest Engineering and Technology (CIPHET), Ludhiana. The reviewers of this project appreciated the proposal with suggestion to increase the scale of operations from 2T/h to 10T/h because 2T/h would be very small for their field testing. They suggested to resubmit the proposal. Towards increasing the scale of operations, efforts are being made to use 915 MHz microwave frequency, in place of 2450 MHz. The main advantage of 915 MHz would be higher working efficiency, higher depth of penetration and cheaper high-power systems that will result in higher throughput and almost 50% reduction in capital cost. Initial clearance from the Ministry of Telecommunication is being obtained for importing microwave systems working at this frequency. Few international system suppliers are being contacted for the same.

d. An STP plant with DRDO's Bio-Digestor technology has been set up as a step to eliminate ground water contamination.

2. A patent entitled "Continuous process for baking of cured friction material using electromagnetic energy" applied in Feb. 2014 was granted in India on 31.05.2023 with Patent No. 433437. This patent pertains to the rapid curing of composite brake-liners used in automobiles. Another patent entitled "Microwave Composite Heating Furnace" (jointly with Chubu University, Japan) for converting iron ore to pig iron using microwave was also granted in India (Applied July 2015) on 21.11.2023 with patent no. 471191.

3. PML-IMRC's bagged 1st runners-up CII Industrial IP Award 2023 in SME–Manufacturing - (Patent) category for our IP portfolio.

4. The benefits derived are: product improvement, cost reduction, product development or import substitution:

The processes being developed in the field of Microwave are new and novel in concept. Monetary benefits from these technologies will be derived through sale of technology after obtaining patents and then scaling the process to a scale required by the industry. Efforts are being done by approaching user industries. Apart from this, a proposal is also under consideration for scaling the microwave assisted iron making process with the Ministry of

Steel. Conversion of waste like forging scales which are not accepted by scrap dealers, causing problem of storage are being converted to special type 'abrasion resistant steel' which will improve the circular economy of PML. Apart from this, the food grain disinfestation process will prove to be a game changing technology soon as the same technology can be adopted for other agricultural commodities. These technologies are being viewed as the flag-ship projects of Pradeep Metals Limited for society. The process is being extended for other important commodities like turmeric.

5. In case of imported technology (imported during the last three years reckoned from the beginning of the financial year):

a. Details of technology imported:
No new R&D technology was imported in 2025-26.

b. Whether the technology has been fully absorbed:
No technology imported.

c. If not fully absorbed, areas where absorption has not taken place and the reasons thereof: NA

6. The expenditure incurred on Research and Development:

a. Capital Expenditure: Nil

b. Recurring Expenditure: Rs. 34.53 Lakhs

c. Foreign exchange Earnings and Outgo 2025-26:

	Amount (Rs. in Lakhs)
Foreign Exchange earned in terms of Actual Inflows (Export Sales)	**Rs. 15,174.22 Lakhs**
Subsidiary Loan Recovery	**Nil**
Foreign Exchange outgo in terms of Actual outflows:	**Rs. 701.31 Lakhs**
a) Professional Fees - Rs. 6.62 lakhs	
b) Consumables - Rs. 1.11 lakhs	
c) Capital Purchase - Rs. 157.02 lakhs	
d) Currency - Rs. 6.41 lakhs	
e) Insurance - Rs. 25.48 lakhs	
f) Agency Commission - Rs. 393.37 lakhs	
g) Other - Rs. 111.30 lakhs	

For and on behalf of Board of Directors
Sd/-
Pradeep Goyal
Chairman & Managing Director
DIN: 00008370

Place: Navi Mumbai
Date: May 16,2026

CORPORATE GOVERNANCE REPORT

The detailed report on Corporate Governance for the financial year ended March 31, 2026 pursuant to Regulation 34(3) and Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations') and amendments thereof in the prescribed format, is given as under:

1. Company's philosophy on code of governance

Pradeep Metals Limited ('PML the Company') is committed to maintaining the highest standards of Corporate Governance in all its endeavors. The Company integrates the principles of transparency, integrity, professionalism, and accountability into all its operations and processes. It believes that strong Corporate Governance is essential for achieving sustainable growth and superior performance. Accordingly, the Company promotes a culture based on transparency, accountability, fairness, and openness in the functioning of its Management and the Board of Directors.

Governance structure

- The Company's governance structure comprises of the Board of Directors and the Committees of Board of Directors which function on the Principles of Prompt Decision Making, Statutory Compliance, Accurate and Timely Disclosures, Transparency and Monitoring in order to create a value addition for its Stakeholders. In line with these principles, the Company has formed two tiers of Corporate Governance Structure, viz.

  a) The Board of Directors

  b) The Committees of Board of Directors

- The Company has adopted a Code of Conduct for its Board of Directors including Independent Directors and Senior Management personnel, which is on the website of the Company. **https://www.pradeepmetals.com/policies/**

- The Company has complied with the requirements stipulated under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

- The Company has adopted an 'Internal Code of Conduct for Regulating, Monitoring and Reporting of Trades by Designated Persons' ("the Code") in accordance with the SEBI (Prohibition of Insider Trading) Regulations, 2015 (The PIT Regulations) and amendments thereto. The Code is applicable to Promoters, members of Promoter's Group, all Directors and such Designated Employees who are expected to have access to unpublished price sensitive information relating to the Company. The Company Secretary is the Compliance Officer for monitoring adherence to the said PIT Regulations. This Code is displayed on the Company's website viz. **https://www.pradeepmetals.com/policies/**

- The Company has also formulated 'The Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI)' in compliance with the PIT Regulations. This Code is displayed on the Company's website viz. **https://www.pradeepmetals.com/policies/**

2. Board of directors

The Board of Directors of the Company comprises of a fair combination of Executive, Non-Executive and Independent Directors with diverse professional background complying with the provisions of the Companies Act, 2013 and the Listing Regulations.

a. As on March 31, 2026, the Company had 8 (Eight) Directors; of the Eight Directors, 1 (One) is an Executive Director and 7 (Seven) are Non-Executive Directors, of which 4 (Four) are Independent Directors, including a Women Independent Director. The Chairman of the Company is also the Managing Director. Except the Chairman and Managing Director and Independent Directors, all other Non-Executive Directors are liable to retire by rotation.

b. The Non-Executive Directors, including Independent Directors on the Board, are experienced, competent and highly renowned persons from the fields of industry, business Management, finance & taxation, etc. They take active part in the Board and Committee Meetings by providing valuable guidance and expertise to the Management on various aspects of business, policy direction, governance, compliance etc. and play a critical role on strategic issues, which enhances the transparency and add value in the decision-making process of the Board of Directors which ultimately leads to the success of the Company.

c. None of the Directors on the Board of Company holds Directorship in more than 7 Public Companies.

d. The Company has appointed one of its Independent Director, Mr. Jayavardhan Dhar Diwan in its Material Subsidiaries - Pradeep Metals Inc. Houston, USA as a Director and in Step-Down Subsidiary - Dimensional Machine Works LLC, Houston, USA, as a Manager being an LLC, in terms of Regulation 24(1) of SEBI (LODR) (Amendment) Regulations, 2018.

e. Necessary disclosures regarding the Committee positions in other Public Companies as on March 31, 2026 have been received from all the Directors.

f. Composition and category of Directors:

Name of Director	DIN	Category	
Mr. Pradeep Goyal	00008370	Promoter	Chairman and Managing Director
Mrs. Neeru Goyal	05017190	Promoter	Non-Executive & Non-Independent Director
Mr. Abhinav Goyal	08786430	Promoter	Non-Executive & Non-Independent Director
Dr. Kewal Nohria	00060015	Non-Promoter	Non-Executive & Non-Independent Director
Mr. Advait Kurlekar	00808669	Non-Promoter	Non-Executive & Independent Director
Mr. Jayavardhan Diwan	01565319	Non-Promoter	Non-Executive & Independent Director
Mr. Kartick Maheshwari	07969734	Non-Promoter	Non-Executive & Independent Director
Ms. Nandita Vohra	06962408	Non-Promoter	Non-Executive & Independent Director

g. Details of the Equity Shares held by the Directors of Company as on March 31,2026 are as follows:

Name of Director	Category	Number of Equity Shares Held
Mr. Pradeep Goyal	Executive Director, Chairman and Managing Director	15,76,400
Mrs. Neeru P. Goyal	Non-Executive & Non-Independent Director	9,19,927
Dr. Kewal Krishan Nohria	Non-Executive & Non-Independent Director	7,00,899
	Total	31,97,226

h. Independent Directors:

- On the basis of declarations received from all Independent Directors and checking the veracity of the same, the Board of Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Companies Act, 2013 and that they are independent of the Management.
- In terms of Regulation 25(8) of SEBI Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties as Independent Directors.
- As per Regulation 17A of the Listing Regulations, Independent Directors of the Company do not serve as Independent Director in more than seven listed companies.
- The maximum tenure of Independent Directors is in compliance with the Act.
- A formal letter of appointment to Independent Directors, as provided in Companies Act, 2013, has been issued and disclosed on the website of the Company viz. **https://www.pradeepmetals.com/corporate-governance/**

i. Board Meetings:

- The Company holds regular Board Meetings. The detailed agenda, along with the explanatory notes, is circulated to the Directors well in advance. The Directors are free to suggest inclusion of any item(s) in the agenda at the Board Meeting.
- The Company held 4 (Four) Board Meetings during the Financial Year ended March 31, 2026.
- The gap between two Board Meetings did not exceed one hundred and twenty days. The necessary quorum was present for all the Meetings.
- During the Financial Year 2025-26, information as mentioned in Schedule II Part A of the SEBI Listing Regulations has been placed before the Board for its consideration.
- The terms and conditions of appointment of Independent Directors are disclosed on the website of the Company **https://www.pradeepmetals.com/policies/**.
- In terms of Regulation 25 of the Listing Regulations and Schedule IV to the Companies Act, 2013, the Independent Directors met on January 30, 2026, without the presence of Non-Independent Directors or Members of Management. The Independent Directors inter alia, reviewed the performance of individual Directors, Chairman and Managing Director of the Company and Board/Committees.
- The Board periodically reviews the compliance of all laws applicable to the Company.

j. Details of Board Meetings (BM) held during the year:

Dates of Board Meeting	22.05.2025	09.08.2025	04.11.2025	30.01.2026
Boards Strength	8	8	8	8
No. of Directors Present	7	8	7	8

The Company Secretary acted as a Secretary to all Board Meetings.

k. Attendance of each Director at the Meeting of the Board of Directors and the last Annual General Meeting, Number of other Board Directorship or Committees in which a Director is a Member or Chairperson:

Name of Director	Attendance in Board Meeting	Attendance in Last AGM	Other Directorship and Committee Membership/ Chairmanship				Name of Listed Entities where person is Director and Category of Directorship
	Meetings held during the tenure /Meetings Attended		Board Director - ship* (including Chairman -ship)	Board Chairman - ship*	Committee Member -ship (incl. Chairman - ship) **	Committee Chairman -ship**	
Mr. Pradeep Goyal	4/4	Present	–	NIL	NIL	NIL	NIL
Mrs. Neeru P. Goyal	4/4	Present	–	NIL	NIL	NIL	NIL
Mr. Abhinav Goyal	3/4	Present	–	NIL	NIL	NIL	NIL
Dr. Kewal Nohria	4/4	Present	–	NIL	2	NIL	NIL
Mr. Jayavardhan Diwan	4/4	Present	–	NIL	3	1	NRB Bearings Limited (Full Fledged Public Co) – Independent Director
Mr. Kartick Maheshwari	3/4	Present	–	NIL	3	1	JSW Infrastructure Limited - Independent Director
Ms. Nandita Vohra	4/4	Present	–	NIL	2	1	NIL
Mr. Advait Kurlekar	4/4	Present	–	NIL	1	NIL	Sakthi Finance Limited Independent Director

Includes Directorship and Committee Positions held in Pradeep Metals Limited
*Excludes Directorships / Chairmanships in Private Limited Companies, Foreign Companies and Companies under Section 8 of the Companies Act.
**Only Audit and Stakeholders' Relationship Committee of Indian Public Limited Companies have been considered for the Committee positions.
None of the Directors is related to each other except Mr. Pradeep Goyal and Mrs. Neeru P. Goyal, who are related as husband-wife and Mr. Abhinav Goyal who is their son.

I. A) The Board has identified the following skills / expertise / competencies as required in the context of its business(es) and sector(s) for it to function effectively and those currently available with the Board:

- **Knowledge about the Company:** Understanding Company's business, policies and culture, including its mission, vision, values, goals, current strategic plan and knowledge about the industry in which Company operates.
- **Management and Leadership:** General know-how of manufacturing, supply chain, talent Management and succession planning.
- **Risk, Compliance and Governance:** Governance structure, major risks and threats and potential opportunities.
- **Behavioral Skills:** Attributes and competencies to use their knowledge and skills to function well as team members and to interact with key stakeholders.
- **Strategy and Planning:** Strategic thinking and decision making, envisaging long-term trends, strategy experience in guiding and leading the Management of Company to make decisions in dynamic business environment.
- **Finance:** Proficiency in financial Management and financial reporting process.
- **Technical/Professional Skills** and specialized knowledge to assist the ongoing aspects of the business.

B) Directors who have such skills/expertise/competencies as identified by the Board:

Areas / Directors	About Company	Management & Leadership	Risk, Compliance & Governance	Behavioral Skills	Strategy & Planning	Financial reporting	Technical / Professional Skills
Mr. Pradeep Goyal	✓	✓	✓	✓	✓	✓	✓
Dr. Kewal Nohria	✓	✓	✓	✓	✓	✓	✓
Mrs. Neeru Goyal	✓	✓	✓	✓	✓	✓	✓
Mr. Advait Kurlekar	✓	✓	✓	✓	✓	✓	✓
Mr. Jayavardhan Diwan	✓	✓	✓	✓	✓	✓	✓
Mr. Kartick Maheshwari	✓	✓	✓	✓	✓	✓	✓
Ms. Nandita Vohra	✓	✓	✓	✓	✓	✓	✓
Mr. Abhinav Goyal	✓	✓	✓	✓	✓	✓	✓

*The Skills / Expertise / Competencies as identified by Board in the Meeting held on May 16, 2026.

m. Details of familiarization program of the Independent Directors:

During the Financial Year 2025-26, the Company had organized two in-house familiarization programs for the Independent Directors, details of which are as mentioned in the table. The details of the program are also displayed on the Company's website vis. **https://www.pradeepmetals.com/corporate-governance/**

Date of Program	Area Covered	Duration
August 9, 2025	Factory visit and detailed briefing about the upgrades in plant and machinery	1 Hour
January 30, 2026	Orientation on amendments in SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 regarding Industry Standards on "Minimum information to be provided to the Audit Committee and Shareholders for approval of Related Party Transactions"	1 Hour

n. Information on Directors recommended for appointment / re-appointment at the Annual General Meeting:

Name of the Director	Dr. Kewal Krishan Nohria	Mr. Pradeep Goyal
Director Identification Number	00060015	00008370
Date of Birth	January 10, 1932	November 20, 1955
Date of Appointment	August 04, 2023 (Date of last re-appointment)	December 17, 2023 (Date of last re-appointment)
Nationality	Indian	Indian
Qualification	B.E. (Elect), D. Litt from BHU	B. Tech (Metallurgy) from Indian Institute of Technology Kanpur
Expertise in specific functional areas	Technical and Management Expert with rich and prudent experience in Electrical and Electronics Industry	Metallurgy and Engineering Industry
No. of shares held in the Company	7,02,899	15,76,400
Directorships held in other Companies (excluding Foreign Companies)	Nil	• Munak Engineers Private Limited • Triton Ev Technologies Private Limited • Nami Capital Private Limited
Chairperson / Members of the Committee of the Board of Directors of the Company	Member of Audit Committee, Nomination & Remuneration Committee and Stakeholder Relationship Committee	Member of Corporate Social Responsibility Committee
Chairman / Member of the Committee of the Board of Directors of other Public Listed Companies	Nil	Nil
Relationship with other Directors	Nil	Husband of Mrs. Neeru P. Goyal, Director and father of Mr. Abhinav Goyal, Director and belongs to the Promoter Group
No. of Board Meetings attended / Number of Meetings held	4/4	4/4

3. COMMITTEES OF THE BOARD

The Board has Four Committees as on March 31, 2026: Audit Committee, Nomination and Remuneration Committee, Stakeholders Relationship Committee and Corporate Social Responsibility Committee.

Pursuant to the amendment in CSR Rules dated January 22, 2021 the constitution of CSR Committee is applicable where the CSR amount to be spent by a Company exceeds Rs. 50 Lakhs. Accordingly, since the CSR expenditure obligation of the Company for the FY 2025-26 exceeded Rs. 50 lakhs, the provisions relating to constitution of the CSR Committee have become applicable to the Company.

Composition of Committees of Board:

Name of Director	Committees of the Board			
	Audit Committee	Nomination & Remuneration Committee	Stakeholders' Relationship Committee	Corporate Social Responsibility Committee
Mr. Pradeep Goyal	-	-	-	Y (C)
Mrs. Neeru P. Goyal	-	-	-	Y
Mr. Abhinav Goyal	-	-	-	-
Dr. Kewal Krishan Nohria	Y	Y	Y	-
Mr. Advait Kurlekar	Y	Y	-	-
Mr. Jayavardhan Dhar Diwan	Y	Y (C)	Y	Y
Mr. Kartick Maheshwari	Y (C)	Y	-	-
Ms. Nandita Vohra	Y	-	Y(C)	-

(C)= Chairman

I. AUDIT COMMITTEE

The Audit Committee of the Company is constituted in line with the provisions of Regulation 18 and Schedule II Part C of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 read with Section 177 of the Companies Act, 2013. The primary objective of the Audit Committee is to monitor and provide effective supervision of the Management's Financial Reporting process with a view to ensuring accurate, timely and proper disclosures and transparency, integrity and quality of financial reporting.

Extract of the terms of reference:

i. Oversight 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;

ii. Recommendation for appointment, remuneration and terms of appointment of Auditors of the Listed Entity;

iii. Approval of payment to Statutory Auditors for any other services rendered by the Statutory Auditors;

iv. Reviewing with the Management the annual financial statements and Auditors' report thereon before submission to the Board for approval, w.r.t.:

- Matters required to be included in the Director's responsibility statement to be included in the Board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
- Changes, if any, in accounting policies and practices and reasons for the same;
- Major accounting entries involving estimates based on the exercise of judgment by Management;
- Significant adjustments made in the financial statements arising out of audit findings;
- Compliance with listing and other legal requirements relating to financial statements;
- Disclosure of any related party transactions; and
- Modified opinion(s) in the draft Audit Report.

v. Reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;

vi. Approval or any subsequent modification of transactions of the Company with related parties;

vii. Scrutiny of inter-corporate loans and investments;

viii. Valuation of undertakings or assets of the listed entity, wherever it is necessary;

ix. Evaluation of Internal Financial Controls and Risk Management Systems;

x. Reviewing with the Management, performance of Statutory and Internal Auditors and adequacy of the Internal Control Systems;

xi. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;

xii. Discussion with internal auditors of any significant findings and follow up there on;

xiii. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;

xiv. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

xv. 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;

xvi. Reviewing the financial statements, in particular, the investments made by the unlisted Subsidiaries of the Company;

xvii. Approval of appointment of chief financial officer after assessing the qualifications, experience and background, etc. of the candidate;

xviii. Carrying out any other function as is mentioned in the terms of reference of the audit committee;

xix. Reviewing the utilization of loans and/or advances from/investment by the Holding Company in the Subsidiary exceeding Rupees 100 crores or 10% of the asset size of the Subsidiary, whichever is lower, including existing loans/advances/investments;

xx. Reviewing the functioning of the whistle blower mechanism; and

xxi. Consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders;

The Audit Committee mandatorily reviews the following:

a. Management Discussion and Analysis of financial condition and results of operations;
b. Management letters/letters of internal control weaknesses issued by the Statutory Auditors;
c. Internal Audit Reports relating to Internal Control Weaknesses;
d. The appointment, removal and terms of remuneration of the Chief Internal Auditor, if any.
e. Statement of deviations, if any;

I. Quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to Stock Exchange(s) in terms of Regulation 32(1).

II. Annual statement of funds utilized for purposes other than those stated in the offer document/ prospectus/ notice in terms of Regulation 32(7).

Powers of the Audit Committee:

The Audit Committee has following powers:

i. To investigate any activity within its terms of reference;
ii. To seek information from any employee;
iii. To obtain outside legal or other professional advice; and
iv. To secure attendance of the outsiders with relevant expertise, if it's considered necessary.

Composition of Audit Committee (AC) and Attendance of Members:

Name of Director	Audit Committee Meetings (2025-26)			
	22.05.2025	09.08.2025	04.11.2025	30.01.2026
Mr. Kartick Maheshwari – Chairman	Absent	Present	Present	Present
Dr. Kewal Nohria	Present	Present	Present	Present
Ms. Nandita Vohra	Present	Present	Present	Present
Mr. Jayavardhan Diwan	Present	Present	Present	Present
Mr. Advait Kurlekar	Present	Present	Present	Present

- Four Committee Meetings were held during the financial year and the gap between two Meetings did not exceed one hundred and twenty days.
- The Committee invites such of the Executives as it considers appropriate, representatives of the Statutory Auditors and Internal Auditors, to be present at its Meetings.
- The Company Secretary acted as the Secretary to all Audit Committee Meetings.
- All the Members of the Audit Committee, except Dr. Kewal Krishan Nohria, are Independent Directors.
- The Chairman of the Audit Committee had attended the previous Annual General Meeting of the Company.
- Company Secretary and Compliance Officer, ensures compliance and effective implementation of the Insider Trading Code.

II. Nomination and Remuneration Committee

The Nomination and Remuneration Committee is constituted in line with the provisions of Regulation 19 of the SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015, read with Section 178 of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosures Requirements) (Amendment) Regulations, 2018. The Company considers its human resources as its invaluable assets. The policy on remuneration of Directors, Key Managerial Personnel (KMPs) and other employees has been formulated in terms of the provisions of the Companies Act, 2013.

Extracts of the terms of reference:

i. Formulation of the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board of Directors a policy relating to the remuneration of the Directors, KMPs and other employees;

ii. Devise a policy on diversity of Board of Directors;

iii. Recommend to the Board the appointment or re-appointment of Directors and whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation;

iv. Periodical review of the composition of the Board with the objective of achieving an optimum balance of size, skills, independence, knowledge, age, gender and experience;

v. Carryout evaluation of every Director's performance and support the Board and Independent Directors in evaluation of the performance of the Board, its Committees and Individual Directors. This shall include "Formulation of criteria for evaluation of Independent Directors and the Board". Additionally, the Committee may also oversee the performance review process of the KMP and Executive team of the Company;

vi. On an annual basis, recommend to the Board the remuneration payable to the Directors and oversee the remuneration to the Executive Team or KMP of the Company and all remuneration in whatever form payable to Senior Management; and

vii. Identifying persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down and recommend to the Board of Directors their appointment and removal.

Composition of Nomination & Remuneration Committee (NRC) and Attendance of Members:

Name of Director	Nomination & Remuneration Committee Meetings (2025-26)
	22.05.2025
Mr. Jayavardhan Dhar Diwan (Chairman)	Present
Dr. Kewal Krishan Nohria	Present
Mr. Kartick Maheshwari	Absent
Mr. Advait Kurlekar	Present

- The Company Secretary acted as the Secretary to all Nomination & Remuneration Committee Meetings.
- All the Members of the NRC, except Dr. Kewal Nohria, are Independent Directors.
- The Company does not have an Employee Stock Option Scheme.

Performance evaluation criteria for Independent Directors:

Performance evaluation of all Directors (including Independent Directors) was done on the basis of a structured questionnaire prepared in line with the Guidance Note issued by the SEBI vide its circular dated 5th January, 2017.

Remuneration of Directors

- **Remuneration to Chairman and Managing Director/Executive Director:**

  The remuneration to be paid to the Chairman and Managing Director/Whole-time Directors etc. are governed as per the provisions of the Companies Act, 2013 and rules made there under or any other enactment for the time being in force and the approvals obtained from the Members of the Company.

  The Nomination and Remuneration Committee makes such recommendations to the Board of Directors, as it may consider appropriate with regard to the remuneration to the Chairman and Managing Director, based on the performance of the Company. In view of the improved profitability of the Company during the year, the Committee recommended to the Board and in accordance with the approval of Shareholders at the ensuing 40th Annual General Meeting, approved payment of Incentives of Rs. 70.00 Lakhs as Incentive pay to the Chairman and Managing Director for the Financial Year 2025-26 as per the terms mentioned in the Agreement executed between Pradeep Metals Limited and Mr. Pradeep Goyal, Chairman and Managing Director.

- **Remuneration to Non- Executive/Independent Directors:**

  The Non-Executive/Independent Directors receive sitting fees and such other remuneration as permissible under the provisions of the Companies Act, 2013. The amount of sitting fees is such as may be recommended by the Nomination and Remuneration Committee and approved by the Board of Directors from time to time.

  The Members of the Company in the 41st Annual General Meeting of Company held on 2nd August, 2024 had accorded their consent for payment of commission to the Directors of the Company (other than the Directors who are either in whole time employment of the Company or belong to the Promoters' Group).

  Accordingly, in view of the improved performance of the Company the total Commission of Rs. 8.55 Lakhs were paid to the Directors for the Financial Year 2025-26 except to the Promoter Directors of the Company. (Break up is mentioned in the table below)

  An Independent Director is not eligible to get stock options and also shall not be eligible to participate in any share-based payment schemes of the Company.

Pecuniary relationship or transactions of Non-Executive Directors:

During the year under review, there was no pecuniary relationship and transactions of any Non-Executive Directors with the Company.

Details of remuneration to the Non-executive/Non-Independent/Independent Directors during the Financial Year 2025-26 are given below:

(Amount in Rs.)

Name	Sitting Fees	Commission	Total
Mrs. Neeru P. Goyal	1,00,000	-	1,00,000
Dr. Kewal Krishan Nohria	2,50,000	1,80,000	4,30,000
Mr. Advait Kurlekar	2,25,000	1,80,000	4,05,000
Mr. Jayavardhan Dhar Diwan	2,50,000	1,80,000	4,30,000
Mr. Kartick Maheshwari	1,50,000	1,35,000	2,85,000
Ms. Nandita Nagpal Vohra	2,25,000	1,80,000	4,05,000
Mr. Abhinav Goyal	75,000	-	75,000
Total	12,75,000	8,55,000	21,30,000

In Financial Year 2025-26, the Company did not advance any loans to any of the Directors.

Details of remuneration to the Chairman and Managing Director (CMD) during the Financial Year 2025-26 are given below:

(Amount in Rs.)

Name of the Director	Salary	Benefits	Incentive Pay	Total	Service Contract / Notice Period / Severance fees / Pension
Mr. Pradeep Goyal	1,98,96,774	11,96,242	70,00,000	2,80,93,016	Appointed for a period of 3 years from 17.12.2023 to 16.12.2026.

III. Stakeholders Relationship Committee

The Stakeholders Relationship Committee (SRC) is constituted in line with the provisions of Regulation 20 of the Listing Regulations, read with Section 178 of the Companies Act, 2013. The Board has constituted the Stakeholders Relationship Committee consisting of 3 Directors, of which 2 are Independent Directors and 1 is a Non-Executive Non-Independent Director, to look into the redressal of grievances of shareholders, including complaints for transfer, transmission, non-receipt of declared dividends/Annual Report etc. The Committee also looks into matters which can facilitate better investor's service and relations.

Extracts of the terms of reference:

a. Resolving the grievances of the security holders of the listed entity including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new/ duplicate certificates, General Meetings etc.

b. Review of measures taken for effective exercise of voting rights by shareholders.

c. Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar & Share Transfer Agent.

d. Review of the various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the Shareholders of the Company.

Composition of Stakeholders Relationship Committee (SRC) and Attendance of Members:

Name of Director	Stakeholders Relationship Committee Meeting (2025-26)
	30.01.2026
Ms. Nandita Nagpal Vohra - Chairperson	Present
Dr. Kewal Krishan Nohria	Present
Mr. Jayavardhan Dhar Diwan	Present

The Company Secretary acted as the Secretary to all SRC Meetings.

Particulars of Senior Management:

Mr. Pradeep Goyal, Chairman & Managing Director; Mrs. Kavita Choubisa Ojha, Chief Financial Officer and Mr. Abhishek Joshi, Company Secretary & Compliance Officer form part of Senior Management.

There was no change in the Senior Management during the Financial Year 2025-26.

Compliance Officer:

Name of the Compliance Officer	Mr. Abhishek Joshi, Company Secretary
Contact Details	Pradeep Metals Limited R-205, MIDC, Rabale, Navi Mumbai- 400701. Tel. No. (Off): +91-022-27691026 Extn: 116
E-mail ID	investors@pradeepmetals.com

Details of Complaints:

Number of Shareholders' Complaints received and resolved so far	Number not solved to the satisfaction of shareholders	Number of pending complaints
0	0	0

IV. Corporate Social Responsibility Committee

Pursuant to the amendment in CSR Rules dated January 22, 2021, the constitution of CSR Committee is applicable where the CSR amount to be spent by a Company exceeds Rs. 50 Lakhs.

Accordingly, since the CSR expenditure obligation of the Company exceeds Rs. 50 lakhs, the provisions relating to constitution of the CSR Committee are applicable to the Company.

Given the above, the constitution of CSR Committee was applicable for the Financial Year 2025-26, and the Company has formed a Corporate Social Responsibility Committee for implementation of the CSR projects / activities with effect from May 22, 2025.

Extract of the terms of reference:

a. Formulate and recommend to the Board the CSR Policy and activities to be undertaken;

b. Recommend the amount of expenditure to be incurred on CSR activities;

c. Oversee the manner of execution of projects or programs; the modalities of utilization of funds and implementation schedules for the projects/programs; and

d. Impact assessment, monitoring and reporting mechanism for the projects/programs.

Composition of Corporate Social Responsibility Committee (CSR) and Attendance of Members:

Name of Director	Corporate Social Responsibility Committee Meeting (2025-26)
	04.11.2025
Mr. Pradeep Goyal - Chairperson	Present
Mrs. Neeru Goyal	Present
Mr. Jayavardhan Dhar Diwan	Present

The key philosophy of all CSR initiatives of the Company is guided by three core commitments of Scale, Impact and Sustainability. During the year, the Company has spent Rs. 52.78 Lakhs against the annual requirement of Rs. 52.41 Lakhs for the year 2025-26 on CSR activities.

The Company Secretary acted as a Secretary to the CSR Committee Meeting.

4. Subsidiary Companies

The Board of Directors of the Company has approved a Policy for determining Material Subsidiaries, which is in line with the Listing Regulations as amended. The said policy has been uploaded on the website of the Company viz. **https://www.pradeepmetals.com/policies/**

5. General Body Meetings

Details of Annual General Meetings held in the three previous years, and Special Resolutions passed there at:

Financial Year	2022-2023	1. To appoint a Director in place of Dr. Kewal Krishan Nohria (DIN: 00060015), who retires by rotation, has attained the age of Seventy-Five years and being eligible, offers himself for re-appointment. 2. To appoint Mr. Advait Kurlekar (DIN: 00808669) as an Independent Director. 3. To re-appoint Ms. Nandita Nagpal Vohra (DIN: 06962408) as an Independent Director for a Second Term of five years. 4. To approve the remuneration of the Cost Auditors for the Financial Year ending March 31, 2024. 5. To re-appoint Mr. Pradeep Goyal as a Chairman and Managing Director of the Company (DIN: 00008370) for a further period of 3 (Three) years and confirm continuation of Directorship upon attaining age of Seventy Years. 6. To approve revision in remuneration of Mr. Abhinav Goyal, Director of the Company (DIN: 08786430) Holding office or place of profit in Dimensional Machine Works, Wholly Owned Step-Down Subsidiary. 7. To approve revision in remuneration of Ms. Neha Goyal, Holding office or place of profit in Dimensional Machine Works, Wholly Owned Step-Down Subsidiary.
Date and Time	August 4, 2023 at 11.30 a.m.	
Venue	Through Video Conferencing (VC)/Other Audio-Visual Means (OAVM)	
Financial Year	2023-24	1. To approve the remuneration of the Cost Auditors for the Financial Year ending March 31, 2025. 2. To approve Payment of Commission to Directors other than Managing Director and Directors from Promoter Group.
Date and Time	August 2, 2024 at 03.00 p.m.	
Venue	Through Video Conferencing (VC)/Other Audio-Visual Means (OAVM)	
Financial Year	2024-25	1. To approve the remuneration of the Cost Auditors for the Financial Year ending 31 March, 2026. 2. To consider appointment of M/s. Shweta Gokarn & Co., Practicing Company Secretaries as Secretarial Auditors for a term of five years. 3. To approve the remuneration payable to Mr. Abhinav Goyal holding office or place of profit. 4. To approve the remuneration payable to Mrs. Neha Goyal holding office or place of profit.
Date and Time	August 9, 2025 at 03.00 p.m.	
Venue	Through Video Conferencing (VC)/Other Audio-Visual Means (OAVM)	

Details of Special Resolutions put through Postal Ballot during last year along with voting pattern:

Notice of Postal Ballot dated February 7, 2026, included the following items to be passed as Special resolutions:

Item No. 01

Authority for borrowing monies in excess of paid up capital and free reserves of the Company but not exceeding Rs. 350 Crores

Item No. 02

Authority for creation of charges/ mortgages etc. on the properties of the Company for an amount not exceeding Rs. 350 Crores

The Postal Ballot was carried out as per the provisions of Sections 108 and 110 and other applicable provisions of the Companies Act, 2013, read with the rules framed thereunder, and MCA Circulars. Ms. Shweta Gokarn, Practising Company Secretary (Membership no. A-30393), Founder, Shweta Gokarn & Co., Company Secretaries, acted as Scrutiniser for conducting the Postal Ballot in a fair and transparent manner. The Scrutiniser submitted his report on March 23, 2026 after completion of scrutiny. Voting results were made available on the website of the Stock Exchanges and the Company.

Details of the Special Resolution proposed to be conducted through postal ballot:

The Company does not propose to pass any Resolution through postal ballot at the time of ensuing Annual General Meeting.

6. Means of communication

Quarterly/half yearly Results:

The quarterly, half yearly and yearly financial results of the Company are submitted to BSE Limited where the shares of the Company are listed, immediately after they are approved by the Board.

Publication of quarterly/half yearly results:

The quarterly, half yearly and annual results are published by the Company in the Marathi and English edition of Mumbai Lakshdeep and Financial Express respectively.

Website Disclosures:

The Company's website www.pradeepmetals.com contains all important public domain information and also the financial results of the Company.

Official News Releases on Website:

All financial and other vital official news releases are also communicated to the concerned stock exchange, besides being placed on the Company's website. The Company also publishes the Annual Report and shareholding pattern on its website **https://www.pradeepmetals.com/reports.html**

Presentation made to institutional investors or to the analysts:

The Company has not made any presentations to institutional investors or to the analysts during the year under review.

7. General shareholder information

1. Day, Date, Time & Venue of Annual General Meeting:

The 43rd General Meeting of the Shareholders of Pradeep Metals Limited will be held through Video Conferencing / Other Audio-Visual Means on Friday, August 7, 2026, at 3:00 P.M.

2. a. Financial Year of the Company: 1st April to 31st March every year.

b. Financial Calendar for FY 2026-27

Results for the quarter ending:	To be published:
Q1– June 30, 2026	On or before August 14, 2026
Q2– September 30, 2026	On or before November 14, 2026
Q3– December 31, 2026	On or before February 14, 2027
Q4– March 31, 2027	On or before May 30, 2027

3. Dividend Payment Date:

The Board had recommended 25% Final Dividend i.e. Rs. 2.50/- per share for each Equity share of Rs. 10 each for the Financial Year 2025-26 on May 16, 2026 which, subject to approval of the Shareholders, will be paid within the timeline as per applicable provisions of the Companies Act, 2013.

4. Listing on Stock Exchange:

The Equity Shares of the Company are listed on BSE Limited. The Company has paid Annual Listing Fee for the Financial Year 2025-26.

5. Stock Exchange Code (Equity):

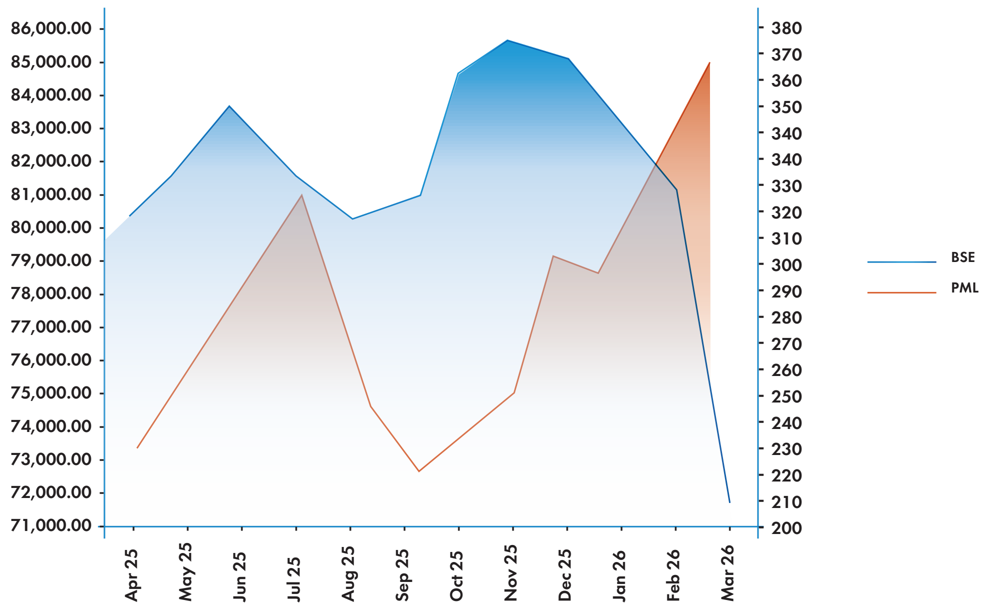
Stock Exchange	Scrip Code
BSE Limited (BSE)	513532

6. Stock Market Price Data:

Table below gives the monthly high and low prices and volumes of trading of Equity shares of the Company at BSE Limited (BSE) for the year 2025-26:

Month	High Rs.	Low Rs.	Volume
April 2025	254.80	214.90	1,05,430
May 2025	272.40	218.80	1,31,598
June 2025	290.00	246.30	2,22,964
July 2025	359.50	279.00	4,36,178
August 2025	327.55	222.30	2,88,885
September 2025	240.20	205.00	2,21,027
October 2025	230.00	206.00	1,16,433
November 2025	262.75	221.20	2,21,345
December 2025	297.00	220.00	2,26,212
January 2026	304.50	250.00	1,59,990
February 2026	356.00	265.70	3,28,757
March 2026	399.00	314.00	2,90,915

7. Company's Performance in comparison to broad-based indices (BSE Sensex):



8. Registrar and Share Transfer Agent:

MUFG Intime India Private Limited

(Formerly Known as Link Intime India Private Limited)

C-101, 247Park, L. B.S. Marg, Vikhroli(W), Mumbai-400 083.

Contact No.: +91 - 022 -49186000; (Fax)+91 – 022-4918 6060.

9. Share Transfer System:

In terms of Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, requests for effecting transfer / transmission / transposition of Securities are not processed unless the Securities are held in the dematerialised form with a Depository. Transfers of Equity Shares in dematerialised form are effected through the Depositories with no participation of the Company.

10. Disclosure relating to unclaimed suspense account:

In accordance with the requirements of Regulation 34(3) and Part F of Schedule V of the SEBI Listing Regulations, 2015, the Company hereby reports the following details pertaining to equity shares lying in the suspense account.

Particulars	Number of Shareholders	Number of Equity Shares
The aggregate Number of Shareholders and outstanding shares in the suspense account at the beginning of the financial year 2024-2025	2	200
Add: Number of shareholders and Shares transferred to suspense account during the financial year 2024-2025	1	1500
Less: Number of Shareholders who approached the Company for transfer of Shares and Shares transferred from suspense account during the financial year 2024-2025	1	100
Less: Number of Shares transferred to Investor Education and Protection Fund (IEPF) during the financial year 2024-2025	Nil	Nil
The aggregate number of Shareholders and outstanding Shares in the suspense account at the end of the financial year 2024-2025	3	1600

11. Distribution of Shareholding as on March 31, 2026:

A. Distribution of shares according to size of Holding:

No. of Equity Shares held	No of Shareholders	Share Amount (Rs)	% of Total Share Amount
1 to 500	5,240	51,22,730	2.97
501 to 1000	288	23,06,760	1.34
1001 to 2000	196	28,89,030	1.67
2001 to 3000	74	18,46,560	1.07
3001 to 4000	39	13,74,180	0.80
4001 to 5000	27	12,70,940	0.74
5001 to 10000	60	43,93,740	2.54
10000 and above	60	15,34,96,060	88.87
Total	5,984	17,27,00,000	100.00

B. Pattern of Share Holding by categories of Shareholders:

Category	No. of Shares	% of Total Shares
Promoters	1,26,90,783	73.48
Indian Public	27,46,086	15.90
Non-Resident Indian (Non-Repat)	21,372	0.12
Non-Resident Indian (Repat)	84,789	0.49
Overseas Bodies Corporate	2,30,000	1.33
Directors and Relatives	7,02,899	4.07
Clearing Members	3,568	0.02
Hindu Undivided Family	1,60,989	0.93
Bodies Corporate	2,30,155	1.34
IEPF	3,99,359	2.32
Total	1,72,70,000	100.00

12. Dematerialization of shares and liquidity:

Trading in Equity shares of the Company on the Stock Exchange is permitted only in dematerialized form as per notification issued by SEBI.

Following are the details of shares held in Demat and Physical form as on March 31, 2026:

Demat: 1,71,33,100 Equity Shares – 99.21% of Share Capital.

Physical: 1,36,900 Equity Shares – 0.79% of Share Capital.

The Company's shares are among the regularly traded shares on BSE Limited.

13. Outstanding GDR, ADR or warrants or any convertible instruments:

There are no outstanding instruments which are convertible into Equity Shares and resultantly, there is no impact on Equity Share Capital.

14. Plant Location:

Pradeep Metals Limited,

R-205, MIDC, Rabale, Navi Mumbai - 400701.

15. Address for Correspondence:

I. MUFG Intime India Private Limited (formerly Link Intime India Private Limited)	II. Mr. Abhishek Joshi
C-101, 247 Park, L.B.S. Marg, Vikhroli (W), Mumbai-400 083. Contact No.: +91 – 022- 4918 6000. Email: rnt.helpdesk@in.mpms.mufg.com	Company Secretary & Compliance Officer Pradeep Metals Limited, R-205, MIDC, Rabale, Navi Mumbai- 400701. Tel No.: +91-22-27691026 Fax: +91-22-27691123 Email: investors@pradeepmetals.com Website: www.pradeepmetals.com CIN: L99999MH1982PLC026191

16. Legal Proceedings:

As on March 31, 2026, there were two pending disputes: one in respect of bonus payment to existing and retired workers for Financial Year 2010-2011 and another w.r.t. NMMC Cess. (For details see 36 of Standalone Financial Statement).

With regards to bonus, the claims made by the ex-employees whose services have been terminated in earlier years are not acknowledged as debt. The matters are frivolous and are disputed under various forums. However, in the opinion of the Management, these claims are not tenable. The possibility of any liability devolving on the Company is remote and hence, no disclosure as contingent liability in considered necessary.

17. Unpaid/Unclaimed Dividend:

Pursuant to IEPF (uploading of Information regarding unpaid & unclaimed amounts lying with companies) Rules, 2012, the Company has uploaded the said details as of the date of last AGM viz. August 9, 2025 on the website of the Company and can be accessed at https://www.pradeepmetals.com/unpaid-and-unclaimed-dividend/ and also on the website of the Ministry of Corporate Affairs.

18. Credit Ratings:

The Company's financial discipline and prudence is reflected in the credit ratings ascribed by the rating agency as given below:

Rating Agency	CRISIL Limited
Date of Rating	April 17, 2025
Total Bank Loan facilities rated	Rs. 102 Crore
Long-term Rating	CRISIL BBB/Stable (Reaffirmed)
Short-term Rating	CRISIL A3+ (Reaffirmed)

19. Other Disclosures.

a. Disclosures on materially significant related party transactions that may have potential conflict with the interest of the Company at large:

The particulars of the transactions between the Company and related parties, as per the Accounting Standards, the Companies Act, 2013, SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015 and SEBI (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2018 etc., are mentioned separately in Notes to Accounts – forming part of the Annual Accounts.

The Company has not entered into any material transactions with its Promoters or Directors or Management or relatives etc. Further, there are no transactions which have potential conflict with the interest of the Company. All transactions with the Related Parties were in the ordinary course of business and at arm's length basis. The details thereof are mentioned in Form No. AOC-2 annexed to Director's Report.

b. Details of non-compliance by the Company, penalties, strictures imposed on the Company by Stock Exchanges or SEBI or any statutory authority on any matter related to capital markets during the last three years:

Financial Year 2023-24

There was no non-compliance during Financial Year 2023-24

Financial Year 2024-25

There was no non-compliance during Financial Year 2024-25

Financial Year 2025-26

There was no non-compliance during Financial Year 2025-26

c. Whistle-Blower Policy and confirmation that no person has been denied access to the Audit Committee:

Pursuant to Section 177(9) and (10) of the Companies Act, 2013, the Company has a Whistle Blower Policy for establishing a vigil mechanism for Directors and Employees to report genuine concerns regarding unethical behavior, actual or suspected fraud or violation of the Company's Code of Conduct and Ethics Policy.

The said mechanism also provides for adequate safeguards against victimization of persons who use such mechanism and makes provisions for direct access to the Chairperson of the Audit Committee in appropriate or exceptional cases. We affirm that no employee of the Company was denied access to the Audit Committee. The said Whistle-Blower policy has been hosted on the website of the Company.

d. Details of compliance with mandatory requirements and adoption of the non-mandatory requirements:

The Company has complied with the mandatory requirements of Regulation 27 of the Listing Regulations, which are detailed in the Annual Report. The Company has obtained a certificate from the Auditors, certifying its compliance with the provisions of SEBI Listing Regulations, 2015. This certificate is attached to the Annual Report for Financial Year 2025-26.

e. Web link where policy for determining 'material' subsidiaries is disclosed:

The Company's investment in Wholly Owned Subsidiary is falling within the criteria prescribed in Regulation 23 of Listing Regulations (including any statutory enactments/amendments thereof) in respect of material Subsidiary. Below is the web link for policy adopted by the Board for determining the material subsidiaries:

https://www.pradeepmetals.com/policies/

f. Web link where policy on dealing with related party transactions:

Below is the web link for policy adopted by the Board on dealing with Related Party transactions: https://www.pradeepmetals.com/policies/

g. Commodity price risk or Foreign exchange risk and hedging activities:

The Company has managed the foreign exchange risk with appropriate hedging activities in accordance with policies of the Company. The Company manages currency risks as per trends and experiences. The Company uses forward exchange contracts to hedge against its foreign currency exposures relating to export receivables. The Company does not enter into any derivative instruments for trading or speculative purposes.

Please refer to Note No. 43 pertaining to "Disclosure in respect of Foreign currency exposures" that are not hedged by derivative instruments respectively of the Standalone Financial Statement in this regard.

The Commodity price risk is mitigated through following proper Costing Model and Price fixation matrix ensuring that raw materials are procured as per Production planning as well as contracts with Suppliers which may contain cap on prices for duration of the contract.

h. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A):

Not Applicable.

i. Company has received a certificate from M/s. Shweta Gokarn & Co, Practicing Company Secretaries that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as Directors of Companies by the Board/Ministry of Corporate Affairs or any such statutory authority:

Copy of the said Certificate is annexed herewith as a part of the Report.

J. Whether the Board has not accepted any recommendation of any Committee of the Board, which is mandatorily required, in the relevant financial year:

There were no such instances.

k. Disclosure of accounting treatment, if different, from that prescribed in Accounting Standards with explanation:

There were no changes in the accounting treatments during the financial year 2025-26.

l. 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:

Total fees paid to the Statutory Auditors on Consolidated Financial basis are Rs. 41.65 Lakhs for Financial Year 2025-26.

m. Disclosures in relation to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

No. of Complaints filed during the financial year	No. of Complaints disposed of during the financial year	No. of Complaints pending as on end of the financial year
0	0	0

n. Disclosure of the discretionary requirements as specified in Part E of Schedule II:

i. The Board

The Chairman of the Company is an Executive Director and his office with required facilities is provided and maintained by the Company.

ii. Shareholder Rights

As the Company's quarterly, half-yearly and yearly results are published in an English newspaper and a Marathi newspaper and displayed on the website of the Company https://www.pradeepmetals.com/financial-reports/ and disseminated to the Stock Exchange (BSE Limited) wherein the shares of the Company are listed, hence separately not circulated to the shareholders.

iii. Modified opinion(s) in audit report

There are no modified opinions contained in the Audit report.

iv. Separate posts of Chairperson and Chief Executive Officer

Though not applicable, the Company will consider segregation of the post of the Chairman & the Chief Executive Officer of the Company at appropriate time. Presently, Mr. Pradeep Goyal is the Chairman and Managing Director of the Company.

v. Reporting of Internal Auditor

The Internal Auditors report directly to the Audit Committee. Quarterly internal audit reports are submitted to the Audit Committee, which reviews the audit reports and suggests necessary action.

vi. The compliance with Corporate Governance requirements specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI (Listing Obligations and Disclosures Requirements) Regulation, 2015

The Company has complied with Corporate Governance requirements specified in Regulation 17 to 27 and clauses (b) to (i) of sub-regulation (2) of Regulation 46 of the Listing Regulations.

vii. Secretarial Audit Report

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Rules made there under, M/s. Shweta Gokarn & Co., Practicing Company Secretaries, Navi Mumbai (Certificate of Practice Number: 11001) has conducted Secretarial Audit of the Company. The Secretarial Auditors' Report for the financial year ended March 31, 2026 forms part of the Annual Report.

viii. Reconciliation of share capital audit report

As stipulated by SEBI, a qualified Practicing Company Secretary namely, Ms. Shweta Gokarn carries out Secretarial Audit to reconcile the total admitted capital with National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL) and the total issued and listed capital. This audit is carried out every quarter, and the reports thereon are submitted to the Stock Exchanges where the Company's shares are listed. The audit confirms that the total Listed and Paid-up Capital is in agreement with the aggregate of the total number of shares in dematerialized form (held with NSDL and CDSL) and total number of shares in physical form.

ix. Compliance with Secretarial Standard

The Institute of Company Secretaries of India, a Statutory Body, has issued Secretarial Standards on various aspects of corporate law and practices. The Company has complied with each one of them.

DECLARATION BY THE CHAIRMAN AND MANAGING DIRECTOR UNDER REGULATION 34(3) READ WITH PARA (D) OF SCHEDULE V OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015:

Pursuant to the provisions of Regulation 34(3) read with Schedule V (D) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, it is hereby declared that all the Board Members and Senior Management Personnel of Pradeep Metals Limited have affirmed Compliance with the Code of Conduct for the period from April 1, 2025 to March 31, 2026.

For and on behalf of Board of Directors
Pradeep Metals Limited
Sd/-
Pradeep Goyal
Chairman & Managing Director
(DIN: 00008370)

Place: Navi Mumbai
Date: May 16, 2026

CEO / CFO CERTIFICATION

The Directors
Pradeep Metals Limited
R-205, MIDC, Rabale,
Navi Mumbai – 400701

Ref: Certificate under Regulation 17(8) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

This is to certify that:

A. We have reviewed the Audited Financial Statements and the Cash Flow Statement for the quarter / year ended March 31, 2026 and that to the best of our knowledge and belief:

1. These statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
2. These statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting and we have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

D. We have indicated to the Auditors and the Audit Committee that:

1. There have been no significant changes in internal control over financial reporting during the quarter / year ended March 31, 2026;
2. There have been no significant changes in accounting policies during the year; and
3. There have been no instances of significant fraud, of which we have become aware, and the involvement therein, if any, of the Management or an employee having a significant role in the Company's internal control system over financial reporting.

Place: Navi Mumbai
Date: May 16, 2026

Sd/-
Pradeep Goyal
Chairman & Managing Director
DIN: 00008370

Sd/-
Kavita Ojha
Chief Financial Officer
PAN: ATTPC7818E

MANAGEMENT DISCUSSION & ANALYSIS

1. Global outlook

The global economic outlook for 2026–27 presents a mixed picture, characterized by moderate growth, easing but still elevated inflationary pressures, and heightened policy uncertainty.

According to the OECD, global GDP growth is projected to moderate from 3.2% in 2025 to 2.9% in 2026 before recovering to 3.1% in 2027. Near-term activity is expected to soften as higher tariff rates weigh on investment and trade amid persistent geopolitical and policy uncertainty, with emerging Asian economies remaining the primary drivers of global growth.

The IMF projects global growth of 3.3% in 2026 and 3.2% in 2027, reflecting resilience despite ongoing trade and geopolitical challenges.

Meanwhile, the World Bank expects growth in low-income countries to rise to 5.7% in 2026 and 5.6% in 2027, supported by stronger domestic demand, improving security conditions in several fragile states, recovering exports and continued easing of inflation.

2. Indian economy

India is expected to remain one of the world's fastest-growing major economies in FY 2026–27, supported by strong domestic fundamentals despite continued global economic uncertainty. Economic growth is expected to be driven primarily by resilient domestic demand, sustained public capital expenditure, improving private investment sentiment, and a stable macroeconomic environment.

As per the Economic Survey 2025–26, India's real GDP growth is projected in the range of 6.8% to 7.2% during FY 2026–27, reflecting the economy's resilience amid global headwinds. Growth is expected to be supported by robust domestic consumption, ongoing infrastructure development, sustained investment activity, and the cumulative benefits of policy reforms undertaken in recent years.

The growth outlook underscores India's structural strengths, including favourable demographics, rapid digitalisation, improving productivity, and continued reforms aimed at enhancing the ease of doing business. Nevertheless, risks arising from geopolitical tensions, global trade disruptions, commodity price volatility, and fluctuations in international capital flows may pose challenges to the external environment.

Overall, the Indian economy is expected to maintain a stable growth trajectory in FY 2026–27, supported by moderate inflation, continued infrastructure spending, healthy financial sector fundamentals, and resilient domestic demand. Continued progress in structural reforms, export competitiveness, and investment-led growth will remain critical for sustaining long-term economic expansion and strengthening India's role as a key contributor to global growth.

3. Business environment

The Indian metal forging industry continues to demonstrate steady growth, supported by expanding demand from the automotive, infrastructure, railways, defense, industrial machinery, and renewable energy sectors. Published market estimates vary by source; however, recent industry research indicates that the India metal forging market is expected to grow steadily over the next decade, supported by technological advancements and rising demand from key end-use industries.

Growth in the forging industry remains closely linked to developments in the steel and manufacturing sectors. India's steel demand is projected to grow by around 9% in 2026, driven by robust activity in infrastructure, construction, automotive, railways, and capital goods industries. Domestic crude steel production and steel consumption continue to expand, supported by capacity additions, increasing industrial activity, and strong policy support for manufacturing and infrastructure development.

Government initiatives such as the National Infrastructure Pipeline (NIP), the Production Linked Incentive (PLI) Scheme for Specialty Steel, and continued investments in transportation, energy, and urban infrastructure are expected to support higher steel consumption and create sustained demand for forged components across automotive, heavy engineering, railways, defense, and renewable energy sectors.

At the same time, the industry faces challenges arising from global price volatility, fluctuations in raw material costs, increasing import competition, geopolitical uncertainties, and evolving environmental regulations.

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At the same time, the industry faces challenges arising from global price volatility, fluctuations in raw material costs, increasing import competition, geopolitical uncertainties, and evolving environmental regulations.

Nevertheless, the long-term outlook for India's steel and forging industries remains positive. Strong domestic demand, increasing investments in infrastructure and manufacturing, technological advancements in forging processes, and supportive government policies are expected to drive sustained growth in the sector over the coming years.

4. Business snapshot

Pradeep Metals Limited (PML) showed growth and generated Rs. 32,784.87 Lakhs in annual sales through its products ranging from intricate closed die stainless, alloy, carbon and Nickel Alloy steel forgings as finished and semi-finished machined components. The strategy of specialization in catering to custom-made and small quantity orders continues to pay dividends and has made the Company the preferred supplier to its customers. The Company's expertise in making deliveries in short lead times, sometimes even 2 days, helps the

5. Discussion on financial performance with respect to operational performance

Standalone financial performance of the Company is summarized below: -

(Rupees in Lakhs)

Particulars	FY 2025-26	FY 2024-25	Change in %
Exports	15,531.57	14,784.26	5.05
Domestic Sales	16,723.62	13,898.96	20.42*
Export Incentives	324.35	558.49	-41.92 **
Income from Windmill	205.33	197.38	4.03
Other Income	245.92	514.31	-52.18***
Total Income	33,030.79	29,953.39	10.27
EBITDA	4,965.37	4,546.95	9.20
Profit before Taxes	3,435.53	3,066.83	12.02
Profit after Taxes (before Other Comprehensive income)	2,532.74	2,314.57	9.43
Total Comprehensive Income	2,525.14	2,272.08	11.14

*Domestic sales increased by 20.42% from FY 2024-25, due to demand and price increase.

**The export incentive dropped by 41.92% in FY 2025-26 as incentive for imported machinery was accounted in FY 2024-25.

***Other income includes Rs. 148 lakhs profit on sale of machinery in FY 2024-25.

6. Segment wise or product wise performance

Business verticals such as Valves, General Engineering, Instrumentation & Flanges and Defense contributed 30%, 34%, 33% and 3% respectively, to the total sales of the Company.

7. Key financial ratios Standalone.

Particular	2025-26 (Audited)	2024-25 (Audited)	Variance
Debtors' turnover ratio	3.61	3.66	-1.30
Inventory turnover ratio	5.39	6.14	-12.21
Interest coverage ratio*	6.26	5.53	13.20
Current Ratio	1.37:1	1.39:1	-1.43
Debt Equity Ratio	0.42:1	0.45:1	-6.67
Operating Profit Margin	12.47%	12.72%	-1.97
Net Profit Margin@	7.73%	7.86%	-1.65
Return on Net worth	17.31%	17.78%	-2.64

* Interest includes finance cost and bank charges.

8. Future outlook

The Management is planning to expand machining capacity further to meet increased customer demand. The company is also installing a rooftop solar plant of 600 KW at the existing factory. The power generated through solar plants is substantially economical when compared with the MSEB's tariff. The pay-back period for the plant is expected to be 4 years, whereas the plant is expected to generate power for 25 years with annual degradation of approximately 0.5%.

The Board has recently approved an investment of up to Rs. 250 Crores for setting up a Greenfield Manufacturing Facility at Butibori, Nagpur, aimed at catering to the rapidly growing global demand for defense equipment arising from evolving geopolitical dynamics(with a particular focus on precision-engineered defense components such as artillery shell casings that require high-quality forging).

Europe's decision to materially enhance defense spending, coupled with India's expanding defense cooperation arrangements with European nations, is expected to create sustained export opportunities for Indian manufacturers. In this context, India's emergence as a reliable, cost-competitive, and strategically aligned manufacturing base, particularly as global supply chains diversify, positions the Company favourably.

Leveraging its metallurgical expertise and precision manufacturing capabilities, the Company seeks to develop a scalable, export-oriented defense platform that supports sustainable long-term growth and delivers enduring value to shareholders.

9. Opportunities and threats

Opportunities:

Following new opportunities have emerged to develop new overseas Customers:

- Developing trend among Countries of decreasing the dependence on China in the Post-Covid Scenario; and
- Signing of Free Trade Agreements (FTA) between India and various Countries
- New product and customer development is a focus area, which helps us to mitigate the risk of obsolete product range.
- The company's ability to support customer demand within the shortest possible lead time helps us to meet the ever-shrinking expected lead time due to the uncertain market conditions.

Threats:

- Emergence of EV market which may reduce demand for forged components.
- Labour intensive process, which can get hit during pandemics like Covid-19 and availability of skilled labour.
- Tariff's war impacting international trade.
- Hike in the prices of Steel, Consumables, Freight, etc.

10. Risks and areas of concern

The Company has a diverse portfolio of products, spread over a large number of customers and across geographies. This insulates it against industry risks. As steel is the major input with volatility risk, the pass-through contracts provide protection against volatility in steel prices. People risks are mitigated with motivation initiatives and engagement with employees.

11. Internal control systems and their adequacy

The Company has a sound internal control system which ensures that (a) its financial reports are reliable; (b) its operations are effective and efficient; (c) its activities comply with applicable laws and regulations; and (d) accountability of assets and protects against loss through unauthorized use. The internal control systems are further supplemented by an internal audit carried out by an independent firm of Chartered Accountants and periodical review by the Management. The Internal Audit process is designed to review the adequacy of internal control checks in the system and covers all the significant areas of the Company's operations. Implementation of ERP is under process and its completion will further strengthen financial controls.

The Audit Committee of the Board of Directors reviews the adequacy and effectiveness of the internal control systems and tracks the implementation of corrective actions. Significant audit observations and corrective actions taken by the Management are presented to the Audit Committee. To maintain its objectivity and independence, the Internal Audit reports are submitted to the Chairman of the Audit Committee. The Audit Committee plays a key role in providing assurance to the Board of Directors.

12. Human resources/industrial relations front

The Company's philosophy is to engage with its employees at all levels. Dedication and commitment are encouraged and rewarded. The Company provides in-house training to its employees and sends them to obtain training from various organizations. The Company had a total of 538 employees on its payroll as on March 31, 2026.

Cautionary Statement:

Details provided hereinabove relating to various activities and future plans may be 'forward-looking statements' within the realm of applicable laws and regulations. Actual performance may differ substantially or materially from those expressed or implied. The Company may need to change plans or other projections due to changes in Government policies, tax laws, market conditions and other incidental factors.

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Pradeep Metals Limited

Report on the audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying Standalone Financial Statements of Pradeep Metals Limited ('the Company'), which comprise the Standalone Balance Sheet as at 31 March 2026, and the Standalone Statement of Profit And Loss (including Other Comprehensive Income), Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year ended on that date, and notes to the Standalone Financial Statements, including a summary of material accounting policies and other explanatory information ('the Standalone Financial Statements').

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone Financial Statements give the information required by the Companies Act, 2013 ('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 March 2026, and its Profit and Other Comprehensive Income, Changes in Equity and its Cash Flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Standalone 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 Standalone 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the Standalone Financial Statements.

Key Audit Matters

4. 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 year. 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 that there are no Key audit matters to be communicated in our report.

Other Information

5. The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report but does not include the Standalone Financial Statements and our auditors' report thereon. The Other Information is expected to be made available to us after the date of this auditor's report.

6. Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

7. In connection with our audit of the Standalone Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone Financial Statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

8. When we read the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate action as applicable under the relevant laws and regulations.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statements

9. 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 State of Affairs, profit and Other Comprehensive Income, Changes in Equity and Cash Flows of the Company 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 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 of the assets of the Company and for preventing and detecting frauds and other irregularities; selection of the appropriate accounting software for ensuring compliance with applicable laws and regulations including those related to retention of audit logs; 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 Standalone Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

10. In preparing the Standalone Financial Statements, the Board of Directors 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 the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's responsibilities for the audit of the Standalone Financial Statements

12. 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 skepticism throughout the audit. We also:

12.1. 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.

12.2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.

12.3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

12.4. Conclude on the appropriateness of the 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.

12.5. 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.

13. 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.

14. 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.

15. 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 year 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 Matter

16. The Standalone Financial Statements of the Company for the year ended 31 March 2025 were audited by erstwhile N. A. Shah Associates LLP Statutory auditors whose reports dated 22 May 2025 expressed an unmodified opinion on those Standalone Financial Statements. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

17. As required by the Companies (Auditor's Report) Order, 2020 ('the Order'), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

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

18.1. 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.

18.2. In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in paragraph 20.8 below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

18.3. The standalone balance sheet, the standalone statement of profit and loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Standalone Cash Flow Statement dealt with by this Report are in agreement with the books of account.

18.4. In our opinion, the aforesaid Standalone Financial Statements comply with the Ind AS specified under Section 133 of the Act read with the relevant rules thereunder.

18.5. On the basis of the written representations received from the directors as on 16 May 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2026 from being appointed as a director in terms of Section 164(2) of the Act.

18.6. The modification relating to the maintenance of books of accounts and other matters connected therewith are as stated in the paragraph 18.2 above on reporting under Section 143(3)(b) and paragraph 19.8 below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

18.7. With respect to the adequacy of the internal financial controls with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.

18.8. In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.

19. 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:

19.1. The Company has disclosed the impact of pending litigations as at 31 March 2026 on its financial position in its Standalone Financial Statements – Refer Note 35 to the Standalone Financial Statements;

19.2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.

19.3. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

19.4. The Management has represented, to best of their knowledge and belief, that 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, whether, 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.

19.5. The Management has represented, to best of their knowledge and belief, that no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, 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.

19.6. Based on such audit procedures, that have been considered reasonable and appropriate in the circumstances, performed by us, nothing has come to our notice that has caused us to believe that the representation under sub clause (i) and (ii) of Rule 11(e), as provided under para [19.4] and [19.5] above, contain any material misstatement.

19.7. In our opinion and according to the information and explanations given to us, the dividend declared and paid during the year by the Company is in compliance with Section 123 of the Act.

19.8. Based on our examination, which included test checks, the Company has used accounting softwares for maintaining its books of account which has a feature of recording audit trail (edit log) facility, which have been operated throughout the year for all relevant transactions recorded in the software, except that the audit trail(edit log) facility was not enabled for one of the software at the database level to log any direct data changes. Further, for the period where audit trail (edit log) facility was enabled and operated for the respective accounting softwares, we did not come across any instance of the audit trail feature being tampered with. Additionally, where audit trail (edit log) facility was enabled and operated during the year, the audit trail has been preserved by the Company as per the statutory requirements except for one accounting software where evidence of backup logs for record retention at application level couldn't be furnished for our verification.

For KKC & Associates LLP

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621

Divesh B Shah

Partner

ICAI Membership No: 168237

UDIN: 26168237FAHMOE5284

Place: Mumbai

Date: 16 May 2026

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF PRADEEP METALS LIMITED FOR THE YEAR ENDED 31 MARCH 2026

(Referred to in paragraph 17 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

The Company is maintaining proper records showing full particulars of intangible assets.

b. The Company has a regular programme of physical verification of its PPE by which all PPE are verified in a phased manner over a period of three years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain PPE were physically verified by the Management during the year. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.

c. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company.

d. In our opinion and according to the information and explanations given to us, the Company has not revalued its PPE (including Right of Use assets) or intangible assets or both during the year.

e. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

II. a. In our opinion and according to the information and explanations given to us, the physical verification of inventories has been conducted at reasonable intervals by the Management and, the coverage and procedure of such verification by the Management is appropriate. The discrepancies noticed on verification between the physical stocks and the book records have been properly dealt with in the books of account. For stocks lying with third parties at the year-end, written confirmations have been obtained and in respect of goods-in-transit, subsequent goods receipts have been verified or confirmations have been obtained from the parties.

b. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has been sanctioned working capital limits in excess of rupees five crore, in aggregate, from banks or financial institutions on the basis of security of current assets. The difference between the quarterly returns or statements filed by the Company with such banks or financial institutions and the books of account of the Company is not material in nature and is as stated under Note 37 of the standalone financial statements.

III. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any investment or given any security or guarantee or advance in nature of loans to companies, firms, limited liability partnership or any other parties during the year. The Company has granted unsecured loans to other parties in respect of which the requisite information is as below. The Company has not granted any loans to companies,firms or limited liability partnership.

a. In our opinion and according to the information and explanations given to us, the Company has granted unsecured loans to other parties, and the details are mentioned in the following table

(Rupees in Lakhs)

Particulars	Guarantees	Security	Loans	Advances in the nature of loans
Aggregate amount granted/ provided during the year				
Subsidiaries	-	-	-	-
Joint Ventures	-	-	-	-
Associates	-	-	-	-
Others	-	-	3.34	-
Balance outstanding as at balance sheet date in respect of above cases				
Subsidiaries	-	-	-	-
Joint Ventures	-	-	-	-
Associates	-	-	-	-
Others	-	-	1.13	-

b. In our opinion and according to the information and explanations given to us and based on the audit procedures conducted by us, the terms and conditions of the grant of all loans are not prejudicial to the Company's interest.

c. In our opinion and according to the information and explanations given to us and on the basis of our examination of the record of the Company, in respect of loans the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular during the year.

d. In our opinion, according to the information and explanations given to us and on the basis of our examination of the record of the Company, there is no overdue amount for more than ninety days in respect of loans given. Further, the Company has not given any advances in the nature of loans to any party during the year.

e. In our opinion and according to the information and explanations given to us and on the basis of our examination of the record of the Company, neither loans or advances in nature of loans have been renewed or extended nor any fresh loans have been granted to settle the overdue of existing loans.

f. In our opinion and according to the information and explanations given to us and on the basis of our examination of the record of the Company, the Company has not granted any loans or advances in the nature of loans to Promoters/Related Parties (as defined in section 2(76) of the Act which are either repayable on demand or without specifying any terms or period of repayment.

IV. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not given any loan, made investments or not provided any guarantee or security to which the provisions of Sections 185 & 186 of the Companies Act, 2013 ("the Act") apply.

V. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public during the year in terms of directives issued by the Reserve Bank of India or the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed there under. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.

VI. We have broadly reviewed the books of account maintained by the Company as specified under section 148(1) of the Act, for the maintenance of cost records in respect of products manufactured by the Company, and 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 cost records with a view to determine whether they are accurate or complete.

VII. a. The Company does not have liability in respect of Service tax, Duty of excise, Sales tax and Value added tax during the year since effective 1 July 2017, these statutory dues has been subsumed into GST. In our opinion and according to the information and explanations given to us, 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, duty of customs, cess and any other statutory dues have been regularly deposited by the Company with the appropriate authorities.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, Goods and Services Tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March 2026 for a period of more than six months from the date they became payable.

b. In our opinion and according to the information and explanations given to us, there are no dues of Goods and Services Tax, provident fund, employee's state insurance, cess and any other statutory dues, which have not been deposited to/with the appropriate authority on account of any dispute. The Particulars of dues of Income Tax which have not been deposited to/with the appropriate authority on account of any dispute are as follows:

Name of the Statute	Nature of the Dues	Amount	Period to which the amount relates	Forum where dispute is pending
Income Tax Act, 1961	Income Tax	FY 22-23	Rs.15.63 Lakhs	Commissioner of Income-tax (Appeals)

VIII. In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, we confirm that we have not come across any transactions not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

IX. a. In our opinion, the Company has not defaulted in repayment of loans or other borrowings to financial institutions, banks or in the payment of interest thereon to any lender.

b. According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority or any other lender.

c. In our opinion and according to the information and explanations given to us, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.

d. According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

e. According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

f. According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries.

X. a. The Company did not raise money by way of initial public offer or further public offer (including debt instruments) during the year.

b. During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause (x)(b) of the Order is not applicable to the Company.

XI. a. In our opinion and according to the information and explanations given to us, there has been no fraud by the Company or any fraud on the Company that has been noticed or reported during the year.

b. In our opinion and according to the information and explanations given to us, no report under sub section (12) of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

c. As represented to us by the Management, there are no whistle blower complaints received by the Company during the year.

XII. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.

XIII. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

XIV. a. In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.

b. We have considered the internal audit reports of the Company issued till date, for the period under audit.

XV. According to the information and explanations given to us, in our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.

XVI. a. In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(a) of the Order is not applicable to the Company.

b. In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, paragraph 3(xvi)(b) of the Order is not applicable to the Company.

c. The Company is not a Core Investment Company (CIC) as defined in the regulations made by Reserve Bank of India.

d. There is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

XVII. The Company has not incurred any 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 and accordingly this clause is not applicable / paragraph 3(xviii) of the Order is not applicable to the Company.

XIX. According to the information and explanations given to us and on the basis of the financial ratios, ageing 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 and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

Also, refer to the Other Information paragraph of our main audit report which explains that the other information comprising the information included in Annual report is expected to be made available to us after the date of this auditor's report.

XX. In our opinion and according to the information and explanations given to us, there is no unspent amount under sub-section (5) of Section 135 of the Act pursuant to any project. Accordingly, clauses 3(xx)(a) and 3(xx)(b) of the Order are not applicable to the Company.

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration Number: 105146W/W100621

Divesh B Shah
Partner
ICAI Membership No: 168237
UDIN: 26168237FAHMOE5284

Place: Mumbai
Date: 16 May 2026

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF PRADEEP METALS LIMITED FOR THE YEAR ENDED 31 MARCH 2026

(Referred to in paragraph '[18.7]' under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls with reference to the aforesaid Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act').

Opinion

1. We have audited the internal financial controls with reference to the Standalone Financial Statements of Pradeep Metals Limited ('the Company') as at 31 March 2026 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.

2. In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to the Standalone Financial Statements and such internal financial controls were operating effectively as at 31 March 2026, based on the internal controls 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 ('the Guidance Note').

Management's responsibility for Internal Financial Controls

3. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 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 Act.

Auditor's responsibility

4. Our responsibility is to express an opinion on the Company's internal financial controls with reference to the Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('SA '), prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to the Standalone Financial Statements. Those SAs and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the Standalone Financial Statements were established and maintained and whether such controls operated effectively in all material respects.

5. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system with reference to the Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Standalone Financial Statements included obtaining an understanding of internal financial controls with reference to the Standalone 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 Standalone Financial Statements, whether due to fraud or error.

6. 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 with reference to the Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to the Standalone Financial Statements

7. A company's internal financial controls with reference to the Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to the Standalone Financial Statements include 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 Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to the Standalone Financial Statements

8. Because of the inherent limitations of internal financial controls with reference to the Standalone 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 Standalone Financial Statements to future periods are subject to the risk that the internal financial controls with reference to the Standalone Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For KKC & Associates LLP

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621

Divesh B Shah

Partner

ICAI Membership No: 168237

UDIN: 26168237FAHMOE5284

Place: Mumbai

Date: 16 May 2026

Standalone Balance Sheet as at 31st March 2026

(Rupees in Lakhs)

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
ASSETS			
I. Non-current assets			
(a) Property, plant and equipment	4.1	8,910.55	8,248.43
(b) Right of use assets	4.2	63.29	92.50
(c) Capital work-in-progress	4.6	403.83	36.58
(d) Other Intangible assets	4.1	83.91	149.10
(e) Financial assets			
(i) Investments	5	2,769.32	2,769.32
(ii) Other financial assets	6	113.39	117.80
(f) Other assets	7	915.16	441.50
		13,259.45	11,855.23
II. Current assets			
(a) Inventories	8	6 ,951.41	5 ,083.82
(b) Financial assets			
(i) Trade receivables	9	9 ,723.94	8 ,253.77
(ii) Cash and cash equivalents	10	4 .78	2 .53
(iii) Bank balances other than (ii) above	10	57.19	41.46
(iv) Loans	11	1 .63	4 .53
(v) Other financial assets	12	122.16	126.29
(c) Income tax assets (net)		147.88	263.38
(d) Other assets	13	872.92	735.14
		17,881.91	14,510.92
TOTAL ASSETS		31,141.36	26,366.15
EQUITY AND LIABILITIES			
III. Equity			
(a) Equity share capital	14	1,727.00	1,727.00
(b) Other equity	15	14,509.09	12,415.68
TOTAL EQUITY		16,236.09	14,142.68

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
LIABILITIES			
IV. Non-current liabilities			
(a) Financial liabilities			
(i) Lease liabilities	38	39.84	70.97
(ii) Borrowings	16	1,088.23	1,042.17
(b) Provisions	17	99.64	93.96
(c) Deferred tax liabilities (net)	18	644.59	569.93
		1,872.30	1,777.03
V. Current liabilities			
(a) Financial liabilities			
(i) Lease liabilities	38	31.13	28.59
(ii) Borrowings	19	5,582.41	5,204.89
(iii) Trade payable	20		
(A) Due to micro and small enterprises		312.00	208.08
(B) Due other than to micro and small enterprises		5,451.23	3,836.58
(iv) Other financial liabilities	21	1,413.15	924.04
(b) Other liabilities	22	133.43	107.62
(c) Provisions	23	109.62	136.64
		13,032.97	10,446.44
TOTAL LIABILITIES		14,905.27	12,223.47
TOTAL EQUITY & LIABILITIES		31,141.36	26,366.15

Material accounting policies & other notes 1 to 61

Notes referred to herein above form an integral part of the standalone financial statements. As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

For and on behalf of the Board of Directors of Pradeep Metals Limited

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Statement of Profit and Loss for the year ended on 31st March 2026

(Rs. in Lakhs except share and per share data)

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
INCOME			
Revenue from operations	24	32,784.87	29,439.08
Other income	25	245.92	514.31
		33,030.79	29,953.39
EXPENSES			
Cost of material consumed	26	16,642.86	14,316.17
Purchase of Stock in Trade	27	183.81	103.72
Changes in inventories of work-in-progress, finished goods and scrap	28	(1,808.31)	(713.28)
Manufacturing expenses	29	7,285.95	6,416.87
Employee benefit expenses	30	3,947.20	3,662.29
Finance costs	31	652.63	677.73
Depreciation and amortization expense	4.3	877.21	802.40
Other expenses	32	1,813.91	1,620.67
Total Expenses		29,595.26	26,886.57
Profit before tax		3,435.53	3,066.82
Tax expense			
- Current tax		847.50	609.02
- Deferred tax charge		74.65	155.80
- Income tax of earlier years (net)		(19.36)	(12.56)
		902.79	752.26
Net Profit for the year (A) Other Comprehensive Income		2,532.74	2,314.56
(i) Items that will not be reclassified to profit or loss - Remeasurement losses on defined benefit plans	33	(10.15)	(56.78)
Less: Income tax on above		2.55	14.29
Other Comprehensive Income (B)		(7.60)	(42.49)
Total Comprehensive Income (A+B)		2,525.14	2,272.07
Earnings per equity share			
(a) Basic (Face value of Rs. 10 each)	34	14.67	13.40
(b) Diluted (Face value of Rs. 10 each)		14.67	13.40
Material accounting policies & other notes	1 to 61		

Notes referred to herein above form an integral part of the standalone financial statements. As per our report of even date attached

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Date: 16th May 2026

Standalone Cash Flow Statement for the year ended 31st March 2026 (Rupees in Lakhs)

Particulars	As at 31st March 2026		As at 31st March 2025	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before taxation		3,435.53		3,066.83
Adjustments for:				
Depreciation and amortization	877.21		802.40	
Allowance for doubtful debts utilised / reversed	-		(50.00)	
Gain on discard of property, plant & equipment (net)	28.36		(186.71)	
Provision for slow moving / non moving	(1.04)		45.41	
	-		(10.74)	
Amount no longer payable written back	209.08		94.70	
Unrealised foreign exchange (gain) / loss (net)	652.63		677.73	
Interest expenses	(10.98)		(4.53)	
Interest income		1,755.26		1,368.26
Operating profit before changes in assets and liabilities		5,190.79		4,435.09
Movements in working capital : [Current and Non-current]	(130.36)		159.71	
(Increase) / decrease in other financial assets and other assets	(1,866.55)		(799.49)	
Increase in inventories				
Increase in trade receivable	(1,238.40)		(789.15)	
Increase in trade payable, other liabilities, provisions and other financial liabilities	1,769.91	(1,465.40)	675.65	(753.28)
Adjustment for:		3,725.39		3,681.81
Direct taxes paid (net of refund)		(709.93)		(755.50)
Net cash generated from operating activities...(A)		3,015.46		2,926.31

Particulars	As at 31st March 2026		As at 31st March 2025	
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, plant & equipment and intangible assets (Including capital advances and work-in-progress)	(2,382.78)		(2,298.81)	
Sale / discard of Property, plant & equipment	57.39		267.35	
Increase in other bank balances and non-current assets [Other than cash and cash equivalent]	(14.82)		143.02	
Interest received	10.98		4.53	
	(2,329.23)		(1,883.91)	
Adjustment for: Less: Direct taxes paid [including tax deducted at source]	(0.16)		(0.41)	
Net cash used in investing activities...(B)		(2,329.39)		(1,884.32)

C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from long term borrowings	665.70		784.54	
Repayment of long term borrowings	(852.41)		(1,070.94)	
Payment of lease liabilities	(28.59)		(36.00)	
Increase / (Decrease) in working capital loan (net)	609.93		298.24	
Dividend paid	(425.81)		(339.57)	
Interest paid	(652.63)		(677.75)	
Net cash used in financing activities...(C)		(683.81)		(1,041.48)
Net increase in cash and cash equivalents...(A + B + C)		2.25		0.50
Cash and cash equivalents at the beginning of the year	2.53		2.03	
Cash and cash equivalents at the end of the year	4.78		2.53	
Net increase in cash and cash equivalents		2.25		0.50

Notes referred to herein above form an integral part of the standalone financial statements. As per our report of even date attached

For KKC & Associates LLP
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Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

For and on behalf of the Board of Directors of Pradeep Metals Limited

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Statement of changes in equity for the year ended 31st March 2026

(Rupees in Lakhs)

Particulars	Equity share capital	Reserves and surplus (A)			Other Comprehensive Income (B)	Total other equity (A+B)
		Security Premium	General reserves	Retained earnings (Statement of profit and loss)	Re-measurement of the net defined benefit plan	
For the year ended 31st March 2025	1,727.00	515.98	211.60	9,990.87	(229.46)	10,488.98
Balance at 1st April 2024	-	-	-	2,314.56	-	2,314.56
Profit for the year						
Addition during the year (net of taxes) (Refer note 33)	-				(42.49)	(49.09)
Amount reclassified to P&L during the year (net of taxes) (Refer note 33)	-					6.60
Transaction with owners in their capacity as owners						-
Interim dividend (FY 2024-25)	-	-	-	(345.36)	-	(345.36)
Balance as at 31st March 2025	**1,727.00**	**515.98**	**211.60**	**11,960.07**	**(271.95)**	**12,415.69**
For the year ended 31st March 2026	1,727.00	515.98	211.60	11,960.07	(271.95)	12,415.69
Balance at 1st April 2025	-	-	-	2,532.74	-	2,532.74
Profit for the year						
Addition during the year (net of taxes) (Refer note 33)	-				(7.60)	(7.60)
Amount reclassified to P&L during the year (net of taxes) (Refer note 33)	-					
Transaction with owners in their capacity as owners						-
Interim dividend (FY 2025-26)	-	-	-	(431.75)	-	(431.75)
Balance as at 31st March 2026	**1,727.00**	**515.98**	**211.60**	**14,061.06**	**(279.55)**	**14,509.09**

Material accounting policies & other notes

i) Securities premium

Securities premium is used to record premium on issue of shares. The reserve is utilised in accordance with the provisions of Companies Act, 2013.

ii) General Reserve

General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes.

iii) Retained earnings

Retained earnings represent the accumulated earnings net of losses, if any, made by the Company over the years.

iv) Other comprehensive Income - Defined benefit obligation

The reserve represents the remeasurement gains/(losses) arising from the actuarial valuation of the defined benefit obligations of the Company. The remeasurement gains/(losses) are recognised in other comprehensive income and accumulated under this reserve within equity. The amounts recognised under this reserve are not reclassified to profit or loss.

Notes referred to herein above form an integral part of the standalone financial statements.

As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

For and on behalf of the Board of Directors of Pradeep Metals Limited

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
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Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Statement of Profit and Loss for the year ended on 31st March 2026

4. PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS

4.1 As on 31st March 2026

(Rupees in Lakhs)

Particulars	Gross block				Depreciation / amortization				Net block
	As at 1st April 2025	Additions	Deductions	As at 31st March 2026	As at 1st April 2025	For the year	On Deductions	As at 31st March 2026	As at 31st March 2026
Property, plant & equipment (Tangible assets)									
Freehold land	155.92	-	-	155.92	-	-	-	-	155.92
Leasehold Land	55.81	-	-	55.81	19.07	0.60	-	19.67	36.14
Factory buildings (on leasehold land)	2,097.77	-	-	2,097.77	544.73	69.64	-	614.37	1,483.40
Plant and machinery (P & M)	5,326.04	1,185.71	272.13	6,239.62	1,363.97	436.82	210.70	1,590.09	4,649.53
Microwave Machinery (R&D)	149.10	-	-	149.10	149.10	-	-	149.10	-
Windmill	1,283.64	-	-	1,283.64	484.82	63.96	-	548.78	734.86
Solar Plant	1,190.45	-	-	1,190.45	76.29	45.24	-	121.53	1,068.92
Electrical installation	188.39	102.24	-	290.63	84.25	16.06	-	100.31	190.32
Computers	87.31	73.84	42.65	118.50	56.59	20.32	38.08	38.83	79.67
Furniture and fixtures	82.37	9.29	-	91.66	46.44	7.87	-	54.31	37.35
Office equipment	39.10	8.46	1.04	46.52	15.41	8.05	0.77	22.69	23.83
Vehicles	305.26	-	-	305.26	123.42	26.84	-	150.26	155.00
Dies	910.53	144.70	51.73	1,003.50	659.18	80.98	32.25	707.91	295.59
Sub-total (A)	**11,871.69**	**1,524.26**	**367.55**	**13,028.38**	**3,623.27**	**776.38**	**281.80**	**4,117.85**	**8,910.55**
Intangible assets									
Software (Other than internally generated)	182.46	6.44	38.67	150.23	122.31	28.18	38.67	111.82	38.41
Microwave Composite Heating Furnace (SDF Technology)	304.10	-	-	304.10	215.15	43.44	-	258.59	45.51
Sub-total (B)	**486.56**	**6.44**	**38.67**	**454.33**	**337.46**	**71.62**	**38.67**	**370.41**	**83.91**
Total [(A) + (B)]	**12,358.24**	**1,530.70**	**406.22**	**13,482.71**	**3,960.73**	**848.00**	**320.47**	**4,488.26**	**8,994.46**

4.2 Right of use asset

(Rupees in Lakhs)

Particulars	Building	Total
Gross carrying value		
Balance as at 31st March 2024	**146.05**	**146.05**
Additions in 2024-2025	-	-
Deletions in 2024-2025	-	-
Balance as at 31st March 2025	**146.05**	**146.05**
Additions in 2025-2026	-	-
Deletions in 2025-2026	-	-
Balance as at 31st March 2026	**146.05**	**146.05**
Accumulated amortization		
Balance as at 31st March 2024	**24.34**	**24.34**
Charge for the year 2024-25	29.21	29.21
Deletions in 2024-2025	-	-
Balance as at 31st March 2025	**53.55**	**53.55**
Charge for the year 2025-2026	29.21	29.21
Deletions in 2025-2026	-	-
Balance as at 31st March 2026	**82.76**	**82.76**
Net carrying amount		
Balance as at 31st March 2025	92.50	92.50
Balance as at 31st March 2026	**63.29**	**63.29**

4.3 Depreciation as per statement of profit & loss

Particulars	2025-26	2024-25
Depreciation and amortization of Property, plant & equipment and intangible assets	848.00	773.19
Depreciation on Right of use assets	29.21	29.21
Depreciation as per statement of profit & loss	877.21	802.40

4.4 As on 31st March 2025

(Rupees in Lakhs)

Particulars	Gross block				Depreciation / amortization				Net block
	As at 1st April 2024	Additions	Deductions	As at 31st March 2025	As at 1st April 2024	For the year	On Deductions	As at 31st March 2025	As at 31st March 2025
Property, plant & equipment (Tangible assets)									
Freehold land	155.92	-	-	155.92	-	-	-	-	155.92
Leasehold Land	55.81	-	-	55.81	18.47	0.60	-	19.07	36.74
Factory buildings (on leasehold land)	2,096.24	5.21	3.68	2,097.77	477.88	70.35	3.49	544.73	1,553.04
Plant and machinery (P & M)	3,543.89	2,190.96	408.81	5,326.04	1,361.34	350.31	347.68	1,363.97	3,962.07
Microwave Machinery (R&D)	149.10	-	-	149.10	149.10	-	-	149.10	-
Windmill	1,187.27	96.37	-	1,283.64	425.69	59.13	-	484.82	798.82
Solar Plant	1,190.45	-	-	1,190.45	31.05	45.24	-	76.29	1,114.16
Electrical installation	188.39	-	-	188.39	67.45	16.79	-	84.25	104.15
Computers	78.88	16.47	8.05	87.31	47.46	16.82	7.69	56.59	30.72
Furniture and fixtures	89.70	3.61	10.94	82.37	48.33	8.25	10.13	46.44	35.93
Office equipment	37.17	7.20	5.27	39.10	12.56	7.31	4.46	15.41	23.70
Vehicles	305.26	-	-	305.26	96.55	26.87	-	123.42	181.84
Dies	898.06	53.88	41.41	910.53	581.57	101.68	24.07	659.18	251.34
Sub-total (A)	9,976.14	2,373.70	478.16	11,871.69	3,317.45	703.34	397.52	3,623.27	8,248.43
Intangible assets									
Software (Other than internally generated)	143.56	52.01	13.10	182.46	109.01	26.41	13.10	122.31	60.15
Microwave Composite Heating Furnace (SDF Technology)	304.10	-	-	304.10	171.70	43.44	-	215.15	88.95
Sub-total (B)	447.66	52.01	13.10	486.56	280.71	69.85	13.10	337.46	149.10
Total [(A) + (B)]	10,423.80	2,425.71	491.26	12,358.25	3,598.16	773.19	410.62	3,960.73	8,397.53

4.5 Right of use asset (Rupees in Lakhs)

Particulars	Building	Total
Gross carrying value		
Balance as at 31st March 2023	**122.27**	**122.27**
Additions in 2023-2024	146.05	146.05
Deletions in 2023-2024	122.27	122.27
Balance as at 31st March 2024	**146.05**	**146.05**
Additions in 2024-2025	-	-
Deletions in 2024-2025	-	-
Balance as at 31st March 2025	**146.05**	**146.05**
Accumulated amortization		
Balance as at 31st March 2023	**117.40**	**117.40**
Charge for the year 2023-24	29.23	29.23
Deletions in 2023-2024	122.27	122.27
Balance as at 31st March 2024	**24.36**	**24.36**
Charge for the year 2024-2025	29.21	29.21
Deletions in 2024-2025	-	-
Balance as at 31st March 2025	**53.55**	**53.55**
Net carrying amount		
Balance as at 31st March 2024	121.69	121.69
Balance as at 31st March 2025	**92.50**	**92.50**

4.6 Movement of capital work in progress (Rupees in Lakhs)

Particulars	2025-26			
	P & M	Land	Others	Total
Opening capital work in progress	36.58	-	-	36.58
Add: Addition during the year	1,266.93	49.60	192.14	1,508.67
Less: Assets capitalized/ reversed during the year	1,014.29	15.79	111.33	1,141.42
Closing capital work in progress	289.21	33.81	80.81	403.83

(Rupees in Lakhs)

Particulars	2024-25			
	P & M	Land	Others	Total
Opening capital work in progress	90.52	-	-	90.53
Add: Addition during the year	2,057.35	4.18	7.80	2,069.33
Less: Assets capitalized/ reversed during the year	2,111.29	4.18	7.80	2,123.27
Closing capital work in progress	36.58	-	-	36.58

4.7 CWIP Ageing schedule as at 31st March 2026 (Rupees 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	
Projects in progress	367.25	13.00	23.58	-	403.83

CWIP Ageing schedule as at 31st March 2025 (Rupees 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	
Projects in progress	13.00	23.58	-	-	36.58

4.8 There are no capital-work-in-progress where completion is overdue or exceeded its cost as compared to original plan as at 31st March 2026 and 31st March 2025.

4.9 Details of remaining amortization period and carrying value of intangible assets is as given below: (Rupees in Lakhs)

Particulars	Carrying amount as at (Rs. in Lakhs)		Remaining useful life as at (months)	
	31st March 2026	31st March 2025	31st March 2026	31st March 2025
Epicore software	-	6.16	-	4
Microwave composite heating furnace (SDF Technology)	45.50	88.95	12	24
Other software's	38.41	53.99	11 to 36	11 to 36

5 First pari passu charge has been created on property, plant and equipment of the Company (present and future) in respect of term loans taken by the Company (Refer note 16.1). Further, second charge has been created on the property, plant and equipment for working capital facility availed by the Company (Refer note 19.1)

Standalone Balance Sheet as at 31st March 2026 (Rupees in Lakhs)

5 Non current Investment (At cost, unless otherwise specified)	As at 31st March 2026	As at 31st March 2025
Unquoted equity instruments (fully paid) Investment in wholly owned subsidiary		
3,19,875 (Previous year : 3,19,875) Shares of Pradeep Metals Ltd Inc. USA, Houston at no par value	3,579.32	3,579.32
Less-Impairment in the value of investment	810.00	810.00
Total	2,769.32	2,769.32

5.1 During previous year, the Company made an additional investment in the WOS by way of conversion of outstanding unsecured loans given to the WOS aggregate in to Rs. 2,236.80 Lakhs (equivalent USD 26.90 Lakhs) into 224,167 equity shares of WOS at an issue price of Rs. 997.83 per equity share (equivalent to USD 12 per equity share).

5.2 Based on the Company's assessment, aggregate impairment provision made upto 31st March 2026 (Previous year : Rs. 810 Lakhs) of Rs. 810 Lakhs is considered as adequate in regard to investment in wholly owned subsidiary (WOS) and no additional provision is required in the current year. In view of the management, considering the long term and strategic nature of investment, the balance carrying value of investment would yield the required benefits.

5.3 Other disclosures of investment (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Aggregate cost of unquoted investment	2,769.32	2,769.32
Aggregate amount of impairment in the value of investment	810.00	810.00

(Rupees in Lakhs)

6 Other non-current financial assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Security deposits	113.39	116.89
Deposit with bank having remaining maturity more than 12 months (Refer note 6.1)	-	0.91
Total	113.39	117.80

6.1 Bank deposit of Rs. Nil Lakhs (Previous year : Rs. 0.91 Lakhs) is under lien with bank towards guarantees issued by bank.

7 Other non-current assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Capital advances		
- Consider good	84.20	427.52
- Considered doubtful	-	-
	84.20	**427.52**
Capital advances (Nagpur)#		
- Considered good	812.96	-
- Considered doubtful	-	-
	812.96	-
Less: Allowance for bad and doubtful advances	-	-
	897.16	427.52
Amount paid under protest	10.10	10.10
Less: Provision for the above matter	(10.10)	(10.10)
	-	-
Prepaid expenses	18.00	13.98
Total	915.16	441.50

7.1 Movement of allowance for doubtful capital advances (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Opening balance as on 1st April 2025	-	50.00
Less: Provision written back	-	50.00
Closing balance as on 31st March 2026	-	-

7.2 Pursuant to Hon'ble High Court order, the Company had deposited back wages under protest amounting to Rs. 10.10 Lakhs (Previous year : Rs.10.10 Lakhs) in respect of ex-employees whose services were terminated in earlier years. As an abundant caution, the Company had made contingency provision of Rs.10.10 Lakhs (Previous year : Rs.10.10 Lakhs) which was charged to the Statement of Profit & Loss in the earlier year. The quantum of final liability cannot be ascertained at this stage and will be based on the outcome of matter under dispute.

(Rupees in Lakhs)

8 Inventories (At lower of cost or net realisable value unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Raw material - Steel	1,487.62	1,434.85
Raw materials - Dies	175.61	230.65
Work-in-progress	4,881.15	3,020.87
Finished goods in transit	153.72	191.36
Stores, spares and consumables	225.57	164.02
Scrap	27.74	42.07
Total	6,951.41	5,083.82

8.1 The Company has written down the value of raw material, work in progress towards slow moving, non moving inventory to the extent of Rs.97.89 Lakhs (Previous year : Rs. 98.93 Lakhs) Refer note 3.5 for method of valuation of inventories.

(Rupees in Lakhs)

9 Trade receivables (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Unsecured		
Considered good	9,723.94	8,253.77
Considered doubtful	-	-
	9,723.94	8,253.77
Less: Allowance for doubtful debts	-	-
Total	9,723.94	8,253.77

9.1 No trade receivables are due from directors or other officers of the Company either severally or jointly with any other person. Rs. 0.41 Lakhs (Previous year : Rs. 1.16 Lakhs) is receivable from the WOS having three common directors and from the Step Down Subsidiary (SDS) of Rs. 683.17 Lakhs having three common directors (Previous year : Rs 1,130.34 Lakhs)

9.2 For details of outstanding receivables from related parties. (refer note 39.3)

9.3 Trade receivables are non - interest bearing and are generally on terms of 30 to 270 days.

9.4 Refer note 44 for policy on expected credit loss.

9.5 The Company has registered under the Micro, Small and Medium Enterprises Development Act, 2006 [MSMED Act]. The relevant provisions in respect of receivable are applicable to the Company.

9.6 Trade receivables ageing schedule as at 31st March 2026 (Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables – considered good	8,189.24	1,484.92	47.67	2.11	-	-	9,723.94
Total	8,189.24	1,484.92	47.67	2.11	-	-	9,723.94

9.6 Trade receivables ageing schedule as at 31st March 2025

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables – considered good	6,778.40	1,470.89	-	4.48	-	-	8,253.77
Total	6,778.40	1,470.89	-	4.48	-	-	8,253.77

(Rupees in Lakhs)

10 Cash and cash equivalent and other bank balances	As at 31st March 2026	As at 31st March 2025
Cash and cash equivalent		
Balances with banks		
- In current accounts	3.33	1.03
- In fixed deposits	-	-
Cash on hand	1.45	1.50
Total	4.78	2.53
Other bank balances		
- In fixed deposits having remaining maturity less than 12 months	27.42	17.62
- Earmarked balances (on unpaid dividend account)	29.77	23.84
Total	57.19	41.46

10.1 Bank deposits earn interest at fixed rates.

10.2 Bank deposits aggregating to Rs. 27.42 Lakhs (Previous year : Rs. 17.62 Lakhs) are under lien with banks towards guarantees issued by bank.

(Rupees in Lakhs)

11 Loans (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Other loans		
Loan to employees	**1.63**	**4.53**
Total	1.63	4.53

(Rupees in Lakhs)

12 Other current financial assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Export incentive receivable	**67.87**	**51.48**
Amount recoverable from customers	**49.99**	**42.12**
Recoverable from WOS	**-**	**2.53**
Other receivables	**4.26**	**30.13**
Interest accrued on fixed deposits	**0.04**	**0.03**
Total	122.16	126.29

12.1 Break up of financial assets carried at amortised cost (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Loans (Refer note 11)	1.63	4.53
Other financial assets [refer note 6 & 12]	235.55	244.09
Trade receivables [refer note 9]	9,723.94	8,253.77
Cash & cash equivalents [refer note 10]	4.78	2.53
Other bank balance [refer note 10]	57.19	41.46
Total	10,023.09	8,546.38

(Rupees in Lakhs)

13 Other current assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Advance to suppliers (other than capital advance)	56.92	129.57
Considered doubtful	-	-
	56.92	**129.57**
Less: Allowance for doubtful advances	-	-
	56.92	**129.57**
Input tax credit receivable (including refund receivable)	650.95	456.21
Prepaid expenses	165.05	149.36
Total	872.92	735.14

14 Share capital

(Rupees in Lakhs)

14.1 Authorised capital	As at 31st March 2026	As at 31st March 2025
Equity share capital		
18,500,000 (Previous year : 18,500,000) Equity Shares of Rs. 10 each	1,850.00	1,850.00
Preference share capital		
550,000 (Previous year : 550,000) Preference Shares of Rs.100 each	550.00	550.00
Total	2,400.00	2,400.00

(Rupees in Lakhs)

14.2 Issued, subscribed and paid-up capital	As at 31st March 2026	As at 31st March 2025
Issued		
17,270,000 (Previous year : 17,270,000) Equity Shares of Rs.10 each	1,727.00	1,727.00
Issued, subscribed and paid-up		
17,270,000 (Previous year : 17,270,000) Equity Shares of Rs.10 each	1,727.00	1,727.00
Total	1,727.00	1,727.00

14.3 The Company has only one class of issued shares having a par value of Rs. 10/- per share. Each holder of equity shares is entitled to one vote per share. The Company declares and pays dividend in Indian rupees. The dividend proposed, if any, by the Board of Directors shall be subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Company, the holder of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(Rupees in Lakhs)

14.4 Reconciliation of number of equity shares outstanding at the beginning and at the end of the reporting year	As at 31st March 2026	As at 31st March 2025
Shares outstanding at beginning of the year	17,270,000	17,270,000
Changes during the year	-	-
Shares outstanding at the end of the year	**17,270,000**	**17,270,000**

14.5 Equity Shares held by each shareholder holding more than 5% shares (Rupees in Lakhs)

Name of shareholder	As at 31st March 2026		As at 31st March 2025	
	Number of Shares	% of holding	Number of Shares	% of holding
Mr. Pradeep Goyal	1,576,400	9.13	1,576,400	9.13
Mrs. Neeru P. Goyal	919,927	5.33	919,927	5.33
Nami Capital Private Limited (Refer note 61)	10,194,456	59.03	10,194,456	59.03

14.6 Shares held by ultimate holding company (Rupees in Lakhs)

Name of shareholder	As at 31st March 2026		As at 31st March 2025	
	Number of Shares	% of holding	Number of Shares	% of holding
Nami Capital Private Limited (Refer note 61)	10,194,456	59.03	10,194,456	59.03

14.7 Shares held by promoters (Rupees in Lakhs)

Promoter Name	As at 31st March 2026		As at 31st March 2025		% Change during the year	
	Number of Shares	% of holding	Number of Shares	% of holding	Number of Shares	% of holding
Mr. Pradeep Goyal	1,576,400	9.13	1,576,400	9.13	-	-
Mrs. Neeru P. Goyal	919,927	5.33	919,927	5.33	-	-
Nami Capital Private Limited (Refer note 61)	10,194,456	59.03	10,194,456	59.03	-	-
Total	12,690,783	73.49	12,690,783	73.49	-	-

15 For details of other equity, refer Statement of Changes in Equity forming part of the financial statements.

(Rupees in Lakhs)

16 Borrowings (Non-current)	As at 31st March 2026	As at 31st March 2025
Secured		
From banks		
- Term loan	1,010.49	943.37
- Vehicle loan	77.74	98.80
Total	1,088.23	1,042.17

16.1 Details of security provided

(i) Term loans are secured by first pari passu charge created on property, plant and equipment of the Company (present and future) and second charge on entire current assets of the Company (refer Note 5).

(ii) Vehicle loan is secured against security of vehicle financed and further guaranteed by personal guarantee of Chairman and Managing Director of the Company.

16.2 Terms of repayment and maturity profile of the term loan is as set out below:

(Rupees in Lakhs)

Borrowings	Interest Rates	As at 31st March 2026	As at 31st March 2025
Term loan XVI (INR) Repayable Nil instalments (Previous year:4 quarterly instalments of Rs. 16.67 Lakhs each & 1 instalment of balance amount.)	1YEBLR+0.10% (Currently 8.10% p.a.)	-	47.92
Term loan XVII (FCTL and INR) Repayable Nil instalments (previous year: 2 quarterly instalments of Rs. 43.00 Lakhs & 1 instalment of balance amount)	1YEBLR+0.50% (Currently 9.50% p.a.)	-	137.58
Term loan XVII (INR) (New) Repayable Nil instalments (Previous year: 2 quarterly instalments of Rs. 120.00 Lakhs each & 1 instalment of balance amount)	1YEBLR+0.10% (Currently 8.10% p.a.)	-	286.70
Term loan XVIII (INR) Repayable in 11 instalment of Rs.42.27 Lakhs each and 1 instalment of balance amount (Previous year : 4 quarterly instalments of Rs. 37.20 Lakhs each & 11 installment of Rs. 42.27 Lakhs each and 1 instalment of balance amount)	1YEBLR+0.10% (Currently 8.10% p.a.)	462.65	611.46
Term loan XIX (INR) Repayable Nil instalments (Previous year : 1 instalment of balance amount)	1YEBLR+0.10% (Currently 8.10% p.a.)	-	13.60
Term loan XX (INR) Repayable in 11 (Previous year: 15 quarterly installments of Rs.43.40 Lakhs each & 1 installment of balance amount) quarterly instalments of Rs. 43.40 Lakhs each & 1 instalment of balance amount.	1YEBLR+0.10% (Currently 8.10% p.a.)	708.93	654.31
Term loan XXI (INR) Repayable in 19 (Previous year: Nil) quarterly instalments of Rs. 24.38 Lakhs each & 1 instalment of balance amount	1YEBLR+0.10% (Currently 8.10% p.a.)	281.04	-
Term loan XXII (INR) Repayable in 59 (Previous year: Nil) monthly instalments of Rs. 16.95 Lakhs each & 1 instalment of balance amount	1YEBLR+0.10% (Currently 8.10% p.a.)	131.96	-
Vehicle loan (INR) Repayable in 49 (Previous year: 61) equated monthly instalments.	(Currently 8.50% p.a.)	98.06	117.41
Total		1,682.64	1,868.98

Above figures are including current maturity as disclosed in note 19.

(Rupees in Lakhs)

17 Provisions (Non-current)	As at 31st March 2026	As at 31st March 2025
Provision for employee benefits		
- Leave benefits	99.64	93.96
Total	99.64	93.96

18 Income & deferred taxes

The major components of income tax expense for the years ended 31st March 2026 & 31st March 2025 are as under:

18.1 Statement of profit & loss

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Current tax	847.50	609.02
Deferred tax charge / (credit)	74.65	155.80
Income tax of earlier years (net)	(19.36)	(12.56)
Tax expense reported in the standalone statement of profit & loss	902.79	752.26

18.2 Other comprehensive income (OCI)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax related to items recognised in OCI		
Re-measurement of defined benefit plans	(2.55)	(14.29)
Deferred tax charge / (credit)	(2.55)	(14.29)

18.3 Reconciliation of tax expenses and the accounting profit multiplied by applicable tax rate for 31st March 2026 and 31st March 2025

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Accounting profit before tax	3,435.53	3,066.82
Applicable income tax rate	25.17%	25.17%
	864.65	771.86
- Effect of expenses not deductible in determining taxable profit	57.50	(7.04)
- Income tax and deferred tax of earlier years (net)	(19.36)	(12.56)
- Others		
Subtotal	902.79	752.26
At the effective income tax rate of	26.28%	24.53%
Tax expense reported in the standalone statement of profit and loss	902.79	752.26

18.4 Deferred tax liabilities (net)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax (asset) / liability relates to the following:		
Differences in depreciation and amortization for accounting and income tax purposes	712.99	610.91
Provision for NMMC cess liability	(0.04)	(0.04)
Provision for employee benefits	(63.46)	(43.05)
Right of use asset	15.93	23.29
Lease Liabilities	(17.86)	(25.07)
Provision for Contingency	(2.54)	(2.54)
Expenditure related to Amalgamation	(1.76)	(1.76)
Weighted average deduction u/s 80JJAA (net of unwinding)	1.33	8.19
Net deferred tax liabilities	644.59	569.93

18.5 Reflected in the balance sheet as follows

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax assets	(68.40)	(40.98)
Deferred tax liabilities	712.99	610.91
Deferred tax liabilities (net)	644.59	569.93

18.6 Deferred tax expenses/(income)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax relates to the following:		
Differences in depreciation and amortization for accounting and income tax purposes	102.08	142.99
Provision for employee benefits	(20.41)	11.80
Right of use asset	(7.36)	(7.35)
Lease Liabilities	7.21	6.60
Expenditure related to Amalgamation	-	(1.76)
Weighted average deduction u/s 80JJAA (net of unwinding)	(6.86)	3.51
Net deferred tax credit	74.66	155.79

18.7 The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority and intends either to settle on a net basis. Deferred tax asset has not been recognised on impairment in the value of investment of Rs. 810 Lakhs (Previous year - Rs. 810 Lakhs) and Provision for doubtful capital advances Rs.Nil (Previous year Rs. Nil) in the absence of reasonable certainty of its reversal in future.

18.8 The Company applied deferred tax related to Assets and Liabilities arising from single transaction (Amendments to Ind AS 12) from 1st April 2023. Following the amendments, the Company has recognised a separate deferred tax asset in relation to its lease liabilities and deferred tax liability in relation to right of use assets.

(Rupees in Lakhs)

19 Borrowings (Current)	As at 31st March 2026	As at 31st March 2025
Secured		
From bank		
Working capital loans		
- Cash credit (Repayable on demand)	2,232.78	1,583.15
- Packing credit (Repayable within 180 days)	2,755.23	2,794.93
Current maturity of long term borrowings		
- Term loan	574.08	808.20
- Vehicle loan	20.32	18.61
Total	5,582.41	5,204.89

19.1 Details of security provided on working capital loans

Working capital loans are secured by first charge by way of hypothecation of stock and book debts and second charge on entire property, plant and equipment of the Company.

20 Trade payables

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
- Dues to micro & small enterprises	312.00	208.08
- Dues to other than micro & small enterprises	5,451.23	3,836.58
Total	5,763.23	4,044.66

20.1 Under the Micro, Small and Medium Enterprises Development Act, 2006 [MSMED Act], certain disclosures are required to be made relating to Micro and Small Enterprises. The Company has disclosed such information only to the extent received from suppliers about their coverage under the MSMED Act. Auditors have relied on the same.

20.2 Details of dues to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED, Act 2006)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
a) The principal amount remaining unpaid to any supplier at the end of the year.	312.00	208.08
b) Interest due remaining unpaid to any supplier at the end of the year.	-	-
c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act,2006, along with the amount of the payment made to the supplier beyond the appointed day during the year.	-	-
d) The amount of interest due and payable for the delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act,2006.	-	-
e) The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
f) The amount of further interest remaining due and payable even in the succeeding years until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act ,2006.	-	-

20.3 Terms & conditions of the above financial liabilities:

Trade payables are non-interest bearing and are generally settled on 15 to 90 days terms. For details of balances outstanding of related parties, refer note 39.3.

20.4 Trade payables ageing schedule as at 31st March 2026

(Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed -Micro & small enterprises	249.05	62.95	-	-	-	-	312.00
(ii) Undisputed Others	2,034.38	3,372.38	44.47	-	-	-	5,451.23
Total	2,283.43	3,435.33	44.47	-	-	-	5,763.23

20.4 Trade payables ageing schedule as at 31st March 2025

(Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed -Micro & small enterprises	185.77	22.31	-	-	-	-	208.08
(ii) Undisputed Others	1,653.72	2,179.96	1.76	1.04	-	0.10	3,836.58
Total	1,839.49	2,202.28	1.76	1.04	-	0.10	4,044.66

21 Other current financial liabilities

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Amount payable for capital goods		
- Dues to other than micro & small enterprises	36.29	50.98
Unpaid dividend (Refer note 10)	29.76	23.83
Derivative Liability	412.08	35.09
Accrued expenses	387.57	220.98
Salary and wages payable	542.74	572.71
Other liabilities*	4.71	20.45
Total	1,413.15	924.04

21.1 Break up of financial liabilities carried at amortised cost

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Borrowings [refer note 16 & 19]	6,670.64	6,247.06
Lease liabilities [refer note 38]	70.97	99.56
Other financial liabilities [refer note 21]	1,413.15	924.04
Trade payable [refer note 20]	5,763.23	4,044.66
Total	13,917.99	11,315.32

22 Other current liabilities

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Unearned revenue	12.00	4.96
Advance received from customers	7.96	10.79
Statutory liabilities	113.47	91.87
Total	133.43	107.62

(Rupees in Lakhs)

23 Provision (Current)	As at 31st March 2026	As at 31st March 2025
Provision for employee benefits		
- Leave benefits	82.50	75.85
- Gratuity	26.97	60.64
Provision for contingency	0.15	0.15
Total	109.62	136.64

23.1 Movement of provision for contingency

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Opening balance as on 1st April 2025	0.15	0.15
Add: Provision made	-	-
Less: Provision utilised / written back	-	-
Less: Provision written back	-	-
Closing balance as on 31st March 2026	0.15	0.15

Provision for contingency represents provision for disputed Navi Mumbai Municipal Cess ('NMMC').In respect of this matter, the Company had paid Rs. 60.29 Lakhs (Previous year : Rs. 60.29 Lakhs) under protest in the previous years and adjusted the payment under protest to the extent of expected liability though the outcome of appeal is pending to be received. Expected outflow of interest / penalty depends on outcome of the appeal filed.

Statement of Profit and Loss for the year ended on 31st March 2026

(Rupees in Lakhs)

24 Revenue from operations		As at 31st March 2026	As at 31st March 2025
Sale of manufacturing goods		28,722.65	25,635.62
Sale of traded goods		135.38	104.15
Sale of services			
- Job work and tooling charges		128.32	175.40
	(A)	28,986.35	25,915.17
Other operating revenues			
- Export incentives		324.35	558.49
- Sale of electricity - windmill		205.33	197.38
- Amount no longer payable written back		-	10.74
- Scrap sales		3,268.84	2,757.30
	(B)	3,798.52	3,523.91
Total	(A + B)	32,784.87	29,439.08

24.1 Disclosures of Ind AS 115 - Revenue from contracts with customers:

a. Contracts with customer and significant judgement in applying the standard:

i. The Company's operations mainly relates to manufacturing and selling of forged and machined components for various sectors. The Company caters to both domestic and international markets. The Company applies the guidance provided in Ind AS 115 'Revenue from contracts with customer' for determining the timing of recognition of revenue. Refer material accounting policies on Revenue recognition.

ii. For details of revenue recognised from contracts with customers, refer note 24.2 below.

iii. There are no contract assets arising from the Company's contract with customers.

b. Disaggregation of revenue:

i. For disaggregation of revenue, refer break-up given in note 24 above, note 46.1 and note 46.4 (i)

ii. Refer note 46.4(iii) for details regarding customer concentration that represents 10% or more of the Company's total revenue during the year ended 31st March 2026 and 31st March 2025.

c. Performance obligation : For timing of satisfaction of its performance obligations, refer note 3.6 of material accounting policies of the Company.

d. During the year ended 31st March 2026 and 31st March 2025, the Company recognized revenue of Rs. 12.00 Lakhs and Rs.4.96 Lakhs arising from opening unearned revenue as of 1st April 2025 and 1st April 2024, respectively.

24.2 Reconciliation of revenue recognized with the contracted price is as follows:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Contracted price	32,885.35	29,402.56
Less: Amount towards variable consideration components *	(100.48)	36.52
Revenue recognised	32,784.87	29,439.08

* The reduction towards variable consideration comprises of volume discounts given / reversed, etc.

(Rupees in Lakhs)

25 Other income	As at 31st March 2026	As at 31st March 2025
Interest income on		
- Fixed deposit	1.63	4.09
- Others	0.36	0.44
Guarantee commission recovered	-	6.41
Miscellaneous income*	15.68	15.27
Gain on sale / discard of property, plant & equipment (net)	-	186.71
Interest on Income tax refund	8.99	-
Foreign exchange fluctuation gain (net)	219.26	301.39
Total	245.92	514.31

* Miscellaneous income includes sundry scrap & other recoveries.

(Rupees in Lakhs)

26 Cost of raw materials consumed	As at 31st March 2026	As at 31st March 2025
Opening Inventory	1,434.85	1,467.90
Add : Purchases	16,695.63	14,283.12
	18,130.48	**15,751.02**
Less : Closing Inventory	1,487.62	1,434.85
Cost of raw materials consumed	16,642.86	14,316.17

(Rupees in Lakhs)

27 Purchases of stock in trade	As at 31st March 2026	As at 31st March 2025
Purchase of Trading Goods	183.81	103.72
Total	183.81	103.72

(Rupees in Lakhs)

28 Changes in inventories of work-in-progress, finished goods and scrap	As at 31st March 2026	As at 31st March 2025
Opening inventory	3,020.87	2,342.24
Work-in-progress	42.07	38.98
Scrap	191.36	159.80
Finished goods in transit	3,254.30	2,541.02
Closing Inventory	4,881.15	3,020.87
Work-in-progress	27.74	42.07
Scrap	153.72	191.36
Finished goods in transit	5,062.61	3,254.30
Increase in Stock of WIP, finished goods and scrap	(1,808.31)	(713.28)

(Rupees in Lakhs)

29 Manufacturing expenses	As at 31st March 2026	As at 31st March 2025
Dies expenses	337.83	350.91
Consumption of Stores & Spares	1,172.30	1,196.26
Other freight inward and other expenses	161.59	160.10
Power, fuel and water (net)	1,378.68	1,279.43
Insurance expenses	121.32	125.25
Repairs and maintenance		
- Plant and machinery	157.90	152.40
- Windmill & Solar maintenance charges	38.62	41.10
- Building	97.85	42.04
Contract labour expense (net)	1,054.32	821.85
Job work expenses	2,563.14	2,115.33
Rent	202.40	132.20
Total	7,285.95	6,416.87

(Rupees in Lakhs)

30 Employee benefit expense	As at 31st March 2026	As at 31st March 2025
Salaries, wages and bonus (including managerial remuneration)	3,601.58	3,317.58
Contribution to provident and other funds	135.81	128.83
Gratuity	67.29	55.65
Leave benefits	43.94	41.95
Workmen and staff welfare expenses	98.58	118.28
Total	3,947.20	3,662.29

(Rupees in Lakhs)

31 Finance costs	As at 31st March 2026	As at 31st March 2025
Interest on bank facilities	513.56	560.36
Other interest costs*	7.41	9.74
Bank charges	131.66	107.63
Total	652.63	677.73

31.1 The foreign exchange loss relates to foreign currency term loans to the extent considered as an adjustment to the interest cost.

(Rupees in Lakhs)

32 Other expenses	As at 31st March 2026	As at 31st March 2025
Freight outward	337.61	417.57
Professional and legal fees	214.52	215.51
Travelling and conveyance	102.63	73.45
Rates and taxes	100.40	53.47
Repairs and maintenance - Others	62.31	50.99
Payment to auditors	34.65	24.70
Commission to other directors	8.55	10.00
Commission on sales	688.34	593.61
Provision for doubtful capital advance reversed, since no longer required	-	(50.00)
Corporate social responsibility expenses (Refer note 49)	52.78	46.60
Donation	5.41	1.87
Loss on sale and discard of fixed assets (net)	28.36	0.00
Business Promotion Expenses	7.15	16.21
Miscellaneous expenses*	171.20	166.69
Total	1,813.91	1,620.67

32.1 Payment to auditors

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
As auditor:		
- Statutory audit fees	29.40	21.63
- Tax audit and transfer pricing	4.50	2.47
- Others (including certification fees)	0.75	0.60
Total	34.65	24.70

33 Components of Other Comprehensive Income (OCI)

(Rupees in Lakhs)

The disaggregation of changes to OCI for each type of reserve in equity is shown below

Particulars	As at 31st March 2026	Tax	Total
Items that will not be reclassified to profit or loss			
Re-measurement losses on defined benefit plans	(10.15)	2.55	7.60
Total	10.15	2.55	7.60

Particulars	As at 31st March 2025	Tax	Total
Items that will not be reclassified to profit or loss			
Re-measurement losses on defined benefit plans	56.78	14.29	42.49
Total	56.78	14.29	42.49

34 Earnings per equity share

(Rupees in Lakhs)

Particulars		As at 31st March 2026	As at 31st March 2025
Numerator for basic and diluted EPS			
Net profit after tax attributable to shareholders (before OCI) (in Rs. Lakhs)	(A)	2,532.74	2,314.56
Denominator for basic EPS			
Weighted average number of equity shares for basic EPS	(B)	17,270,000	17,270,000
Denominator for diluted EPS			
Weighted average number of equity shares for diluted EPS	(C)	17,270,000	17,270,000
Basic earnings per share of face value of Rs.10/- each (in Rs.)	(A / B)	14.67	13.40
Diluted earnings per share of face value of Rs.10/- each (in Rs.)	(A / C)	14.67	13.40

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35 Contingent liabilities

(Rupees in Lakhs)

A. Contingent liabilities are determined on the basis of available information and are disclosed in the notes to the standalone financial statements. Details of contingent liabilities not provided for are given below:

Particulars	As at 31st March 2026	As at 31st March 2025
(a) Claim against the Company not acknowledged as debts (net)	26.25	26.25
(b) Guarantees issued by bank	213.27	138.00

i. In respect of (b) above, the Company does not expect any cash outflow till such time contractual obligations are fulfilled.

ii. In respect of (a) future cash out flows (including interest/penalty) are determinable on receipt of judgments from the statutory authorities / labour court.

B. The Company has received demand order under the Income Tax Act, 1961 for various financial years as given below:

Demand pertaining to financial year	2025-26	2024-25
2019-20	-	28.56
2022-23	15.63	-
Total	15.63	28.56

In this regard, the Company has filed appeal before tax authorities. Future cash outflows, if any, in respect of the above is determinable only on disposal of appeal. In the view of the management, the possibility of liability devolving on the Company in this case is remote.

C. Claims made by the ex-employees whose services have been terminated in earlier years are not acknowledged as debt. The matters are frivolous and are disputed under various forums. However, in the opinion of the management, these claims are not tenable. The Possibility of any liability devolving on the Company is remote and hence, no disclosure as contingent liability is considered necessary.

36 Capital and other commitments

i. Capital commitment for tangible assets (net of advance paid) - Rs. 1851.80 Lakhs (Previous year : Rs. 269.71 Lakhs) and for intangible assets (net of advance paid) - Nil (Previous year : Nil).

ii. The Company's intention is to continue to provide financial support to its subsidiaries - Pradeep Metals Limited Inc. (WOS) and Dimensional Machine Works, LLC (SDS).

37 Borrowings secured against current assets

During the year, the Company has taken borrowings from a bank on the basis of security of current assets. Discrepancies in quarterly returns or statements of current assets filed by the Company to bank with books of accounts are as mentioned below:

(Rupees in Lakhs)

Quarters	Debtors			Creditors			Reason for material discrepancies
	As Per Bank	As Per Books	Difference	As Per Bank	As Per Books	Difference	
Jun-25	7,719.66	7,719.51	0.14	3,919.15	3,917.65	1.50	Mainly on account of:
Sep-25	8,128.59	8,229.14	(100.55)	3,674.14	3,673.52	0.62	1) Closing of Books of Accounts after submission of Stock Statement.
Dec-25	9,224.49	9,224.49	-	4,965.73	4,965.73	0.00	
Mar-26	10,086.80	10,086.52	0.28	4,879.08	4,906.93	(27.85)	2) Exclusion of receivable standing in books on account of sale of windmill power

(Rupees in Lakhs)

Quarters	Inventory			Reason for material discrepancies
	As Per Bank	As Per Books	Difference	
Jun-25	5,444.76	5,568.96	(124.21)	Mainly on account of:
Sep-25	5,689.00	5,805.00	(116.00)	1) Quarterly provisioning made for Slow-moving and non-moving inventories
Dec-25	6,367.33	6,456.18	(88.84)	2) Exclusion of receivable standing in books on account of sale of windmill power
Mar-26	6,585.28	6,797.68	(212.40)	

38 Leases:

Company as lessee:

I) Disclosures as per Ind AS 116- Leases

a) The Company has taken factory premises (Dhanlabh) under lease agreements and the Company has obtained factory land on leasehold basis from local authorities.

(Rupees in Lakhs)

The details of outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:	2025-26	2024-25
Lease payment not later than one year	31.13	28.59
Lease payment later than one year and not later than five years	39.84	70.97
Lease payment later than five years	-	-
Total	70.97	99.56

b) For lease arrangement with lease terms of 12 months or less, the Company has applied the 'short-term lease' recognition exemptions.

c) For addition, depreciation and carrying value of right of use asset, refer note 4.2

d) Disclosure with respect to lease under Ind AS-116 Leases:

Particulars	As at 31st March 2026	As at 31st March 2025
Interest expense on lease liabilities	7.41	9.74
Lease expenses in case of short term leases and low value leases	202.40	132.20
Lease expenses debited to lease liabilities	28.59	26.26
Total cash outflow for leases [incl. short term & low value leases]	238.40	168.20

e) Disclosure in the balance sheet: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Right-of-use assets (gross block)	146.05	146.05
Right-of-use assets (net book value)	63.29	92.50
Financial liability- Lease liabilities - current	31.13	28.59
Financial liability -Lease liabilities - non-current	39.84	70.97

39 Related party disclosure

39.1 Name of the related parties and related party relationship

Description of relationship	Name of the Related Party
Enterprise having control over the Holding Company (Ultimate holding company)	Nami Capital Private Limited (Refer note 61)
Director/Key management personnel (KMP)	Mr. Pradeep Goyal, Chairman & Managing Director Dr. Kewal K. Nohria, Non-Executive Director Mrs. Neeru Pradeep Goyal, Non-Executive Director (Wife of Chairman & Managing Director) Mr. Jayavardhan Dhar Diwan, Independent Director Mrs. Nandita Vohra, Independent Director Mr. Abhinav Goyal, Non-Executive Director (Son of Chairman & Managing Director Mr. Pradeep Goyal and Director Mrs. Neeru Goyal) Mr. Kartick Maheshwari, Independent Director Mr. Advait Kurlekar, Independent Director
Wholly owned subsidiary	Pradeep Metals Limited Inc., USA, Houston
Step down subsidiary of wholly owned subsidiary	Dimensional Machine Works LLC, USA, Houston
Enterprises owned or significantly influenced by key management personnel or their close members with whom transactions have taken place during the year (only where transactions have incurred)	Dhanlabh Engineering Works Private Limited

Note: Designated Key Managerial Personnel as required by Section 203 of the Companies Act, 2013 are not considered to be Key Management Personnel (Related party) for the purpose of disclosure under Ind AS 24.

39.2 Related party transactions

(Rupees in Lakhs)

Name of the related party	Nature of the transaction	As at 31st March 2026	As at 31st March 2025
Dhanlabh Engineering Works Private Limited	Labour charges paid	108.25	86.77
	Job Work and tooling charges	1.87	8.11
	Sale of products	2.88	0.72
	Rent expenses (amortisation of RoU)	42.48	42.48
	Electricity charges (Reimbursement)	23.82	18.99
	Sale of scrap	0.45	0.35
	Capital Advance (Nagpur)	505.00	-
Pradeep Metals Limited Inc., USA, Houston	Sale of products	0.38	1.16
	Guarantee commission recovered	-	6.41
Dimensional Machine Works LLC, USA, Houston	Agency Commission Expenses	688.34	593.61
	Purchase of Raw Material	5.39	1.17
	Reimbursement of custom duty	19.74	2.74
	Reimbursement of freight charges	107.25	3.70
Nami Capital Private Limited (Refer note 61)	Sale of products	1,462.49	1,327.29
Neeru Goyal	Dividend paid (including interim dividend in 24-25)	254.86	203.89
Dr. Kewal K. Nohria	Sitting fees paid	1.00	1.25
	Dividend paid (including interim dividend in 24-25)	23.00	18.40
	Sitting fees paid	2.50	3.00
	Dividend paid (including interim dividend in 24-25)	17.57	13.48
	Commission	1.80	2.00
Mr. Jayavardhan Dhar Diwan	Sitting fees paid	2.50	3.25
	Commission	1.80	2.00
Mr. Kartick Maheshwari	Sitting fees paid	1.50	2.75
	Commission	1.35	2.00

39.2 Related party transactions

(Rupees in Lakhs)

Name of the related party	Nature of the transaction	As at 31st March 2026	As at 31st March 2025
Mrs. Nandita Vohra	Sitting fees paid	2.25	3.00
	Commission	1.80	2.00
Mr. Advait Kurlekar	Sitting fees paid	2.25	2.75
	Commission	1.80	2.00
Mr. Abhinav Goyal	Sitting fees paid	0.75	1.25
Mr. Pradeep Goyal	Remuneration (including other allowances)*	198.97	191.55
	Incentive	70.00	70.00
	Dividend paid	39.41	31.53

Note: Sitting fees, commission, remuneration and incentive pay forms part of short term employee benefits.
* Does not include Leave encashment since the same is considered for all employees (including the Chairman & Managing Director) of the Company as a whole.

39.3 Balance outstanding as at the year end

Name of the related party	Nature of outstanding	As at 31st March 2026	As at 31st March 2025
Pradeep Metals Limited Inc., USA, Houston	Trade receivable	0.41	1.16
	Agency commission Accrued)	245.04	153.91
	Agency commission payable	431.26	166.93
	Guarantee commission receivable	-	2.53
	Investment in Subsidiary company#	2,769.32	2,769.32
Dimensional Machine Works LLC, USA, Houston	Amount payable for capital goods	0.90	21.10
	Trade receivable	683.17	1,130.34
Dhanlabh Engineering Works Private Limited	Trade payable	25.29	15.62
	Lease Liability	70.97	99.56
	Rent Deposit	6.40	6.40
	Capital Advance (Nagpur)	505.00	-
Dr. Kewal K. Nohria	Commission payable	1.62	1.97
Mr. Jayavardhan Dhar Diwan	Commission payable	1.62	1.97
Mr. Kartick Maheshwari	Commission payable	1.22	1.97
Mr. Abhinav Goyal	Sitting fees payable	0.52	-
Mrs. Nandita Vohra	Commission payable	1.62	1.97
Mr. Advait Kurlekar	Commission payable	1.62	1.97
Mr. Pradeep Goyal	Remuneration payable	11.40	10.66
	Incentive payable	29.93	37.59

Investment in Subsidiary company is after Impairment

Note: In addition to above, Chairman and Managing Director of the Company has given personal guarantee for vehicle loan taken by the Company. No guarantee charges are payable by the Company.

39.4 All transactions were made on normal commercial terms and conditions and at market rates.

40 Disclosures required under sec. 186(4) of the Companies Act, 2013

40.1 There are no loans or securities given by the Company which are covered under Section 186 of the Act.

40.2 For details of investment in WOS, refer note 5.

41 Financial instruments by category

Set out below is a comparison, by class, of the carrying amounts and fair value of the Company's financial instruments as of 31st March 2026, other than those with carrying amounts that are reasonable approximates of fair values:

Particulars	Carrying value		Fair Value	
	31st March 2026	31st March 2025	31st March 2026	31st March 2025
(i) Loans	1.63	4.53	1.63	4.53
(ii) Other non-current financial assets	113.39	117.80	113.39	117.80
(iii) Trade receivables	9,723.94	8,253.77	9,723.94	8,253.77
(iv) Cash and cash equivalents	4.78	2.53	4.78	2.53
(v) Other bank balances	57.19	41.46	57.19	41.46
(vi) Other current financial assets	122.16	126.29	122.16	126.29
Total financial assets	10,023.09	8,546.38	10,023.09	8,546.38
(i) Borrowings (Non-current)	1,088.23	1,042.17	1,088.23	1,042.17
(ii) Lease liabilities (Non-current)	39.84	70.97	39.84	70.97
(iii) Trade payable	5,763.23	4,044.66	5,763.23	4,044.66
(iv) Lease liabilities (Current)	31.13	28.59	31.13	28.59
(v) Other current financial liabilities	1,413.15	924.04	1,413.15	924.04
(vi) Borrowings (Current)	5,582.41	5,204.89	5,582.41	5,204.89
Total financial liabilities	13,917.99	11,315.33	13,917.99	11,315.33

The Management assessed that the fair value of cash and cash equivalent, trade payables and other current financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

(ii) Fair value hierarchy

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly observable;

Level 3: Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly unobservable;

The following tables categorise the financial assets and liabilities held at fair value by the valuation methodology applied in determining their fair value.

Fair value hierarchy as at 31st March 2026 **(Rupees in Lakhs)**

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities:	-	-	-	-
Derivative Instruments	-	412.08	-	412.08

Fair value hierarchy as at 31st March 2025

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities:	-	-	-	-
Derivative Instruments	-	35.09	-	35.09

Determination of fair values: The following are the basis of assumptions used to estimate the fair value of financial assets and liabilities that are measured at fair value.

Derivative instruments: For forward contracts, future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and contract forward exchange rates, discounted at a rate that reflects the credit risk of respective counterparties.

42 Significant estimates and assumptions

The Preparation of the Company's standalone financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures, including the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The Key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the standalone financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

a Impairment of non-financial assets

The Company assesses at each reporting date whether there is an indication that an asset may 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 an asset's or Cash Generating Unit (CGU's) fair value less costs of disposal and its value in use. It 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. Where 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.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations involves use of significant estimates and assumptions which includes turnover and earnings multiples, growth rates and net margins used to calculate projected future cash flows, risk-adjusted discount rate, future economic and market conditions.

b Measurement of defined benefit plan & other long term benefits

The cost of the defined benefit gratuity plan / other long term benefits and the present value of the gratuity obligation/other long term benefits are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation/other long term benefits is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The cost of the defined benefit gratuity plan and other long term benefit and the present value of the gratuity obligation and leave benefit are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on management policy for increase in basic salary.

c Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow (DCF) model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgements include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

d Impairment of financial assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgement in making these assumptions and selecting the inputs to the impairment calculation based on industry practice, the Company's past history and existing market conditions as well as forward looking estimates at the end of each reporting period. The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Company uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

e Income tax and deferred tax

Provision for tax liabilities require judgements on the interpretation of tax legislation, developments in case law and the potential outcomes of tax audits and appeals which may be subject to significant uncertainty. Therefore the actual results may vary from expectations resulting in adjustments to provisions, the valuation of deferred tax assets, and therefore the tax charge in the Statement of Profit and Loss. Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which such deferred tax assets can be utilized.

f Provision for inventories

Management reviews the inventory age listing on a periodic basis. This review involves comparison of the carrying value of the aged inventory item with the respective net realisable value. The purpose is to ascertain whether an allowance is required to be made in the financial statements for any obsolete and slow-moving items. The Management is satisfied that adequate allowance for absolute and slow-moving/non-moving inventories has been made in the financial statements.

43 Foreign currency exchange rate risk:

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's export revenue. The Company cover its foreign currency risk by booking forward contract against exports receivables and confirmed export sales orders. The Company also avails bill discounting facilities in respect of export receivables.

Since a major part of the Company's revenue is in foreign currency and major part of the costs are in Indian Rupees, any movement in currency rates would have impact on the Company's performance. Consequently, the overall objective of the foreign currency risk management is to minimize the short term currency impact on its revenue and cash-flow in order to improve the predictability of the financial performance.

The major foreign currency exposures for the Company are denominated in USD. Additionally, there are transactions which are entered into in other currencies and are not significant in relation to the total volume of the foreign currency exposures. The Company hedges export trade receivables (particularly USD and Euro) upto a maximum of 12 months forward based on historical trends. Hedge effectiveness is assessed on a regular basis.

The following table sets forth information relating to foreign currency exposure from USD, EUR and GBP (which are not material) form non-derivative financial instruments:

(Rupees in Lakhs)

As at 31st March 2026	USD	Euro	GBP	SGD	Total
Assets					
Trade Receivables	-	-	94.65	-	94.65
Vendor Advances	-	78.03	-	-	78.03
Total	-	78.03	94.65	-	172.68
Liabilities					
Trade Payables	245.93	-	-	-	245.93
Total	245.93	-	-	-	245.93
Net Assets/ (Liabilities)	(245.93)	78.03	94.65	-	(73.26)

(Rupees in Lakhs)

As at 31st March 2025	USD	Euro	GBP	SGD	Total
Assets					
Trade Receivables	-	-	69.46	-	69.46
Vendor Advances	2.77	-	-	-	2.77
Total	2.77	-	69.46	-	72.23
Liabilities					-
Trade Payables	175.58	-	-	-	175.58
Total	175.58	-	-	-	175.58
Net Assets/ (Liabilities)	(172.81)	-	69.46	-	(103.35)

(Rupees in Lakhs)

As at 31st March 2026	Sensitivity Analysis							
	As at 31st March 2026				As at 31st March 2025			
	USD	Euro	GBP	SGD	USD	Euro	GBP	SGD
1% Appreciation in INR								
Impact on Profit & Loss	2.46	(0.78)	(0.95)	-	1.73	-	(0.69)	-
1% Depreciation in INR				-		-		-
Impact on Profit & Loss	(2.46)	0.78	0.95	-	(1.73)	-	0.69	-

44 Financial risk management objectives and policies

The Company's principal financial liabilities comprise loans and borrowings, trade payables and financial guarantee contracts. The main purpose of these financial liabilities is to finance the Company's operations and finance loans taken by WOS. The Company's principal financial assets include loans, trade and other receivables and cash and cash equivalents that derive directly from its operations.

The Company is exposed to market risk, credit risk and liquidity risk. The Company's senior management oversees the management of these risks. The Company's senior management consists of Risk Management Committee (RMC) that advises on financial risks and the appropriate financial risk governance framework for the Company. The RMC provides assurance that the Company's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Company's policies and risk objectives. It is the Company's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised as below.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and deposits.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's long-term debt and short-term debt obligations with floating interest rates. Further, the Company also avails subvention benefits under MSMED, Act.

Interest rate sensitivity

The Company's total interest cost the year ended 31st March, 2026 was Rs. 513.56 Lakhs and for year ended 31st March, 2025 was Rs. 560.36 Lakhs. The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, with all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Change in basis points	Effect on PBT and equity (Rs. in Lakhs)
31st March 2026	0.50	(27.06)
	(0.50)	27.06
31st March 2025	0.50	(32.53)
	(0.50)	32.53

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's export revenue.

The Company covers its foreign currency risk by budgeting exports sales & repeat orders from its overseas customers and the Company books forward contract against exports receivable. The Company also avails bill discounting facilities in respect of export receivables.

Commodity price risk

The Company is affected by the price volatility of certain commodities. Its operating activities require the on-going purchase of steel. Due to significant volatility of the price of the steel, the Company has agreed with its customers for pass-through of increase/ decrease in prices of steel. There may be lag effect in case of such pass-through arrangement.

Commodity price sensitivity

The Company revises its prices to customers on quarterly basis by considering average raw materials prices prevailing in the previous quarter implying it passes through any increase in prices thereby minimising the impact on the profit and loss and equity of the Company.

Credit risk

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) and other receivables and deposits, foreign exchange transactions and other financial instruments.

Expected credit loss and Trade receivables

Customer credit risk is managed by the Company's established policy, procedures and control relating to customer credit risk management. Further, the Company's customers includes companies having long standing relationship with the Company. Outstanding customer receivables are regularly monitored and reconciled. Two customers accounted for more than 10% of the total receivables as at 31st March 2026 (Two customer for 31st March 2025). An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogeneous groups and assessed for impairment collectively. The calculation is based on historical data, past trend and standard percentage norms. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 12. The Company does not hold collateral as security . Majority of the export receivable are covered under the insurance cover. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets. No allowance has been made for expected credit loss.

Liquidity risk

As per the Company's policy, there should not be concentration of repayment of loans in a particular financial year. In case of such concentration of repayment, the Company evaluates the option of refinancing entire or part of repayments for extended maturity. The Company assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Company has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lenders and the Company.

The table below summarises the maturity profile of the Company's financial liabilities:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Less than 1 year	5,582.41	5,204.89
Borrowings (Current)	5,763.23	4,044.66
Trade and other payables	31.13	28.59
Lease liabilities (Current)	1,413.15	924.04
Other financial liabilities	**12,789.92**	**10,202.18**
1 to 5 years	1,088.23	1,042.17
Borrowings (Non-current)	39.84	70.97
Lease liabilities (Non-current)	**1,128.07**	**1,113.14**
Total	**13,917.99**	**11,315.32**

45 Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value.

The Company manages its capital to ensure that it will be able to continue as a going concern so, that they can continue to provide returns for the shareholders and benefits for other stakeholders and maintain an optimal capital structure to reduce cost of capital. The Company manages its capital structure and make adjustments to, in light of changes in economic conditions, and the risk characteristics of underlying assets. In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings that define the capital structure requirements.

Consistent with others in the industry, the Company monitors capital on the basis of the gearing ratio. The ratio is calculated as net debt divided by equity. Net debt is calculated as total borrowing (including current and non-current terms loans as shown in the Balance Sheet).

The Company monitors capital using 'Total Debt' to 'Equity'. The Company's Total Debt to Equity are as follows:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Total debt*	6,670.64	6,247.06
Total capital (total equity other than OCI)	16,515.64	14,414.63
Net debt to equity ratio	0.40	0.43

*Total debt = Non-current borrowings + Current borrowings

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period. No changes were made in the objectives, policies or processes for managing capital during the years ended 31st March 2026 and 31st March 2025.

46 Segmental disclosure

The Group is primarily engaged in manufacturing of closed die steel forging & processing and generating power from wind turbine generator and solar power generating system.

(Rupees in Lakhs)

	Particulars	Closed die forging and processing	Power generation	Total
46.1	Segment Revenue-Gross			
	External revenue	32,579.54	205.33	32,784.87
	Previous year	29,241.70	197.38	29,439.08
46.2	Segment Results			
	Segment total	3,678.20	267.54	3,945.74
	Previous year	3,165.76	268.02	3,433.78
	Unallocated corporate income net of unallocated expenses			(35.32)
	Previous year			(177.30)
	Finance cost (un-allocated)			545.52
	Previous year			544.26
	Profit before tax			3,435.54
	Previous year			3,066.82
	Tax expense			902.79
	Previous year			752.26
	Profit for the year (before OCI)			2,532.75
	Previous year (before OCI)			2,314.56

(Rupees in Lakhs)

Particulars	Closed die forging and processing	Power generation	Total
46.3 Other information			
Segment assets	26,227.69	1,934.49	28,162.18
Previous year	21,351.53	2,060.77	23,412.30
Unallocated corporate assets			2,979.17
Previous year			3,080.13
Segment liabilities	9,144.85	467.31	9,612.16
Previous year	7,134.22	616.12	7,750.34
Unallocated corporate liabilities			5,293.11
Previous year			4,473.13
Depreciation/amortization	849.91	27.30	877.21
Previous year	715.28	87.11	802.39
Capital expenditure (other than outstanding capital advances)	1,530.70	-	1,530.70
Previous year	2,329.34	96.37	2,425.71

46.4 Secondary segment: Geographical information

(Rupees in Lakhs)

i) Sales, service income and other operating revenue by geographical market:

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Locations		
Within India	17,253.30	14,654.82
Outside India	15,531.57	14,784.26
Total	32,784.87	29,439.08

ii) Sales, service income and other operating revenue by geographical market: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Locations		
India	2,698.85	2,493.20
Outside India	7,025.09	5,760.57
Total	9,723.94	8,253.77

iii) Reliance on major customers: One customer represents more than 10% of the total revenue. Total revenue from this major customer amounts to Rs. 3203.97 Lakhs. In case of previous year, Nil customer represented more than 10% of total revenue whose revenue amounted to Rs. Nil Lakhs.

Notes:

a. The operating segments have been reported in a manner consistent with the internal reporting provided to the Corporate Management Committee, which is the Chief Operating Decision Maker.

b. The business segment comprise the following:

a) Closed Die Forging and Processing

b) Power Generation

c. The geographical information considered for disclosure are: Sales within India and Sales outside India.

iii) Reliance on major customers:

Two customers represents more than 10% of the total revenue. Total revenue from this major customer amounts to Rs. 3,650.19 Lakhs (Emerson + Alfa). In case of previous year only two customer represented more than 10% of total revenue whose revenue amounted to Rs. 1,824.49 Lakhs. (Alfa)

47 Hedge Accounting

The Company has managed the foreign exchange risk with appropriate hedging activities in accordance with policies of the Company. The Company's manages currency risk as per trends and experiences. The Company uses forward exchange contracts to hedge against its foreign currency exposures relating to export receivables. The Company does not enter into any derivative instruments for trading or speculative purposes.

(a) The assets and liabilities position of various outstanding derivative financial instruments is given below:

Particulars	2025-26		2024-25	
	In foreign currency	In INR	In foreign currency	In INR
Hedge				
Foreign currency forward contract (with underlying trade receivables considered for fair value hedge) - Assets				
- USD	49.00	4,646.92	58.50	5,006.51
- Euro	27.00	2,942.87	24.50	2,261.95
Total	76.00	7,589.78	83.00	7,268.47

(b) Outstanding position of foreign exchange derivative financial instruments

Particulars	Currency pair		Fair value Gain / (loss) Amount 2025-26	Fair value Gain / (loss) Amount 2024-25
Foreign currency forward contract (with underlying trade receivables considered for fair value hedge)	USD - INR	Sell	(280.23)	(39.52)
	USD - INR	Sell	(131.85)	4.43
Total			(412.08)	(35.09)

(Rupees in Lakhs)

48 Expenditure on research & development (charged to the Statement of Profit & Loss)

Particulars	As at 31st March 2026	As at 31st March 2025
Professional fees	18.66	14.49
Motor car expenses	1.67	1.28
Repairs & maintenance	0.49	0.35
Materials stores & spares	7.15	1.99
Other expenses	3.56	3.70
Tours & Travels	3.00	-
Total	34.53	21.81

49 CSR expenditure

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
(a) Amount required to be spent by the Company during the year	52.41	46.45
(b) Amount of expenditure incurred during the year	52.78	46.60
i) On specified purposes	52.78	46.60
(c) Shortfall at the end of the year	-	-
(d) Total of previous year's shortfall*	-	-
(e) Reason for shortfall	N.A.	N.A.
(f) Nature of CSR activities	"Health Care Education and Skill Development Ensuring environmental sustainability, ecological balance"	

*(Refer note 52.2 for cash flow on account of CSR expenditure)

49.1 Since the Company has spent in excess of the amount which was required to be spent for 2025-26, the Company is entitled to carry forward the amount spent of Rs. 0.37 Lakhs (Previous Year - Rs. 0.15 Lakhs) to subsequent three financial years respectively which can be set off against CSR obligations of these years. However, for accounting purpose, cumulative excess amount spent of Rs. 0.37 Lakhs (Previous Year - Rs.0.15 Lakhs) is not considered as prepaid expenses.

50 Defined benefits and other long term benefit plans

a. Gratuity plan

Funded scheme

The Company has a defined benefit gratuity plan for its employees. The gratuity plan is governed by the payment of Gratuity Act, 1972. Under the Act, every employee who has completed five years of service is entitled to specific benefit. The level of benefits provided on the employee's length of service and salary retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn) for each completed year of service as per the provisions of the payment of Gratuity Act, 1972. The scheme is funded with insurance company in the form of a qualifying insurance policy.

Risk exposure and asset-liability matching

Provision of a defined benefit scheme poses certain risks, some of which are detailed hereunder, as companies take on uncertain long term obligations to make future benefits payments.

I. Liability risks

(a) Asset-liability mismatch risk

Risk which arises if there is a mismatch in the duration of the assets relative to the liabilities. By matching duration with the defined benefit liabilities, the Company is successfully able to neutralize valuation swings caused by interest rate movements.

(b) Discount rate risk

Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practice have a significant impact on the defined benefit liabilities.

(c) Future salary escalation and inflation risk

Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increase provided at the management's discretion may lead to uncertainties in estimating this increasing risk.

II. Asset Risks

All plan assets are maintained in a trust fund managed by a public sector insurer viz. LIC of India. LIC has a sovereign guarantee and has been providing consistent and competitive returns over the years. The Company has opted for a traditional fund wherein all assets are invested primarily in risk averse markets. The Company has no control over the management of funds but this option provides a high level of safety for the total corpus. A single account is maintained for both the investment and claim settlement and hence 100% liquidity is ensured.

The following table summarises the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the Balance Sheet for the gratuity plan. The principal assumptions used in determining gratuity for the Company's plan is shown below:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Mortality table	IALM (2012-14) Ult	IALM (2012-14) Ult
Discount rate	7.14%	6.65%
Expected rate of return on plan assets	6.65%	6.65%
Rate of increase in compensation levels	6.50%	6.00%
Expected average remaining working lives (in years)	10.00	10.00
Employee attrition rate	For Service 2 years and below : 20% p.a.; For Service 3 to 4 years : 10% p.a. and For Service 5 years and above : 4% p.a.	'For Service 2 years and below : 20% p.a.; For Service 3 to 4 years : 10% p.a. and For Service 5 years and above : 4% p.a.

(Rupees in Lakhs)

Changes in the present value of the defined benefit obligation recognised in the Balance Sheet are as follows:

Particulars	As at 31st March 2026	As at 31st March 2025
Present value of obligation as at the beginning of the year	875.88	794.23
Interest expense	58.25	57.11
Current service cost	63.26	54.48
Benefits paid	(131.62)	(81.20)
Remeasurements on obligation [Actuarial Loss]	24.63	51.26
Closing defined benefit obligation	890.40	875.88

Changes in the fair value of plan assets recognised in the Balance Sheet are as follows: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Opening fair value of plan assets	815.24	777.97
Interest income	54.21	55.94
Contributions	111.11	68.05
Benefits paid	(131.62)	(81.20)
Return on plan assets, excluding amount recognised in interest income-Loss	14.49	(5.52)
Closing fair value of plan assets	863.43	815.24

Net Interest (Income / Expense) (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Interest Expense - obligation	58.25	57.11
Interest Income - plan assets	(54.21)	(55.94)
Net Interest income for the year	4.04	1.17

Remeasurement for the year [Actuarial (Gain) / Loss] (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Experience Loss on plan liabilities	21.51	(0.53)
Demographic Loss on plan liabilities	-	-
Financial (Gain) / Loss on plan liabilities	3.12	51.80

Amount recognised in statement of other comprehensive income (OCI) (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Remeasurement for the year - obligation - Loss	24.63	51.26
Remeasurement for the year - plan assets - Loss	(14.49)	5.52
Total Remeasurement cost / (credit) for the year recognised in OCI	10.14	56.78

The amounts to be recognised in the Balance Sheet (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Present value of obligation as at the end of the year	890.40	875.88
Fair value of plan assets as at the end of the year	863.43	815.24
Net asset / (liability) to be recognised in the Balance Sheet	(26.96)	(60.64)

Expense recognised in the Statement of Profit and Loss (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Current service cost	63.26	54.48
Sub Total	63.26	54.48
Net Interest (income) / expenses	4.04	1.17
Net periodic benefit cost recognised in the Statement of Profit and Loss	67.30	55.65

Reconciliation of net assets / (liability) recognised: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Net asset/(liability) recognised at the beginning of the year	(60.64)	(16.26)
Company contributions	111.11	68.05
Expense recognised at the end of year	(67.30)	(55.65)
Amount recognised outside profit & loss for the year (OCI)	(10.14)	(56.78)
Net asset/(liability) recognised at the end of the year	(26.97)	(60.64)

(Rupees in Lakhs)

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

Particulars	As at 31st March 2026	As at 31st March 2025
Funds managed by insurer	100%	100%

Sensitivity analysis:

A) Impact of change in discount rate when base assumption is decreased/increased in present value of obligation (Rupees in Lakhs)

Discount rate	As at 31st March 2026	As at 31st March 2025
Decrease by 1%	52.22	53.58
Increase by 1%	(46.64)	(48.06)

B) Impact of change in salary increase rate when base assumption is decreased / increased in present value of obligation (Rupees in Lakhs)

Discount rate	As at 31st March 2026	As at 31st March 2025
Decrease by 1%	(51.97)	(52.05)
Increase by 1%	56.98	57.10

The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The following are the expected benefit payments [gross liability] to the defined benefit plan in future years: (Rupees in Lakhs)

Discount rate	As at 31st March 2026	As at 31st March 2025
Within one year	96.57	85.58
After one year but not more than five years	442.90	374.98
After Five years but not more than ten years	404.69	453.49

b) Leave benefits

Liability for leave benefits which are long term in nature (Privilege and sick leave) are unfunded and actuarially determined considering the leave policy / rules of the Company. The total liability for leave benefits as at year end is Rs.182.14 Lakhs (Previous year : Rs.169.81 Lakhs).

c) Bifurcation of liability as per Schedule III of the Companies Act 2013 : (Rupees in Lakhs)

Particulars	Gratuity		Leave benefits	
	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025
Current liability	(26.97)	(60.64)	(82.50)	(75.85)
Non-current liability	-	-	(99.64)	(93.96)
Net liability / assets	(26.97)	(60.64)	(182.14)	(169.81)

51 Defined contribution plan

In accordance with the law, all employees of the Company are entitled to receive benefits under the provident fund and ESIC. Under the defined contribution plan, provident fund, ESIC and LWF is contributed to the government administered fund. The Company has no obligation, other than the contribution payable to the provident fund, Pension fund, ESIC and LWF.

(Rupees in Lakhs)

Particulars	2025-2026	2024-2025
Provident fund	45.95	45.10
Pension fund	81.63	80.12
Employees' state insurance (ESIC)	7.38	2.88
Labour welfare fund (LWF)	0.85	0.73
Total	135.81	128.83

52 Cash flow statement related

52.1 Aggregate outflow on account of direct taxes paid (net of refund) is Rs. 709.93 Lakhs (Previous year : Rs. 755.50 Lakhs).

52.2 Net cash inflow from operating activity netted off with Corporate Social Responsibility (CSR) expenditure of Rs. 52.78 Lakhs (Previous year : Rs. 46.60 Lakhs) Refer note 50

52.3 Disclosure as required by Ind AS 7

Reconciliation of liabilities arising from financing activities (Rupees in Lakhs)

Particulars	As at 31st March 2025	Cash flows	Non cash changes	As at 31st March 2026
Short term borrowings	5,204.89	377.52	-	5,582.41
Lease liabilities	99.57	(36.00)	7.40	70.97
Long term borrowings	1,042.18	46.07	-	1,088.25
Total liabilities from financing activities	6,346.64	387.59	7.40	6,741.63

(Rupees in Lakhs)

Particulars	As at 31st March 2024	Cash flows	Non cash changes	As at 31st March 2025
Short term borrowings	4,995.01	209.88	-	5,204.89
Lease liabilities	125.82	(36.00)	9.74	99.57
Long term borrowings	1,240.30	(198.11)	-	1,042.18
Total liabilities from financing activities	6,361.13	(24.23)	9.74	6,346.64

53 Ratios

Reconciliation of liabilities arising from financing activities

(Rupees in Lakhs)

Particulars	Formulae used (Numerator / Denominator)	Gratuity		% Change	Reason for change by more than 25%
		As at 31st March 2026	As at 31st March 2025		
(a) Current ratio	Current Assets / Current Liabilities	1.37	1.39	-1.23%	N.A.
(b) Debt equity ratio	Debt / Equity	0.42	0.45	-7.47%	N.A.
(c) Debt Service Coverage Ratio	Earning for debt service / Debt Service	2.67	2.14	24.77%	N.A.
(d) Return on Equity Ratio	Net Income / Avg Equity	16.67	17.56	-5.05%	N.A.
(e) Inventory turnover ratio (annualised)	Net Sales / Avg Inventory	5.39	6.14	-12.09%	N.A.
(f) Trade Receivables turnover ratio (annualised)	Net Credit Sales / Avg Trade Receivables	3.61	3.66	-1.30%	N.A.
(g) Trade payables turnover ratio (annualized)	Net Purchase / Avg Trade Payables	3.40	3.84	-11.27%	N.A.
(h) Net capital turnover ratio (annualised)	Net Sales / Working Capital	6.69	7.11	-5.79%	N.A.
(i) Net profit ratio	Net Profit / Sales	7.73	7.86	-1.74%	N.A.
(j) Return on Capital employed	EBIT / Capital Employed (comprising of net worth + total debt + deferred tax liability)	17.31	17.78	-2.67%	N.A.

54 The Board of directors has recommended a final dividend of Rs. 2.50 per equity share on face value of Rs. 10/- each for financial year 2025-26 on board meeting held on 16th May 2026, subject to approval of shareholders in ensuing Annual General Meeting. The total estimated equity dividend to be paid is Rs. 431.75 Lakhs.

55 Subsequent Events:

There are no significant subsequent events that would require adjustments or disclosures in the financial statement between the Balance Sheet date and the date of signing of accounts.

56 As on 31st March 2026, the Company has not been declared wilful defaulter by any bank/ financial institution or other lender.

57 The Company is not engaged in the business of trading or investing in crypto currency or virtual currency and hence no disclosure is required.

58 The Company has not advanced any funds or loaned or invested by the Company to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the Company (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.

The Company has not received any funds from any person(s) or entities including foreign entities ("Funding Parties") with the understanding that such Company shall whether, 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 guarantee, security or the like on behalf of the Ultimate beneficiaries.

59 No proceedings have been initiated or are pending against the Company as on 31st March, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

60 The Company does not have any transaction with companies struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956 and hence no disclosure is required.

61 The Board of Directors of the Company at their Meeting held on 3rd March, 2025, approved the Scheme of Amalgamation of Nami Capital Private Limited ("NCPL" or "Transferor Company") with Pradeep Metals Limited ("PML" or "Transferee Company") and their respective Shareholders ("Scheme") under Sections 230 to 232 read with Section 66 and other relevant provisions of the Companies Act, 2013 ("the Act").

Pursuant to the above, the Company filed an application with BSE Limited under Regulation 37 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, seeking its in-principal approval / no-objection to the proposed Scheme. BSE Limited, vide its letter dated 15th July, 2025, conveyed that it has no adverse observation with respect to the proposed Scheme, in terms of the applicable SEBI Circular(s).

Thereafter, the Company filed a Company Scheme Application ("CSA") before the Hon'ble National Company Law Tribunal, Mumbai Bench ("NCLT"). The Hon'ble NCLT, upon hearing the said application, passed the First Motion Order on 8th April, 2026, thereby directing the Company to convene a Meeting of its Equity Shareholders for the purpose of considering and, if thought fit, approving the proposed Scheme of Amalgamation. Accordingly, the Meeting of the Equity Shareholders of the Company has been scheduled on 12th June, 2026.

The Second Motion hearing before the Hon'ble NCLT, for final sanction of the Scheme, is pending and shall be filed upon receipt of the requisite approvals from the Equity Shareholders. The Scheme shall become effective upon receipt of the Order of the Hon'ble NCLT sanctioning the Scheme and filing of the said Order with the Registrar of Companies, and such other statutory and regulatory approvals as may be required under applicable laws.

Notes referred to herein above form an integral part of the standalone financial statements.
As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

For and on behalf of the Board of Directors of Pradeep Metals Limited

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

INDEPENDENT AUDITOR'S REPORT

To
The Members of
Pradeep Metals Limited

Report on the audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying Consolidated Financial Statements of Pradeep Metals Limited ('the Holding Company') and its subsidiaries (the parent and its subsidiaries together referred to as 'the Group'), which comprise the Consolidated Balance Sheet as at 31 March 2026 and the Consolidated Statement of Profit (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the year ended on that date, and notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information ('the Consolidated Financial Statements').

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Consolidated 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 31 March 2026, and its Consolidated Profit And Other Comprehensive Income, Consolidated Changes in Equity and its Consolidated Cash Flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the Consolidated 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 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the Consolidated Financial Statements.

Other Information

4. The Holding Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's annual report but does not include the Consolidated Financial Statements and our auditors' report thereon. The Other Information is expected to be made available to us after the date of this auditor's report.

5. Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

6. In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

7. The Holding Company's Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Statements, that give a true and fair view of the Consolidated State of Affairs, Consolidated Profit and Other Comprehensive Income, Consolidated Changes in Equity and Consolidated Cash Flows of the Group is 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 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 of the appropriate accounting software for ensuring compliance with applicable laws and regulations including those related to retention of audit logs; the 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 accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Consolidated 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.

8. In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the ability of each company 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 Group or to cease operations, or has no realistic alternative but to do so.

9. The respective Board of Directors of the companies included in the Group are responsible for overseeing the financial reporting process of the Group.

Auditor's responsibilities for the audit of the Consolidated Financial Statements

10. Our objectives are to obtain reasonable assurance about whether the Consolidated 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 Consolidated Financial Statements.

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

11.1. Identify and assess the risks of material misstatement of the Consolidated 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.

11.2. Obtain an understanding of internal control 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 Holding Company has adequate internal financial controls with reference to the Consolidated Financial Statements and the operating effectiveness of such controls.

11.3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

11.4. 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 ability of the Group 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 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.

11.5. Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

11.6. 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 financial statements of such entities included in the Consolidated Financial Statements of which we are the independent auditors.

12. We communicate with those charged with governance of the Holding Company and such other entities included in the Consolidated Financial Statements of which we are the independent auditors 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.

13. 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.

14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated Financial Statements of the current year 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

15. The Consolidated Financial Statements of the Company for the year ended 31 March 2025 were audited by erstwhile N.A. Shah Associates LLP Statutory auditors whose reports dated 22 May 2025 expressed an unmodified opinion on those Consolidated Financial Statements. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

16. As required by section 143(3) of the Act, based on our audit, we report, to the extent applicable, that:

16.1. 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 of the aforesaid Consolidated Financial Statements.

16.2. In our opinion, proper books of accounts 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.

16.3. The consolidated balance sheet, the consolidated statement of profit and loss (including other comprehensive income), the 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.

16.4. In our opinion, the aforesaid Consolidated Financial Statements comply with the Ind AS specified under Section 133 of the Act read with the relevant rules thereunder.

16.5. On the basis of the written representations received from the directors of the Holding Company as on 16th May 2026, taken on record by the Board of Directors of the Holding Company, incorporated in India, none of the directors of the Group companies, incorporated in India are disqualified as on 31 March 2026 from being appointed as a director in terms of Section 164(2) of the Act.

16.6. With respect to the adequacy of internal financial controls with reference to the Consolidated Financial Statements of the Holding Company and the operating effectiveness of such controls, refer to our separate report in 'Annexure A'.

16.7. In our opinion and according to the information and explanations given to us and the remuneration paid during the current year by the Holding Company incorporated in India to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company incorporated in India is not in excess of the limit laid down under Section 197 of the Act.

17. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014 as amended, in our opinion and to the best of our information and according to the explanations given to us:

17.1. The Consolidated Financial Statements disclose the impact of pending litigations as at 31 March 2026 on the consolidated financial position of the Group, – Refer Note 34 to the consolidated financial statements.

17.2. The Group, did not have any material foreseeable losses on long-term contracts including derivative contracts.

17.3. There has been no delay in transferring amounts required to be transferred, to the Investor Education and Protection Fund by the Holding Company, incorporated in India during the year ended 31 March 2026.

17.4. The respective managements of the Holding Company and its subsidiaries which are companies incorporated outside India, whose financial statements have been audited under the Act have represented to us, to best of their knowledge and belief, that 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 or any of such subsidiaries 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, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiaries ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

17.5. The respective managements of the Holding Company and its subsidiaries which are companies incorporated outside India, whose financial statements have been audited under the Act have represented to us, to best of their knowledge and belief, that no funds have been received by the Holding Company or any of such subsidiaries from any person(s) or entity(ies), including foreign entities ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries, shall, whether, 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.

17.6. Based on such audit procedures, that have been considered reasonable and appropriate in the circumstances, performed by us on the Holding Company and its subsidiaries whose financial statements have been audited under the Act, nothing has come to our or other auditor's notice that has caused us or other auditors to believe that the representation under sub clause (i) and (ii) of Rule 11(e), as provided under para 17.4 and 17.5 above, contain any material misstatement.

17.7. In our opinion and according to the information and explanations given to us, the dividend declared and / or paid during the year by the Holding Company is in compliance with Section 123 of the Act.

17.8. Based on our examination, which included test checks, the Holding Company has used accounting softwares for maintaining its books of account which has a feature of recording audit trail (edit log) facility, which have been operated throughout the year for all relevant transactions recorded in the software, except that the audit trail (edit log) facility was not enabled for one of the software at the database level to log any direct data changes. Further, for the period where audit trail (edit log) facility was enabled and operated for the respective accounting softwares, we did not come across any instance of the audit trail feature being tampered with. Additionally, where audit trail (edit log) facility was enabled and operated during the year, the audit trail has been preserved by the Holding Company as per the statutory requirements except for one accounting software where evidence of backup logs for record retention at application level couldn't be furnished for our verification.
Reporting with respect to audit trail is not applicable to wholly owned subsidiary and step down subsidiary (foreign subsidiaries) of the Holding Company.

18. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 ('CARO') issued by Central Government in terms of Section 143(11) of the Act, to be included in Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Holding Company, we report that there are no qualifications or adverse remarks in these CARO reports.
Reporting with respect to CARO is not applicable to wholly owned subsidiary and step down subsidiary (foreign subsidiaries) of the Holding Company.

For KKC & Associates LLP

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621

Divesh B Shah

Partner

ICAI Membership No: 168237

UDIN: 26168237YMBHAN6359

Place: Mumbai

Date: 16 May 2026

ANNEXURE 'A' TO THE INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS OF PRADEEP METALS LIMITED FOR THE YEAR ENDED 31 MARCH 2026

(Referred to in paragraph '16.6' under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls with reference to the aforesaid Consolidated Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act')

Opinion

1. In conjunction with our audit of the Consolidated Financial Statements of Pradeep Metals Limited as of and for the year ended 31 March 2026, we have audited the internal financial controls with reference to the Consolidated Financial Statements of Pradeep Metals Limited ('the Holding Company'). The Holding Company has subsidiary companies (wholly owned subsidiary and step down subsidiary) incorporated outside India and reporting on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements is not applicable to such subsidiary companies.

2. In our opinion, the Holding Company, which is a company incorporated in India, have, in all material respects, an adequate internal financial controls with reference to the Consolidated Financial Statements and such internal financial controls were operating effectively as at 31 March 2026, based on the internal controls over financial reporting criteria established by the respective companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ('the Guidance Note').

Management's responsibility for Internal Financial Controls

3. The Board of Directors of the Holding Company, which is a company incorporated in India, are responsible for establishing and maintaining internal financial controls with reference to consolidated financial statements based on the internal controls over financial reporting criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note. 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 Act.

Auditor's responsibility

4. Our responsibility is to express an opinion on the Holding Company, which is a company incorporated in India, internal financial controls with reference to the Consolidated Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('SA '), prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to the Consolidated Financial Statements. Those SAs 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 Consolidated Financial Statements were established and maintained and if such controls operated effectively in all material respects.

5. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to the Consolidated Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Consolidated Financial Statements included obtaining an understanding of internal financial controls with reference to the Consolidated Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of the internal controls 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 Consolidated Financial Statements, whether due to fraud or error.

6. We believe that the audit evidence we have obtained, and the audit evidence obtained by the other auditors in terms of their reports referred to in the 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to the Consolidated Financial Statements.

Meaning of Internal Financial Controls with reference to the Standalone Financial Statements

7. A company's internal financial controls with reference to the Consolidated Financial Statements 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 controls with reference to the Consolidated Financial Statements 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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 Consolidated Financial Statements

8. Because of the inherent limitations of internal financial controls with reference to the Consolidated 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 Consolidated Financial Statements to future periods are subject to the risk that the internal financial controls with reference to the Consolidated Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For KKC & Associates LLP

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621

Divesh B Shah

Partner

ICAI Membership No: 168237

UDIN: 26168237YMBHAN6359

Place: Mumbai

Date: 16th May 2026

Consolidated Balance Sheet as at 31st March 2026

(Rupees in Lakhs)

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
ASSETS			
I. Non-current assets			
(a) Property, plant and equipment	4	10,271.46	9,574.39
(b) Right of use assets	4	98.15	92.50
(c) Capital work-in-progress	4	403.83	36.58
(d) Other intangible assets	4	83.91	149.10
(e) Goodwill on consolidation		147.67	147.67
(f) Financial assets			
(i) Other financial assets	5	113.39	117.80
(g) Other assets	6	1,159.47	655.19
		12,277.88	10,773.23
II. Current assets			
(a) Inventories	7	8,314.74	6,554.71
(b) Financial assets			
(i) Trade receivables	8	9,440.77	7,678.13
(ii) Cash and cash equivalents	9	601.78	504.46
(iii) Bank balances other than (ii) above	9	57.18	41.45
(iv) Loans	10	3.53	5.67
(v) Other financial assets	11	122.16	123.76
(c) Income tax assets (net)		137.47	247.98
(d) Other assets	12	1,013.14	797.91
		19,690.77	15,954.07
TOTAL ASSETS		31,968.65	26,727.30
EQUITY AND LIABILITIES			
III. Equity			
(a) Equity share capital	13	1,727.00	1,727.00
(b) Other equity	14	14,696.47	11,994.31
TOTAL EQUITY		16,423.47	13,721.31

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
IV. Non-current liabilities			
(a) Financial liabilities			
(i) Lease liabilities		59.00	70.97
(ii) Borrowings	15	1,792.26	1,708.89
(b) Provisions	16	99.64	93.96
(c) Deferred tax liabilities (net)	17.4	552.35	478.60
		2,503.25	2,352.42
V. Current liabilities			
(a) Financial liabilities			
(i) Lease liabilities		44.43	28.59
(ii) Borrowings	18	5,642.23	5,286.99
(ii) Trade payable	19		
- Due to micro and small enterprises		312.00	208.08
- Due other than to micro and small enterprises		5,152.21	3,997.21
(iii) Other financial liabilities	20	1,636.01	873.26
(b) Other liabilities	21	145.43	122.80
(c) Provisions	22	109.62	136.64
		13,041.93	10,653.57
TOTAL LIABILITIES		15,545.18	13,005.99
TOTAL EQUITY & LIABILITIES		31,968.65	26,727.30

Material accounting policies & other notes 1 to 58

Notes referred to herein above form an integral part of the consolidated financial statements.
As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

For and on behalf of the Board of Directors of Pradeep Metals Limited

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

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Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Consolidated Statement of Profit and Loss for the year ended 31st March 2026

(Rs. in lakhs except share & per share data)

Particulars	Note No.	Year ended 31st March 2026	Year ended 31st March 2025
INCOME			
Revenue from operations	23	33,802.67	31,186.13
Other income	24	271.76	520.47
		34,074.43	31,706.60
EXPENSES			
Cost of material consumed	25	16,326.12	14,507.96
Purchase of Stock in Trade	26	183.81	103.72
Changes in inventories of work-in-progress, finished goods and scrap	27	(1,881.78)	(435.01)
Manufacturing expenses	28	7,590.32	6,656.07
Employee benefit expenses	29	4,738.82	4,438.27
Finance costs	30	743.32	777.81
Depreciation and amortization expense	4	996.23	969.94
Other expenses	31	1,418.92	1,201.47
Total Expenses		30,115.76	28,220.23
Profit before tax		3,958.67	3,486.37

Particulars	Year ended 31st March 2026	Year ended 31st March 2025
Tax expense		
- Current tax	867.03	624.23
- Deferred tax charge	73.74	157.33
- Income tax of earlier years (net)	(15.82)	(12.56)
	924.95	769.00
Net Profit for the year (A)	3,033.72	2,717.37
Other Comprehensive Income		
(i) Items that will not be reclassified to profit or loss		
- Remeasurement losses on defined benefit plans	(10.15)	(56.78)
Less: Income tax on above	2.55	14.29
	(7.60)	(42.49)
- Exchange gain on translation of foreign operations (net)	107.79	1.32
Less: Income tax on above	-	-
	107.79	1.32
Other Comprehensive Income (B)	100.19	(41.17)
Total Comprehensive Income (A+B)	3,133.91	2,676.20
Earnings per equity share		
(a) Basic (Face value of Rs. 10 each)	17.57	15.73
(b) Diluted (Face value of Rs. 10 each)	17.57	15.73

Material accounting policies & other notes 1 to 58

Notes referred to herein above form an integral part of the standalone financial statements.

As per our report of even date attached

For KKC & Associates LLP
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Firm Registration No. 105146W/W100621

For and on behalf of the Board of Directors of Pradeep Metals Limited

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Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Consolidated Cash Flow Statement for the year ended 31st March 2026 (Rupees in Lakhs)

Particulars	As at 31st March 2026		As at 31st March 2025	
A. CASH FLOW FROM OPERATING ACTIVITIES				
Net profit before taxation		3,958.67		3,486.37
Adjustments for:				
Depreciation and amortization	996.23		969.94	
Allowance for doubtful debts utilised / reversed	-		(50.00)	
Amount no longer payable written back	-		(10.74)	
Unrealised foreign exchange (gain) / loss (net)	209.08		94.71	
Provision for slow-moving / non-moving inventories (net)	58.65		130.89	
Gain on sale / discard of property, plant & equipment (net)	39.27		(187.44)	
Interest expenses	743.32		777.81	
Interest income	(10.99)	2,035.56	(4.52)	1,720.65
Operating profit before changes in assets and liabilities		5,994.23		5,207.02
Movements in working capital : [Current and Non-current]				
(Increase) / decrease in other financial assets and other assets	(241.72)		103.65	
Increase in inventories	(1,818.68)		(505.53)	
Increase in trade receivable	(1,530.87)		(1,128.59)	
Increase in trade payable, other liabilities, provisions	1,582.49	(2,008.78)	400.50	(1,129.97)
		3,985.45		4,077.05
Adjustment for: Direct taxes paid (net of refund)		(737.98)		(755.32)
Net cash generated from operating activities...(A)		3,247.47		3,321.73
B. CASH FLOW FROM INVESTING ACTIVITIES				
Purchase of Property, plant & equipment and intangible assets (Including capital advances and work-in-progress)	(2,393.03)		(2,300.19)	
Sale / discard of Property, plant & equipment	82.27		272.52	
Increase in other bank balances and non-current assets [Other than cash and cash equivalent]	(14.82)		143.02	
Interest received	10.98		4.52	
	(2,314.60)		(1,880.12)	
Adjustment for:				
Direct taxes paid [including tax deducted at source]	(0.16)		(0.41)	
Net cash used in investing activities...(B)		(2,314.76)		(1,880.53)

C. CASH FLOW FROM FINANCING ACTIVITIES

Proceeds from long term borrowings	705.50		1488.99	
Repayment of long term borrowings	(959.01)		(1992.54)	
Payment of lease liabilities	(28.59)		(36.00)	
Increase / (Decrease) in working capital loan (net)	615.78		265.83	
Dividend paid	(425.82)		(339.57)	
Interest paid	(743.25)		(787.66)	
Net cash used in financing activities...(C)		(835.39)		(1,400.94)
Net increase in cash and cash equivalents...(A + B + C)		97.32		40.25
Cash and cash equivalents at the beginning of the year	504.46		464.21	
Cash and cash equivalents at the end of the year	601.78		504.46	
Net increase in cash and cash equivalents		97.32		40.25

Material accounting policies & other notes 1 to 58

Notes referred to herein above form an integral part of the consolidated financial statements.

As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

For and on behalf of the Board of Directors of Pradeep Metals Limited

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Consolidated Statement of changes in equity for the year ended 31st March 2026

(Rupees in Lakhs)

Particulars	Equity share capital	Attributable to owners							Total other equity (A+B)
		Reserves and surplus (A)				Other comprehensive income			
		Securities Premium	Capital reserve	General reserves	Retained earnings	Foreign currency translation reserve	Defined benefit obligation	Total (B)	
For the year ended 31st March 2025									
Balance at 1st April 2024	1,727.00	515.98	13.94	211.60	9,399.55	(420.90)	(56.66)	9,663.51	11,390.51
Profit for the year	-	-	-	-	2,717.38	-	-	2,717.38	2,717.38
Addition during the year (net of taxes)	-	-	-	-	-	-	(42.50)	(49.10)	(49.10)
Amount reclassified to P&L during the year (net of taxes)	-	-	-	-	-	-	-	6.60	6.60
Exchange differences on translation of foreign operations & Adjustments	-	-	-	-	-	1.32	-	1.32	1.32
Final equity dividend (FY 2023-24)	-	-	-	-	(345.40)	-	-	(345.40)	(345.40)
Balance as at 31st March 2025	**1,727.00**	**515.98**	**13.94**	**211.60**	**11,771.53**	**(419.58)**	**(99.16)**	**11,994.31**	**13721.31**
For the year ended 31st March 2026									
Balance at 1st April 2025	1,727.00	515.98	13.94	211.60	11,771.53	(419.58)	(99.16)	11,994.31	13,721.31
Profit for the year	-	-	-	-	3,033.72	-	-	3,033.72	3,033.72
Addition during the year (net of taxes)	-	-	-	-	-	-	(7.60)	(7.60)	(7.60)
Exchange differences on translation of foreign operations & Adjustments	-	-	-	-	-	107.79	-	107.79	107.79
Final equity dividend (FY 2024-25)	-	-	-	-	(431.75)	-	-	(431.75)	(431.75)
Balance as at 31st March 2026	**1,727.00**	**515.98**	**13.94**	**211.60**	**14,373.50**	**(311.79)**	**(106.76)**	**14,696.47**	**16,423.47**

Material accounting policies & other notes 1 to 58

i) Securities premium

Securities premium is used to record premium on issue of shares. The reserve is utilised in accordance with the provisions of Companies Act, 2013.

ii) Capital Reserve

Capital reserve represents capital surplus and not normally available for distribution as dividend.

iii) General Reserve

General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes.

iv) Retained earnings

Retained earnings represent the accumulated earnings net of losses, if any, made by the Group over the years.

v) Other comprehensive income - Defined benefit obligation

The reserve represents the remeasurement gains / (losses) arising from the actuarial valuation of the defined benefit obligations of the Holding Company. The remeasurement gains / (losses) are recognised in other comprehensive income and accumulated under this reserve within equity. The amounts recognised under this reserve are not reclassified to profit or loss.

vi) Other comprehensive income - Foreign currency translation reserve

Exchange differences relating to the translation of the results and net assets of the groups foreign operation from their functional currencies to the groups presentation currency (i.e. Rs.) are recognised directly in the other comprehensive income and accumulated in foreign currency translation reserve. The cumulative amount is reclassified to profit or loss when the investment is disposed-off.

Notes referred to herein above form an integral part of the standalone financial statements.
As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

For and on behalf of the Board of Directors of Pradeep Metals Limited

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

Notes on consolidated financial statements for the year ended 31st March 2026

4. PROPERTY, PLANT & EQUIPMENT AND INTANGIBLE ASSETS

4.1 As on 31st March 2026

(Rupees in Lakhs)

Particulars	Gross block					Depreciation / amortization					Net block
	As at 1st April 2025	Additions	Deductions	Exchange Fluctuation	As at 31st March 2026	As at 1st April 2025	For the year	On Deductions	Exchange Fluctuation	As at 31st March 2026	As at 31st March 2026
Property, plant & equipment (Tangible assets)											
Freehold land	461.53	-	-	33.47	495.00	-	-	-	-	-	495.00
Leasehold Land	55.81	-	-	-	55.81	19.07	0.60	-	-	19.67	36.15
Factory buildings	3,382.36	7.64	-	141.18	3,531.18	681.11	114.32	-	17.94	813.37	2,717.82
Leasehold Improvement	49.12	-	-	5.38	54.50	49.12	-	-	5.38	54.50	-
Plant and machinery (P & M)	6,495.91	1,185.71	345.76	123.16	7,459.02	2,696.16	492.23	272.22	119.11	3,035.29	4,423.73
Microwave Machinery (R & D)	149.10	-	-	-	149.10	149.10	-	-	-	149.10	-
Wind mill	1,283.64	-	-	-	1,283.64	484.82	63.96	-	-	548.78	734.86
Solar Plant	1,190.45	-	-	-	1,190.45	76.29	45.24	-	-	121.53	1,068.92
Electrical installation	188.40	102.24	-	-	290.64	84.25	16.06	-	-	100.31	190.33
Office equipment	51.22	8.46	1.04	3.05	61.70	51.22	11.25	0.77	-	61.70	-
Computers	101.64	76.97	42.65	1.23	137.19	73.01	21.42	38.08	0.99	57.34	79.85
Furniture and fixtures	91.56	9.29	-	1.03	101.88	18.22	8.45	-	0.65	27.32	74.56
Vehicles	385.03	-	47.14	5.57	343.46	180.04	27.24	23.46	4.65	188.47	154.99
Dies	910.53	144.70	51.73	-	1,003.50	659.53	80.98	32.25	-	708.26	295.24
Sub-total (A)	14,796.30	1,535.01	488.32	314.07	16,157.05	5,221.94	881.75	366.78	148.72	5,885.64	10,271.46
Intangible assets											
Software (Other than internally generated)	195.67	6.44	38.67	3.30	166.74	135.52	28.18	38.67	3.29	128.32	38.41
Goodwill	570.81	-	-	-	570.81	570.81	-	-	-	570.81	-
Microwave Composite Heating Furnace (SDF Technology)	304.10	-	-	-	304.10	215.16	43.44	-	-	258.60	45.50
Sub-total (B)	1,070.58	6.44	38.67	3.30	1,041.65	921.49	71.62	38.67	3.29	957.73	83.91
Total [(A) + (B)]	15,866.87	1,541.45	526.99	317.37	17,198.70	6,143.43	953.37	405.45	152.01	6,843.37	10,355.38

4.2 Right of use asset

(Rupees in Lakhs)

Particulars	Building	Leasehold Vehicle	Total
Gross carrying value			
Balance as at 31st March 2024	146.05	-	146.05
Additions in 2024-25	-	-	-
Balance as at 31st March 2025	146.05	-	146.05
Additions in 2025-26	-	46.33	46.33
Exchange fluctuation	-	3.11	3.11
Balance as at 31st March 2026	146.05	49.44	195.49
Accumulated amortization			
Balance as at 31st March 2024	24.34	-	24.34
Charge for the year 2024-25	29.21	-	29.21
Balance as at 31st March 2025	53.55	-	53.55
Charge for the year 2025-26	29.21	13.65	42.86
Exchange fluctuation	-	0.92	0.92
Balance as at 31st March 2026	82.77	14.57	97.34
Net carrying amount			
Balance as at 31st March 2025	92.50	-	92.50
Balance as at 31st March 2026	63.28	34.87	98.15

4.3 Depreciation as per statement of profit & loss

Particulars	2025-26	2024-25
Depreciation and amortization of Property, plant & equipment and intangible assets	953.37	940.73
Depreciation on Right of use assets	42.86	29.21
Depreciation as per statement of profit & loss	996.23	969.94

4.4 As on 31st March 2025

(Rupees in Lakhs)

Particulars	Gross block					Depreciation / amortization					Net block
	As at 1st April 2024	Additions	Deductions	Exchange Fluctuation	As at 31st March 2025	As at 1st April 2024	For the year	On Deductions	Exchange Fluctuation	As at 31st March 2025	As at 31st March 2025
Property, plant & equipment (Tangible assets)											
Freehold land	454.13	-	-	7.40	461.53	-	-	-	-	-	461.53
Leasehold Land	55.81	-	-	-	55.81	18.47	0.60	-	-	19.07	36.74
Factory buildings	3,349.72	5.21	3.68	31.11	3,382.36	569.17	112.74	3.49	2.69	681.11	2,701.24
Leasehold Improvement	47.93	-	-	1.19	49.12	47.93	-	-	1.19	49.12	-
Plant and machinery (P & M)	4,731.98	2,191.41	456.49	29.01	6,495.91	2,599.48	461.16	390.90	26.42	2,696.16	3,799.75
Microwave Machinery (R & D)	149.10	-	-	-	149.10	149.10	-	-	-	149.10	-
Wind mill	1,187.27	96.37	-	-	1,283.64	425.69	59.13	-	-	484.82	798.82
Solar Plant	1,190.45	-	-	-	1,190.45	31.05	45.24	-	-	76.29	1,114.16
Electrical installation	188.40	-	-	-	188.40	67.45	16.79	-	-	84.25	104.16
Office equipment	47.43	7.20	5.27	1.86	51.22	45.12	10.36	4.46	0.19	51.22	-
Computers	92.05	17.43	8.05	0.21	101.64	62.03	18.49	7.69	0.18	73.01	28.63
Furniture and fixtures	98.66	3.61	10.94	0.23	91.56	19.43	8.80	10.13	0.13	18.22	73.34
Vehicles	383.10	-	-	1.93	385.03	142.95	35.84	-	1.24	180.04	204.99
Dies	898.06	53.88	41.41	-	910.53	581.92	101.68	24.07	-	659.53	251.01
Sub-total (A)	12,874.09	2,375.10	525.82	72.94	14,796.31	4759.80	870.84	440.75	32.04	5,221.93	9,574.38
Intangible assets											
Software (Other than internally generated)	156.04	52.01	13.10	0.72	195.67	121.49	26.45	13.10	0.68	135.52	60.15
Goodwill	570.81	-	-	-	570.81	570.81	-	-	-	570.81	-
Microwave Composite Heating Furnace (SDF Technology)	304.10	-	-	-	304.10	171.71	43.44	-	-	215.16	88.95
Sub-total (B)	1,030.96	52.01	13.10	0.72	1,070.58	864.00	69.89	13.10	0.68	921.49	149.10
Total [(A) + (B)]	13,905.05	2,427.11	538.93	73.66	15,866.88	5,623.80	940.73	453.85	32.72	6,143.42	9,723.47

4.5 Movement of capital work in progress (Rupees in Lakhs)

Particulars	2025-26			
	P & M	Land	Others	Total
Opening capital work in progress	36.58	-	-	36.58
Add: Addition during the year	1,266.93	49.60	192.14	1,508.67
Less: Assets capitalized/ reversed during the year	1,014.29	15.79	111.33	1,141.42
Closing capital work in progress	289.21	33.81	80.81	403.83

(Rupees in Lakhs)

Particulars	2024-25			
	P & M	Land	Others	Total
Opening capital work in progress	90.52	-	-	90.52
Add: Addition during the year	2,057.35	4.18	7.80	2,069.34
Less: Assets capitalized/ reversed during the year	2,111.29	4.18	7.80	2,123.28
Closing capital work in progress	36.58	-	-	36.58

4.6 CWIP Ageing schedule as at 31st March 2026 (Rupees 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	
Projects in progress	367.25	13.00	23.58	-	403.83

CWIP Ageing schedule as at 31st March 2025 (Rupees 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	
Projects in progress	13.00	23.58	-	-	36.58

4.7 There are no capital-work-in-progress where completion is overdue or exceeded its cost as compared to original plan as at 31st March 2026 and 31st March 2025.

4.8 Details of remaining amortization period and carrying value of intangible assets is as given below:

Particulars	Carrying amount as at (Rs. in Lakhs)		Remaining useful life as at (months)	
	31st March 2026	31st March 2025	31st March 2026	31st March 2025
Epicore software	-	6.16	-	4
Microwave composite heating furnace (SDF Technology)	45.50	88.95	12	24
Other software's	38.41	53.99	11 to 36	11 to 36

4.9 First pari passu charge has been created on property, plant and equipment of the Holding Company (present and future) in respect of term loans taken by the Holding Company (Refer note 15.1). Further, second charge has been created on the property, plant and equipment of Holding Company for working capital facility availed by the Holding Company (Refer note 16.1). Further, exclusive charge on Land and Building of Pradeep Metals Limited, Inc. (WOS) has been created in respect of term loan availed by WOS. In case of SDS, finance lease obligation for machine is secured by personal guarantee given of Director of the SDS.

Notes on consolidated financial statements for the year ended 31st March 2026 (Rupees in Lakhs)

5 Other non-current financial assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Security deposits	113.39	116.89
Deposit with bank having remaining maturity more than 12 months (Refer note 5.1)	-	0.91
Total	113.39	117.80

5.1 Bank deposit of ₹Nil (Previous year: ₹0.91 lakhs) is under lien with bank towards guarantees issued by bank.

(Rupees in Lakhs)

6 Other non-current assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Capital advances		
- Consider good	84.20	427.52
- Considered doubtful	-	-
	84.20	427.52
Capital advances (Nagpur)#		
- Considerd good	812.96	-
- Considered doubtful	-	-
	812.96	-
Less:- Allowance for bad and doubtful advances	-	-
	897.16	427.52
Custom bond deposit	237.09	213.69
Amount Paid Under Protest	10.10	10.10
Less : Provision for the above matter	(10.10)	(10.10)
	-	-
Pre Operative Expenses (Nagpur)	-	-
Prepaid expenses	25.22	13.98
Total	1,159.47	655.19

During the financial year, the Holding Company has paid advance of Rs. 812.96 Lakhs (Previous year: Nil) for Nagpur (Butibori) Project.

6.1 Pursuant to the Hon'ble High Court order, the Holding Company had deposited back wages under protest amounting to ₹10.10 lakhs in respect of ex-employees whose services were terminated in earlier years. As an abundant caution, the Holding Company had made contingency provision of ₹10.10 lakhs which was charged to the Statement of Profit & Loss in the earlier year. The quantum of final liability cannot be ascertained at this stage and will be based on the outcome of matter under dispute.

6.2 Movement of allowance for doubtful capital advances (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Opening balance as on 1st April 2025	-	50.00
Less: Provision written back	-	50.00
Closing balance as on 31st March 2026	-	-

(Rupees in Lakhs)

7 Inventories (At lower of cost or net realisable value unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Raw material - Steel	1,599.01	1,707.53
Raw materials - Dies	175.61	230.65
Work-in-progress	5,341.66	3,095.25
Finished goods (Refer note 7.4)	656.80	783.18
Finished goods in transit	274.26	498.18
Stores, spares and consumables	239.66	197.85
Scrap	27.74	42.07
Total	8,314.74	6,554.71

7.1. Considering impact on account of suspension of orders for navy products, in view of the management, the value of inventory of finished goods in SDS is reduced by ₹59.69 lakhs (USD 62,941). (Previous year: ₹85.48 lakhs, USD 100,000)

7.2. In case of SDS, ageing of slow / non-moving items of inventories is not available from the system. The Management is of the view that there is demand for the SDS's products and these inventories have realizable value greater than cost and hence provision is made as mentioned in note 7.1. Auditor's have relied on the management for the demand estimate and expected price realization.

7.3. The Group has written down the value of raw material, work in progress towards slow moving, non moving inventory to the extent of Rs.97.89 Lakhs (Previous year : Rs. 98.93 Lakhs) (Refer note - 3.5 for method of valuation of inventories)

7.4. The Group has regrouped / reclassified the amount disclosed under stock-in-trade to finished goods and accordingly the prior year comparatives have also been reclassified / regrouped. This change did not have any impact of the reported profit after tax and total equity.

(Rupees in Lakhs)

8 Trade receivables (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Unsecured		
Considered good	9,440.77	7,678.13
Considered doubtful	-	-
	9,440.77	7,678.13
Less: Allowance for doubtful debts	-	-
Total	9,440.77	7,678.13

8.1 No trade receivables are due from directors or other officers of the Holding Company either severally or jointly with any other person.

8.2 Trade receivables are non - interest bearing and are generally on terms of 30 to 270 days.

8.3 Refer note 42 for policy on expected credit loss.

8.4 The Holding Company has registered under the Micro, Small and Medium Enterprises Development Act, 2006 [MSMED Act]. The relevant provisions in respect of receivable are applicable to the Holding Company.

8.5 Trade receivables ageing schedule as at 31st March 2026 (Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables – considered good	7,737.57	1,640.00	52.41	2.11	-	8.68	9,440.77
Total	7,737.57	1,640.00	52.41	2.11	-	8.68	9,440.77

Trade receivables ageing schedule as at 31st March 2025 (Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed Trade receivables – considered good	6,048.73	1,578.68	9.09	36.48	-	5.14	7,678.13
Total	6,048.73	1,578.68	9.09	36.48	-	5.14	7,678.13

(Rupees in Lakhs)

9 Cash and cash equivalent and other bank balances	As at 31st March 2026	As at 31st March 2025
Cash and cash equivalent		
Balances with banks		
- In current accounts	600.33	502.96
Cash on hand	1.45	1.50
Total	601.78	504.46
Other bank balances		
- In fixed deposits having remaining maturity less than 12 months	27.42	17.62
- Earmarked balances (on unpaid dividend account)	29.76	23.83
Total	57.18	41.45

9.1 Bank deposits earns interest at fixed rates.

9.2 Bank deposits aggregating to Rs. 27.42 Lakhs (Previous year : Rs. 17.62 Lakhs) are under lien with banks towards guarantees issued by bank.

(Rupees in Lakhs)

10 Loans (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Other loans		
Loan to employees	3.53	5.67
Total	3.53	5.67

(Rupees in Lakhs)

11 Other current financial assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Export incentive receivable	67.87	51.48
Amount recoverable from customers	49.99	42.12
Interest accrued on fixed deposits	0.04	0.03
Other receivables	4.26	30.13
Total	122.16	123.76

11.1 Break up of financial assets carried at amortised cost (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Loans (Refer note 10)	3.53	5.67
Other financial assets (Refer note 5 & 11)	235.55	241.56
Trade receivables (Refer note 8)	9,440.77	7,678.13
Cash & cash equivalents (Refer note 9)	601.78	504.46
Other bank balance (Refer note 9)	57.18	41.45
Total	10,338.81	8,471.27

(Rupees in Lakhs)

12 Other current assets (Unsecured, considered good unless otherwise stated)	As at 31st March 2026	As at 31st March 2025
Advance to suppliers (other than capital advance)	56.92	129.57
Considered doubtful	-	-
	56.92	129.57
Less: Allowance for bad and doubtful advances	-	-
	56.92	129.57
Input tax credit receivable (including refund receivable)	650.95	456.22
Prepaid expenses	305.27	212.12
Total	**1,013.14**	**797.91**

13 Share capital

(Rupees in Lakhs)

13.1 Authorised capital	As at 31st March 2026	As at 31st March 2025
Equity share capital		
18,500,000 (Previous year : 18,500,000) Equity Shares of Rs. 10 each	1,850.00	1,850.00
Preference share capital		
550,000 (Previous year : 550,000) Preference Shares of Rs.100 each	550.00	550.00
Total	**2,400.00**	**2,400.00**

(Rupees in Lakhs)

13.2 Issued, subscribed and paid-up capital	As at 31st March 2026	As at 31st March 2025
Issued		
17,270,000 (Previous year : 17,270,000) Equity Shares of Rs.10 each	1,727.00	1,727.00
Issued, subscribed and paid-up		
17,270,000 (Previous year : 17,270,000) Equity Shares of Rs.10 each	1,727.00	1,727.00
Total	**1,727.00**	**1,727.00**

13.3 The Holding Company (Pradeep Metals Limited) has only one class of issued shares having a par value of ₹10/- per share. Each holder of equity shares is entitled to one vote per share. The Holding Company declares and pays dividend in Indian rupees. The dividend proposed, if any, by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting.

In the event of liquidation of the Holding Company, the holder of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

13.4 Reconciliation of number of equity shares outstanding at the beginning and at the end of the reporting year	As at 31st March 2026	As at 31st March 2025
Shares outstanding at beginning of the year	17,270,000	17,270,000
Changes during the year	-	-
- Shares bought back during the year	-	-
- Shares outstanding at the end of the year	**17,270,000**	**17,270,000**

13.5 Equity Shares held by each shareholder holding more than 5% shares

Name of shareholder	As at 31st March 2026		As at 31st March 2025	
	Number of Shares	% of holding	Number of Shares	% of holding
Mr. Pradeep Goyal	1,576,400	9.13	1,576,400	9.13
Mrs. Neeru P. Goyal	919,927	5.33	919,927	5.33
Nami Capital Private Limited (Refer note 58)	10,194,456	59.03	10,194,456	59.03

13.6 Shares held by ultimate holding company

Name of shareholder	As at 31st March 2026		As at 31st March 2025	
	Number of Shares	% of holding	Number of Shares	% of holding
Nami Capital Private Limited (Refer note 58)	10,194,456	59.03	10,194,456	59.03

13.7 Shares held by promoters

Promoter Name	As at 31st March 2026		As at 31st March 2025		% Change during the year	
	Number of Shares	% of holding	Number of Shares	% of holding	Number of Shares	% of holding
Mr. Pradeep Goyal	1,576,400	9.13	1,576,400	9.13	-	-
Mrs. Neeru P. Goyal	919,927	5.33	919,927	5.33	-	-
Nami Capital Private Limited (Refer note 58)	10,194,456	59.03	10,194,456	59.03	-	-
Total	**12,690,783**	**73.48**	**12,690,783**	**73.48**	-	-

14 For details of Other equity, refer Consolidated Statement of changes in equity.

(Rupees in Lakhs)

15 Borrowings (Non-current)	As at 31st March 2026	As at 31st March 2025
Secured		
Term loans		
- From banks		
- Rupee loan	1,010.49	943.37
- Vehicle loan	77.74	107.14
- Term loans	704.03	648.78
From other parties		
- Machinery loan	-	9.60
Total	1,792.26	1,708.89

15.1 Details of security provided

(i) Rupee loans are secured by first pari passu charge created on property, plant and equipment of the Holding Company (present and future) and second charge on entire current assets of the Holding Company (refer Note 4.9). In the previous year, these loans were additionally secured by a personal guarantee provided by the Chairman and Managing Director of the Company, which has been released during the current year.

(ii) In case of WOS,

(A) Term Loan amounting to ₹738.90 lakhs (Previous year: ₹673.31 lakhs) is secured by (a) Exclusive charge on Land and Building of WOS (b) Corporate guarantee of the SDS (c) Personal Guarantee of Director of WOS.

(iii) In case of SDS, finance lease obligation for machine is secured by personal guarantee of Director of the SDS.

(iv) Vehicle loans are secured against security of vehicle financed and further guaranteed by personal guarantee of Chairman and Managing Director of the Holding Company and Director of SDS.

15.2 Terms of repayment and maturity profile of the term loan is as set out below:

(Rupees in Lakhs)

Borrowings	Interest Rates	As at 31st March 2026	As at 31st March 2025
Term loan XVI (INR) Repayable Nil instalments (previous year: 4 quarterly instalments of ₹16.67 Lakhs each & 1 instalment of balance amount.)	1YEBLR+0.10% (Currently 9.10% p.a.)	-	47.92
Term loan XVII (FCTL and INR) Repayable Nil instalments (previous year: 2 quarterly instalments of ₹43.00 Lakhs & 1 instalment of balance amount)	1YEBLR+0.50% (Currently 9.50% p.a.)	-	137.58
Term loan XVII (INR) (New) Repayable Nil instalments (previous year: 2 quarterly instalments of ₹120.00 Lakhs each & 1 instalment of balance amount)	1YEBLR+0.50% (Currently 9.50% p.a.)	-	286.70
Term loan XVIII (INR) Repayable in 11 instalments of ₹42.27 Lakhs each and 1 instalment of balance amount (previous year: 4 quarterly instalments of ₹37.20 Lakhs each & 11 installment of ₹42.27 Lakhs each and 1 instalment of balance amount)	1YEBLR+0.35% (Currently 9.35% p.a.)	462.65	611.46
Term loan XIX (INR) Repayable Nil instalments (previous year: 1 instalment of balance amount)	1YEBLR+0.35% (Currently 9.35% p.a.)	-	13.60
Term loan XX (INR) Repayable in 11 (previous year: 15 quarterly installments of ₹43.40 lakhs each & 1 installment of balance amount) quarterly instalments of ₹43.40 Lakhs each & 1 instalment of balance amount.	1YEBLR+0.50% (Currently 9.50% p.a.)	708.93	654.31
Term loan XXI (INR) Repayable in 19 (previous year: Nil) quarterly instalments of ₹24.38 Lakhs each & 1 instalment of balance amount	1YEBLR+0.50% (Currently 9.50% p.a.)	281.04	-
Term loan XXII (INR) Repayable in 59 (previous year: Nil) monthly instalments of ₹16.95 Lakhs each & 1 instalment of balance amount	1YEBLR+0.50% (Currently 9.50% p.a.)	131.96	-
Vehicle loan (INR) Repayable in 61 (previous year: 73) equated monthly instalments	(Currently 8.50% p.a.)	98.06	117.41
Term loan Repayable in 164 monthly (previous year: 176 quarterly) instalments of USD 7,289		738.90	673.31
Machinery Loan (USD loan) Repayable in 3 (previous year: 15) equated monthly instalments		10.65	46.81
Vehicle Loan (USD loan) Repayable in Nil instalments (previous year: 20) equated monthly instalments		-	20.25
Total		2,432.19	2,609.35

Above figures are including current maturity as disclosed in note 18.

(Rupees in Lakhs)

16 Provisions (Non-current)	As at 31st March 2026	As at 31st March 2025
Provision for employee benefits		
- Leave benefits	99.64	93.96
Total	99.64	93.96

17 Income & deferred taxes

The major components of income tax expense for the years ended 31st March 2026 & 31st March 2025 are as under:

17.1 Statement of profit & loss

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Current tax	867.03	624.23
Deferred tax charge / (credit)	73.74	157.33
Income tax of earlier years (net)	(15.82)	(12.56)
Tax expense reported in the statement of profit & loss	924.95	769.00

17.2 Other comprehensive income (OCI)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax related to items recognised in OCI		
Re-measurement of defined benefit plans	(3.70)	(14.29)
Deferred tax charge / (credit)	(3.70)	(14.29)

17.3 Reconciliation of tax expenses and the accounting profit multiplied by applicable tax rate for 31st March 2026 and 31st March 2025

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Accounting profit before tax	3,958.67	3,486.37
Applicable income tax rate	25.17%	25.17%
	996.32	877.45
- Effect of expenses not deductible in determining taxable profit	57.50	(7.05)
- Tax difference of foreign subsidiaries/ intra group eliminations	(113.05)	(88.84)
- Income tax and deferred tax of earlier years (net)	(15.82)	(12.56)
Subtotal	924.95	769.00
At the effective income tax rate of	23.37%	22.06%
Tax expense reported in the consolidated statement of profit and loss	924.95	769.00

17.4 Deferred tax liabilities (net)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax (asset)/liability relates to the following:		
Differences in depreciation and amortization for accounting and income tax purposes	620.75	519.58
Provision for NMMC cess liability	(0.04)	(0.04)
Provision for employee benefits	(63.46)	(43.05)
Right of use asset	15.93	23.29
Lease Liabilities	(17.86)	(25.07)
Provision for Contingency	(2.54)	(2.54)
Expenditure incurred on Amalgamation	(1.76)	(1.76)
Weighted average deduction u/s 80JJAA (net of unwinding)	1.33	8.19
Net deferred tax liabilities	552.35	478.60

17.5 Reflected in the balance sheet as follows

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax assets	(68.40)	(40.98)
Deferred tax liabilities	620.75	519.58
Deferred tax liabilities (net)	552.35	478.60

17.6 Deferred tax income

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax relates to the following:		
Differences in depreciation and amortization for accounting and income tax purposes	101.17	144.51
Provision for employee benefits	(20.41)	11.80
Right of use asset	(7.36)	(7.34)
Lease Liabilities	7.21	6.60
Expenditure incurred on Amalgamation	(1.76)	(1.76)
Weighted average deduction u/s 80JJAA (net of unwinding)	(6.86)	3.52
Net deferred tax credit	71.99	157.33

17.7 The Group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority and intends either to settle on a net basis.

17.8 In accordance with US law, the WOS of the Holding Company has opted for payment of tax on consolidated income [i.e. after considering the income from its subsidiary (SDS of the Holding Company)]. Provision for the current tax has been made for the year then ended 31st March 2026, after considering accumulated carried forward losses of earlier years. Further, no deferred tax asset is recognized on unused tax loss of ₹61.77 lakhs (Previous year : ₹389.53 lakhs) in absence of reasonable certainty of having taxable income (on consolidated basis) in future years.

17.9 The Holding Company applied Deferred tax related to Assets and Liabilities arising from single transaction (Amendments to Ind AS 12) from 1st April 2023. Following the amendments, the Holding Company has recognised a separate Deferred tax asset in relation to its lease liabilities and Deferred tax liability in relation to right of use assets.

(Rupees in Lakhs)

18 Borrowings (Current)	As at 31st March 2026	As at 31st March 2025
Secured		
From bank		
Working capital loans		
- Cash credit (Repayable on demand)	2,247.08	1,591.60
- Packing credit (Repayable within 180 days)	2,755.23	2,794.93
Current maturity of long term borrowings		
- Machinery loan taken by SDS	10.65	37.21
- Term loans taken by WOS	34.87	24.53
- Term loan taken by the Holding Company	574.08	808.20
- Vehicle loan taken by the Holding Company and SDS	20.32	30.52
Total	5,642.23	5,286.99

18.1 Details of security provided on working capital loans

Working capital loans are secured by first charge by way of hypothecation of stock and book debts and second charge on entire property, plant and equipment of the Holding Company.

19 Trade payables

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
- Dues to micro & small enterprises	312.00	208.08
- Dues to other than micro & small enterprises	5,152.21	3,997.21
Total	5,464.21	4,205.29

19.1 Under the Micro, Small and Medium Enterprises Development Act, 2006 [MSMED Act], certain disclosures are required to be made relating to Micro and Small Enterprises. The Group has disclosed such information only to the extent received from suppliers about their coverage under the MSMED Act. Auditor's have relied on the same.

19.2 Details of dues to Micro and Small Enterprises as defined under Micro, Small and Medium Enterprises Development Act, 2006 (MSMED, Act 2006)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
a) The principal amount remaining unpaid to any supplier at the end of the year	312.00	208.08
b) Interest due remaining unpaid to any supplier at the end of the year	-	-
c) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
d) The amount of interest due and payable for the delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
e) The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
f) The amount of further interest remaining due and payable even in the succeeding years until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006	-	-
Interest accrued and remaining unpaid at the end of the year to suppliers under the MSMED Act, 2006	-	-

19.3 Terms & conditions of the above financial liabilities:

Trade payables are non-interest bearing and are generally settled on 15 to 270 days terms. For details of balances outstanding of related parties, refer note 38.3.

19.4 Trade payables ageing schedule as at 31st March 2026

(Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed - Micro & small enterprises	249.05	62.95	-	-	-	-	312.01
(ii) Undisputed - Others	1,498.72	3,611.26	36.33	2.91	2.98	-	5,152.20
(iii) Disputed dues - Micro & small enterprises	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
Total	1,747.77	3,674.22	36.33	2.91	2.98	-	5,464.21

Trade payables ageing schedule as at 31st March 2025 (Rupees in Lakhs)

Particulars	Not Due	Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) Undisputed - Micro & small enterprises	188.00	20.08	-	-	-	-	208.08
(ii) Undisputed - Others	1,742.32	2,235.73	2.59	16.47	-	0.10	3,997.21
(iii) Disputed dues - Micro & small enterprises	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
Total	1,930.32	2,255.81	2.59	16.47	-	0.10	4,205.29

20 Other current financial liabilities

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Interest accrued but not due	1.23	1.16
Amount payable for capital goods		
- Dues to other than micro & small enterprises	36.29	50.98
Unpaid dividend	29.76	23.83
Accrued expenses	592.34	127.17
Salary and wages payable	551.34	584.37
Foreign currency forward contract payable (net)	412.08	35.09
Other liabilities*	12.97	50.66
Total	1,636.01	873.26

*Other liabilities includes directors sitting fees, interest payable and payable to employee of subsidiaries, etc.

20 .1 Break up of financial liabilities carried at amortised cost

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Borrowings (refer note 15 & 18)	7,434.49	6,995.88
Lease liabilities (refer note 37)	-	103.43
Other financial liabilities (refer note 20)	1,636.01	873.26
Trade payable (refer note 19)	5,464.21	4,205.29
Total	14,534.71	12,177.86

21 Other current liabilities

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Unearned revenue	12.00	4.96
Advance received from customers	7.96	10.79
Statutory liabilities	125.47	107.05
Total	145.43	122.80

(Rupees in Lakhs)

22 Provision (Current)	As at 31st March 2026	As at 31st March 2025
Provision for employee benefits		
- Leave benefits	82.50	75.85
- Gratuity	26.97	60.64
Provision for contingency	0.15	0.15
Total	109.62	136.64

22.1 Movement of provision for contingencies

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Opening balance as on 1st April 2025	0.15	0.15
Add: Provision made	-	-
Less: Provision utilised / written back	-	-
Less: Provision written back	-	-
Closing balance as on 31st March 2026	0.15	0.15

Note :

Provision for contingency represents provision for disputed Navi Mumbai Municipal Cess ('NMMC').In respect of this matter, the Holding Company had paid Rs. 60.29 Lakhs (Previous year : Rs. 60.29 Lakhs) under protest in the previous years and adjusted the payment under protest to the extent of expected liability though the outcome of appeal is pending to be received. Expected outflow of interest / penalty depends on outcome of the appeal filed.

Statement of Profit and Loss for the year ended on 31st March 2026 (Rupees in Lakhs)

23 Revenue from operations		As at 31st March 2026	As at 31st March 2025
Sale of manufacturing goods		29,732.42	27,367.07
Sale of traded goods		135.38	104.15
Sale of services			
- Job work and tooling charges		128.32	175.40
	(A)	**29,996.12**	**27,646.62**
Other operating revenues			
- Export incentives		324.35	558.49
- Sale of electricity - windmill		205.33	197.39
- Amount no longer payable written back		-	10.74
- Scrap sales		3,276.87	2,772.89
	(B)	**3,806.55**	**3,539.51**
Total	(A + B)	33,802.67	31,186.13

23.1 Disclosures of Ind AS 115 - Revenue from contracts with customers:

a. Contracts with customer and significant judgment in applying the standard:

i) The Group's operations relates to manufacturing and selling of forged and machined components for various sectors. The Group caters to both domestic and international markets. The Group applies the guidance provided in Ind AS 115 'Revenue from contracts with customer' for determining the timing of recognition of revenue. Refer material accounting policies on Revenue recognition.

ii) For details of revenue recognised from contracts with customers, refer note 23.2 below.

iii) There are no contract assets arising from the Group's contract with customers.

b. Disaggregation of revenue:

i) For disaggregation of revenue, refer break-up given in note 23 above and note 44.1

ii) Refer note 44.4(iii) for details regarding customer concentration that represents 10% or more of the Group's total revenue during the year ended 31st March 2026 & 31st March 2025.

c. Performance obligation: For timing of satisfaction of its performance obligations, refer note 3.6 of material accounting policies of the Group.

d. During the year ended 31st March 2026 and 31st March 2025, the Holding company recognized revenue of Rs.12 lakhs and Rs.4.96 lakhs arising from opening unearned revenue as of 1st April 2025 and 1st April 2024, respectively.

23.2 Reconciliation of revenue recognized with the contracted price is as follows:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Contracted price	33,702.19	31,222.65
Less: Amount towards variable consideration components *	(100.48)	36.52
Revenue recognised	33,802.67	31,186.13

* The reduction towards variable consideration comprises of volume discounts given / reversed, etc.

(Rupees in Lakhs)

24 Other income	As at 31st March 2026	As at 31st March 2025
Interest income on		
- Fixed deposit	1.64	4.08
- Others	0.36	0.44
Other miscellaneous income*	41.51	27.83
Gain on sale / discard of property, plant & equipment (net)	-	186.72
Interest on Income tax refund	8.99	-
Foreign exchange fluctuation gain (net)	219.26	301.40
Total	271.76	520.47

* Miscellaneous income includes recoveries of expenses incurred in earlier years, sundry scrap & other recoveries.

(Rupees in Lakhs)

25 Cost of raw materials consumed	As at 31st March 2026	As at 31st March 2025
Opening Inventory	1,707.53	1,860.72
Add : Purchases	16,217.60	14,354.77
	17,925.13	**16,215.49**
Less : Closing Inventory	1,599.01	1,707.53
Cost of raw materials consumed	16,326.12	14,507.96

(Rupees in Lakhs)

26 Purchases of stock in trade	As at 31st March 2026	As at 31st March 2025
Purchase of Trading Goods	183.81	103.72
Total	183.81	103.72

(Rupees in Lakhs)

27 Changes in inventories of work-in-progress, finished goods and scrap		As at 31st March 2026	As at 31st March 2025
Opening Inventory			
Finished goods		783.18	745.31
Finished goods in transit		498.18	571.51
Work-in-progress		3,095.25	2,627.87
Scrap		42.07	38.98
	(A)	**4,418.68**	**3,983.67**
Closing Inventory			
Finished goods		656.80	783.18
Finished goods in transit		614.23	498.18
Work-in-progress		5,001.69	3,095.25
Scrap		27.74	42.07
	(B)	**6,300.46**	**4,418.68**
Increase in Stock of WIP, finished goods and scrap	(A + B)	(1,881.78)	(435.01)

(Rupees in Lakhs)

28 Manufacturing expenses	As at 31st March 2026	As at 31st March 2025
Dies expenses	337.83	350.91
Consumption of Stores & Spares	1,263.35	1,256.59
Other freight inward and other expenses	161.58	160.10
Power, fuel and water (net)	1,416.08	1,315.54
Insurance expenses	145.15	152.51
Repairs and maintenance		
- Plant and machinery	197.09	175.73
- Windmill maintenance charges	38.61	41.10
- Building	125.41	73.14
Contract labour expense (net)	1,076.60	821.84
Job work expenses	2,626.23	2,176.40
Rent	202.39	132.21
Total	7,590.32	6,656.07

(Rupees in Lakhs)

29 Employee benefit expense	As at 31st March 2026	As at 31st March 2025
Salaries, wages and bonus (including managerial remuneration)	4,304.34	4,009.28
Contribution to provident and other funds	224.68	213.50
Gratuity	67.28	55.64
Leave benefits	43.94	41.94
Workmen and staff welfare expenses	98.58	117.91
Total	4,738.82	4,438.27

(Rupees in Lakhs)

30 Finance costs	As at 31st March 2026	As at 31st March 2025
Interest on bank facilities	587.08	648.20
Other interest costs*	12.04	9.74
Bank charges	144.20	119.87
Total	743.32	777.81

*Other interest costs mainly includes interest on leasehold properties in accordance with Ind AS 116- Leases.

30.1 The foreign exchange loss relates to foreign currency term loans to the extent considered as an adjustment to the interest cost.

(Rupees in Lakhs)

31 Other expenses	As at 31st March 2026	As at 31st March 2025
Freight outward	422.06	446.95
Professional and legal fees	222.11	256.30
Travelling and conveyance	108.86	86.93
Rates and taxes	145.22	103.40
Repairs and maintenance - Others	65.47	53.91
Payment to auditors	44.02	34.69
Commission to other directors	8.55	10.00
Provision for doubtful capital advance reversed, since lo longer required	-	(50.00)
Corporate social responsibility expenses	52.78	46.60
Donation	5.41	2.62
Loss on sale and discard of fixed assets (net)	39.27	0.72
Business Promotion Expenses	81.01	20.44
Miscellaneous expenses *	224.16	188.91
Total	1,418.92	1,201.47

* Miscellaneous expenses includes office expenses, printing stationery, postage, security, selling, communication etc.

31.1 Payment to auditors

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
As auditor:		
- Statutory audit fees	38.77	21.63
- Tax audit and transfer pricing	4.50	2.47
- Others (including certification fees)	0.75	10.59
Total	44.02	34.69

32 Components of Other Comprehensive Income (OCI)

(Rupees in Lakhs)

The disaggregation of changes to OCI for each type of reserve in equity is shown below

Particulars	As at 31st March 2026	Tax	Total
Re-measurement losses on defined benefit plans	(10.15)	2.56	(7.59)
Total	(10.15)	2.56	(7.59)

*Represents amount of loss that is not expected to be recovered in subsequent years.

(Rupees in Lakhs)

Particulars	As at 31st March 2025	Tax	Total
Re-measurement losses on defined benefit plans	(56.77)	14.29	(42.48)
Total	(56.77)	14.29	(42.48)

33 Earnings per equity share

(Rs. in lakhs except share & per share data)

Particulars		As at 31st March 2026	As at 31st March 2025
Numerator for basic and diluted EPS			
Net profit after tax attributable to shareholders (before OCI) (in Rs. lakhs)	(A)	3,033.72	2,717.37
Denominator for basic EPS			
Weighted average number of equity shares for basic EPS	(B)	17,270,000	17,270,000
Denominator for diluted EPS			
Weighted average number of equity shares for diluted EPS	(C)	17,270,000	17,270,000
Basic earnings per share of face value of Rs.10/- each (in Rs.)	(A / B)	17.57	15.73
Diluted earnings per share of face value of Rs.10/- each (in Rs.)	(A / C)	17.57	15.73

Notes on consolidated financial statements for the financial year ended 31st March 2026

34 Contingent liabilities

A. Contingent liabilities are determined on the basis of available information and are disclosed in the notes to the consolidated financial statements. Details of contingent liabilities not provided for are given below:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
(a) Claim against the Company not acknowledged as debts (net)	26.25	26.25
(b) Guarantee issued by bank on behalf of the Holding Company	213.27	138.00

i. In respect of (a) above, future cash out flows (including interest / penalty) are determinable on receipt of judgments from the statutory authorities / labour court.

ii. In respect of (b) above, the Company does not expect any cash outflow till such time contractual obligations are fulfilled.

B. The Holding Company has received demand order under the Income Tax Act, 1961 as given below:

(Rupees in Lakhs)

Demand pertaining to financial year	2025-26	2024-25
2019-20	-	28.56
2022-23	15.63	-
Total	15.63	28.56

In this regard, the Holding Company has filed appeal before tax authorities. Future cash outflows, if any, in respect of the above is determinable only on disposal of appeal. In the view of the management, the possibility of liability devolving on the Company in this case is remote.

C. Claims made by the ex-employees of the Holding Company whose services have been terminated in earlier years are not acknowledged as debt. The matters are frivolous and are disputed under various forums. However, in the opinion of the management, these claims are not tenable. The possibility of any liability devolving on the Group is remote and hence, no disclosure as contingent liability is considered necessary.

D. During the previous year, the WOS had received Anti-dumping duty demand order raised by U.S. Customs and Border Protection amounting to USD 85,201.72 (excluding interest) (equivalent to ₹70.06 lakhs) (Previous year: USD 85,201.72 (equivalent to ₹70.06 lakhs)) in respect of classification of stainless-steel flanges imported from the Holding Company to United States during for the period 28th March 2018 to 30th September 2019. WOS had filed their response with the Authority and final outcome is awaited. In the view of the management and based on expert's opinion obtained by the WOS, the possibility of liability devolving on the WOS in this case is remote and hence, no disclosure as contingent liability in considered necessary.

35 Capital and other commitments

i. Capital commitment for tangible assets (net of advance paid) - ₹1851.80 lakhs (Previous year: ₹269.71 lakhs) and for intangible assets (net of advance paid) - ₹Nil (Previous year: ₹Nil).

36 Borrowings secured against current assets

During the year, the Holding Company has taken borrowings from a bank on the basis of security of current assets. Discrepancies in quarterly returns or statements of current assets filed by the Holding Company to bank with books of accounts are as mentioned below:

(Rupees in Lakhs)

Quarters	Debtors			Creditors			Reason for material discrepancies
	As Per Bank	As Per Books	Difference	As Per Bank	As Per Books	Difference	
Jun-25	7,719.66	7,719.51	0.14	3,919.15	3,917.65	1.50	Mainly on account of:
Sep-25	8,128.59	8,229.14	(100.55)	3,674.14	3,673.52	0.62	1) Closing of Books of Accounts after submission of Stock Statement.
Dec-25	9,224.49	9,224.49	-	4,965.73	4,965.73	0.00	
Mar-26	10,086.80	10,086.52	0.28	4,879.08	4,906.93	(27.85)	2) Exclusion of receivable standing in books on account of sale of windmill power

(Rupees in Lakhs)

Quarters	Inventory			Reason for material discrepancies
	As Per Bank	As Per Books	Difference	
Jun-25	5,444.76	5,568.96	(124.21)	Mainly on account of:
Sep-25	5,689.00	5,805.00	(116.00)	1) Quarterly provisioning made for Slow-moving and non-moving inventories
Dec-25	6,367.33	6,456.18	(88.84)	2) Exclusion of receivable standing in books on account of sale of windmill power
Mar-26	6,585.28	6,797.68	(212.40)	

37 Leases:

Company as lessee:

I) Disclosures as per Ind AS 116- Leases

a) The Holding Company has taken factory premises and machinery under lease agreements and the Holding Company has obtained land on leasehold basis from local authorities. The wholly owned subsidiary has taken a vehicle on lease.

(Rupees in Lakhs)

The details of outstanding commitments for future minimum lease payments under non-cancellable operating leases, which fall due as follows:	2025-26	2024-25
Lease payment not later than one year	44.43	28.59
Lease payment later than one year and not later than five years	59.00	70.97
Total	103.43	99.56

b) For lease arrangement with lease terms of 12 months or less, the Holding Company has applied the 'short-term lease' recognition exemptions.

c) For addition, depreciation and carrying value of right of use asset, refer note 4.2.

d) Disclosure with respect to lease under Ind AS-116 Leases:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Interest expense on lease liabilities	7.41	9.74
Lease expenses in case of short term leases and low value leases	202.40	132.20
Lease expenses debited to lease liabilities	28.59	26.26
Total cash outflow for leases [incl. short term & low value leases]	238.40	168.20

e) Disclosure in the Balance Sheet:

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Right-of-use assets (gross block)	195.49	146.05
Right-of-use assets (net book value)	98.15	92.50
Financial liability - Lease liabilities - current	44.43	28.59
Financial liability - Lease liabilities - non-current	59.00	70.97

38 Related party disclosure

38.1 Name of the related parties and related party relationship

Description of relationship	Name of the Related Party
Enterprise having control over the Holding Company (Ultimate holding company)	Nami Capital Private Limited (Refer note 58)
Director/ Key management personnel (KMP)	Mr. Pradeep Goyal, Chairman & Managing Director
	Dr. Kewal K. Nohria, Non-Executive Director
	Mrs. Neeru Pradeep Goyal, Non-Executive Director (Wife of Chairman & Managing Director)
	Mr. Jayavardhan Dhar Diwan, Independent Director
	Mrs. Nandita Vohra, Independent Director
	Mr. Abhinav Goyal, Non- Executive Director (Son of Chairman & Managing Director Mr. Pradeep Goyal and Director Mrs. Neeru Goyal)
	Mr. Kartick Maheshwari, Independent Director
	Mr. Advait Kurlekar, Independent Director
Relatives of key management personnel	Mrs. Neha Goyal (Wife of Director Mr. Abhinav Goyal)
Enterprises owned or significantly influenced by key management personnel or their close members with whom transactions have taken place during the year	Dhanlabh Engineering Works Private Limited

Note: Designated Key Managerial Personnel as required Section 203 of the Companies Act, 2013 are not considered to be Key Management Personnel (Related party) for the purpose of disclosure under Ind AS 24.

38.2 Related party transactions

(Rupees in Lakhs)

Name of the related party	Nature of the transaction	As at 31st March 2026	As at 31st March 2025
Dhanlabh Engineering Works Private Limited	Labour charges paid	108.25	86.77
	Job Work and tooling charges	1.87	8.11
	Sale of products	2.88	0.72
	Rent expenses (amortisation of RoU)	42.48	42.48
	Electricity charges (Reimbursement)	23.82	18.99
	Sales of scrap	0.45	0.35
	Land purchase	505.00	-
Nami Capital Private Limited	Dividend paid (including interim dividend in 24-25)	254.86	203.89
Mrs. Neeru Goyal	Sitting fees paid	1.00	1.25
	Dividend paid (including interim dividend in 24-25)	23.00	18.40
Dr. Kewal K. Nohria	Sitting fees paid	2.50	3.00
	Dividend paid (including interim dividend in 24-25)	17.57	13.48
	Commission	1.80	2.00
Mr. Jayavardhan Dhar Diwan	Sitting fees paid	2.50	3.25
	Commission	1.80	2.00
Mr. Kartick Maheshwari	Sitting fees paid	1.50	2.75
	Commission	1.35	2.00
Mrs. Nandita Vohra	Sitting fees paid	2.25	3.00
	Commission	1.80	2.00
Mr. Advait Kurlekar	Sitting fees paid	2.25	2.75
	Commission	1.80	2.00
Mr. Pradeep Goyal	Remuneration (including other allowances)	198.97	191.55
	Incentive	70.00	70.00
	Dividend paid (including interim dividend in 24-25)	39.41	31.53
Mr. Abhinav Goyal	Remuneration (including other allowances)	217.53	190.40
	Sitting fees paid	0.75	1.25
Mrs. Neha Goyal	Remuneration (including other allowances)	151.60	131.16
Associated Chambers of Commerce and Industry of India	Membership fees	1.73	-

Note: Sitting fees, commission, remuneration and incentive pay forms part of short term employee benefits.

* Does not include Leave encashment since the same is considered for all employees (including the Chairman & Managing Director) of the Holding Company as a whole.

38.3 Balance outstanding as at the year end

(Rupees in Lakhs)

Name of the related party	Nature of outstanding	As at 31st March 2026	As at 31st March 2025
Dhanlabh Engineering Works Private Limited	Trade payable	25.29	15.62
	Rent Deposits	6.40	6.40
	Lease liability	70.97	99.56
	Land purchase	505.00	-
Dr. Kewal K. Nohria	Commission payable	1.62	1.97
Mr. Jayavardhan Dhar Diwan	Commission payable	1.62	1.97
Mr. Kartick Maheshwari	Commission payable	1.22	1.97
Mrs. Nandita Vohra	Commission payable	1.62	1.97
Mr. Advait Kurlekar	Commission payable	1.62	1.97
Mr. Pradeep Goyal	Remuneration payable	11.40	10.66
	Incentive payable	29.93	37.59
Mr. Abhinav Goyal	Remuneration payable	-	6.48
	Sitting fees payable	0.52	-
Mrs. Neha Goyal	Remuneration payable	-	3.92

Note: In addition to above transactions, Chairman and Managing Director of the Holding Company and Director of SDS have given personal guarantee for loan facilities taken by the Holding Company and SDS. No guarantee charges are payable by the Group. (Refer note 15.1 & 18.1)

38.4 All transactions were made on normal commercial terms and conditions and at market rates.

39 Financial instruments by category

Set out below is a comparison, by class, of the carrying amounts and fair value of the Group's financial instruments as of 31st March 2026, other than those with carrying amounts that are reasonable approximates of fair values:

(Rupees in Lakhs)

Particulars	Carrying value		Fair Value	
	31st March 2026	31st March 2025	31st March 2026	31st March 2025
(i) Loans	3.53	5.67	3.53	5.67
(ii) Other non-current financial assets	113.39	117.80	113.39	117.80
(iii) Trade receivables	9,440.77	7,678.13	9,440.77	7,678.13
(iv) Cash and cash equivalents	601.78	504.46	601.78	504.46
(v) Other bank balances	57.18	41.45	57.18	41.45
(vi) Other current financial assets	122.15	123.75	122.15	123.75
Total financial assets	**10,338.80**	**8,471.26**	**10,338.80**	**8,471.26**
(i) Borrowings (Non-current)	1,792.26	1,708.89	1,792.26	1,708.89
(ii) Lease liabilities (Non-current)	59.00	70.97	59.00	70.97
(iii) Trade payable	5,464.21	4,205.29	5,464.21	4,205.29
(iv) Lease liabilities (Current)	44.43	28.59	44.43	28.59
(v) Other current financial liabilities	1,636.01	873.26	1,636.01	873.26
(vi) Borrowings (Current)	5,642.23	5,286.99	5,642.23	5,286.99
Total financial liabilities	**14,638.14**	**12,173.99**	**14,638.14**	**12,173.99**

The Management assessed that the fair value of cash and cash equivalent, trade payables and other current financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments. The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

(ii) Fair value hierarchy

The financial instruments are categorized into three levels based on the inputs used to arrive at fair value measurements as described below:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2: Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly observable;

Level 3: Valuation techniques for which lowest level input that is significant to the fair value measurement is directly or indirectly unobservable;

The following tables categorise the financial assets and liabilities held at fair value by the valuation methodology applied in determining their fair value.

Fair value hierarchy as at 31st March 2026 (Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities:				
Derivative Instruments	-	412.08	-	412.08

Fair value hierarchy as at 31st March 2025 (Rupees in Lakhs)

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities:				
Derivative Instruments	-	35.09	-	35.09

Determination of fair values: The following are the basis of assumptions used to estimate the fair value of financial assets and liabilities that are measured at fair value.

Derivative instruments: For forward contracts, future cash flows are estimated based on forward exchange rates (from observable forward exchange rates at the end of the reporting period) and contract forward exchange rates, discounted at a rate that reflects the credit risk of respective counterparties.

40 Significant estimates and assumptions

The preparation of the Group's financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the accompanying disclosures, including the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

a.) Impairment of non-financial assets

The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or Cash Generating Unit (CGU) fair value less costs of disposal and its value in use. It 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. Where 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.

In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. In determining fair value less costs of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations involves use of significant estimates and assumptions which includes turnover and earnings multiples, growth rates and net margins used to calculate projected future cash flows, risk adjusted discount rate, future economic and market conditions.

b.) Measurement of defined benefit plan & other long term benefits

The cost of the defined benefit gratuity plan / other long term benefits and the present value of the gratuity obligation / other long term benefits are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation / other long term benefits is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The cost of the defined benefit gratuity plan and other long term benefit and the present value of the gratuity obligation and leave benefit are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and gratuity increases are based on expected future inflation rates for India.

c.) Fair value measurement of financial instruments

When the fair values of financial assets and financial liabilities recorded in the Consolidated Balance Sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the DCF model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgment is required in establishing fair values. Judgments include considerations of inputs such as liquidity risk, credit risk and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments.

d.) Impairment of financial assets

The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The Group uses judgement in making these assumptions and selecting the inputs to the impairment calculation based on industry practice, group's past history and existing market conditions as well as forward looking estimates at the end of each reporting period. The impairment provisions for financial assets are based on assumptions about risk of default and expected loss rates. The group uses judgment in making these assumptions and selecting the inputs to the impairment calculation, based on group's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

e.) Income tax and deferred tax

Provision for tax liabilities require judgments on the interpretation of tax legislation, developments in case law and the potential outcomes of tax audits and appeals which may be subject to significant uncertainty. Therefore the actual results may vary from expectations resulting in adjustments to provisions, the valuation of deferred tax assets, cash tax settlements and therefore the tax charge in the consolidated statement of profit and loss.

Deferred tax assets are recognised only to the extent that it is probable that future taxable profit will be available against which such deferred tax assets can be utilized.

f.) Provision for inventories

The Management reviews the inventory age listing on a periodic basis. This review involves comparison of the carrying value of the aged inventory item with the respective net realisable value. The purpose is to ascertain whether an allowance is required to be made in the financial statements for any obsolete and slow-moving items. The Management is satisfied that adequate allowance for absolute and slow-moving inventories has been made in the consolidated financial statements.

41 Foreign currency exchange rate risk:

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the group's export revenue. The Group cover its foreign currency risk by booking forward contract against exports receivables and confirmed export sales orders. The Group also avails bill discounting facilities in respect of export receivables.

Since a major part of the Group's revenue is in foreign currency and major part of the costs are in Indian Rupees, any movement in currency rates would have impact on the Group's performance. Consequently, the overall objective of the foreign currency risk management is to minimize the short term currency impact on its revenue and cash-flow in order to improve the predictability of the financial performance.

The major foreign currency exposures for the Group are denominated in USD. Additionally, there are transactions which are entered into in other currencies and are not significant in relation to the total volume of the foreign currency exposures. The Group hedges export trade receivables (particularly USD and Euro) upto a maximum of 12 months forward based on historical trends. Hedge effectiveness is assessed on a regular basis.

The following table sets forth information relating to foreign currency exposure from USD, EUR and GBP (which are not material) form non-derivative financial instruments:

(Rupees in Lakhs)

As at 31st March 2026	USD	Euro	GBP	SGD	Total
Assets					
Trade Receivables	-	-	94.65	-	94.65
Vendor Advances	-	78.03	-	-	78.03
Total	-	78.03	94.65	-	172.68
Liabilities					
Trade Payables	-	-	-	-	-
Total	-	-	-	-	-
Net Assets/ (Liabilities)	-	78.03	94.65	-	172.68

(Rupees in Lakhs)

As at 31st March 2025	USD	Euro	GBP	SGD	Total
Assets					
Trade Receivables	-	-	69.46	-	69.46
Vendor Advances	2.77	-	-	-	2.77
Total	**2.77**	-	**69.46**	-	**72.23**
Liabilities					
Trade Payables	0.57	-	-	-	0.57
Total	**0.57**	-	-	-	**0.57**
Net Assets/ (Liabilities)	2.20	-	69.46	-	71.66

Sensitivity analysis

(Rupees in Lakhs)

Particulars	Foreign Currency Sensitivity							
	As at 31st March 2026				As at 31st March 2025			
	USD	Euro	GBP	SGD	USD	Euro	GBP	SGD
1% Appreciation in INR								
Impact on Profit & Loss	-	0.78	(0.95)	-	(0.02)	-	(0.69)	-
1% Depreciation in INR				-		-		-
Impact on Profit & Loss	-	0.78	0.95	-	0.02	-	0.69	-

42 Financial risk management objectives and policies

The Group's principal financial liabilities comprise loans and borrowings, trade payables and financial guarantee contracts. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include loans, trade and other receivables and cash and cash equivalents that derive directly from its operations.

The Group is exposed to market risk, credit risk and liquidity risk. The Group's senior management oversees the management of these risks. The Group's senior management is supported by a Risk Management Committee (RMC) that advises on financial risks and the appropriate financial risk governance framework for the Group. The RMC provides assurance that the Group's financial risk activities are governed by appropriate policies and procedures and that financial risks are identified, measured and managed in accordance with the Group's policies and risk objectives. It is the Group's policy that no trading in derivatives for speculative purposes may be undertaken. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised as below.

Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings and deposits.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's long-term debt obligations with floating interest rates.

Further, the Holding Company also avails subvention benefits under MSMED Act.

Interest rate sensitivity

The Group's total interest cost the year ended 31st March 2026 was ₹587.08 lakhs and for year ended 31st March 2024 was ₹648.20 lakhs. The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected, with all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Change in basis points	Effect on PBT and equity (Rs. in Lakhs)
31st March 2026	0.50	(34.09)
	-0.50	34.09
31st March 2025	0.50	(38.20)
	-0.50	38.20

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment.

Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's export revenue and long term foreign currency borrowings.

The Group covers its foreign currency risk by budgeting exports sales & repeat orders from its overseas customers and the Holding Company books forward contract against exports receivable. The Holding Company also avails bill discounting facilities in respect of export receivables.

Commodity price risk

The Group is affected by the price volatility of certain commodities. Its operating activities require the on-going purchase of steel. Due to significant volatility of the price of the steel, the Group has agreed with its customers for pass-through of increase / decrease in prices of steel. There may be lag effect in case of such pass-through arrangement.

Commodity price sensitivity

The Group revises its prices to customers on quarterly basis by considering average raw materials prices prevailing in the previous quarter implying it passes through any increase in prices thereby minimising the impact on the profit and loss and equity of the Group.

Credit risk

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 Group is exposed to credit risk from its operating activities (primarily trade receivables) and other receivables and deposits, foreign exchange transactions and other financial instruments.

Expected credit loss and Trade receivables

Customer credit risk is managed by the Group's established policy, procedures and control relating to customer credit risk management. Further, the Group's customers includes companies having long standing relationship with the Group. Outstanding customer receivables are regularly monitored and reconciled. Two customers accounted for more than 10% of the total receivables as at 31st March 2026 (Two customer for 31st March 2025). An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are grouped into homogeneous groups and assessed for impairment collectively. The calculation is based on historical data, past trend and standard percentage norms. The maximum exposure to credit risk at the reporting date is the carrying value of each class of financial assets disclosed in Note 11.3. The Group does not hold collateral as security . Majority of the export receivable are covered under the insurance cover. The Group evaluates the concentration of risk with respect to trade receivables as low, as its customers are located in several jurisdictions and industries and operate in largely independent markets. No allowance has been made for expected credit loss.

Liquidity risk

As per the Group's policy, there should not be concentration of repayment of loans in a particular financial year. In case of such concentration of repayment, the Group evaluates the option of refinancing entire or part of repayments for extended maturity. The Group assessed the concentration of risk with respect to refinancing its debt and concluded it to be low. The Group has access to a sufficient variety of sources of funding and debt maturing within 12 months can be rolled over with existing lenders and the Group.

The table below summarises the maturity profile of the Group's financial liabilities: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Less than 1 year		
Borrowings (Current)	5,642.23	5,286.99
Trade and other payables	5,464.21	4,205.29
Lease liabilities (Current)	44.43	28.59
Other financial liabilities	1,636.01	873.26
	12,786.88	**10,394.13**
1 to 5 years		
Borrowings (Non-current)	1,792.26	1,708.89
Lease liabilities (Non-current)	59.00	70.97
	1,851.26	**1,779.86**
Total	**14,638.14**	**12,173.99**

43 Capital management

For the purpose of the Group's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Holding Company. The primary objective of the Group's capital management is to maximise the shareholder value.

The Group manages its capital to ensure that it will be able to continue as a going concern so, that they can continue to provide returns for the shareholders and benefits for other stakeholders and maintain an optimal capital structure to reduce cost of capital. The Group manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Group monitors capital using a debt equity ratio, which is debt divided by equity.

Consistent with others in the industry, the Group monitors capital on the basis of the gearing ratio. The ratio is calculated as net debt divided by equity. Net debt is calculated as total borrowing (including current and non-current terms loans as shown in the Consolidated Balance sheet).

The Group monitors capital using 'Total Debt' to 'Equity'. The Group's Total Debt to Equity are as follows: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Total debt*	7,434.49	6,995.88
Total capital (total equity other than OCI)	16,842.02	14,240.05
Net debt to equity ratio	0.44	0.49

* Total Debt = Non-current borrowings + Current borrowings + Current maturities of Non-current borrowings

In order to achieve this overall objective, the Group's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period. No changes were made in the objectives, policies or processes for managing capital during the years ended 31st March 2026 and 31st March 2025.

44 Segmental disclosure

The Group is primarily engaged in manufacturing of closed die steel forging & processing and generating power from wind turbine generator and solar power generating system.

(Rupees in Lakhs)

Particulars	Closed die forging and processing	Power generation	Total
44.1 Segment Revenue-Gross			
External revenue	33,597.34	205.33	33,802.67
Previous year	30,988.75	197.38	31,186.13
44.2 Segment Results			
Segment total	4,499.68	267.54	4,767.22
Previous year	3,983.17	268.02	4,251.19
Unallocated corporate income net of unallocated expenses			65.23
Previous year			(12.99)
Finance costs (unallocated)			743.32
Previous year			777.81
Profit before tax			3,958.67
Previous year			3,486.37
Tax expense			924.95
Previous year			769.00
Profit for the year (before OCI)			3,033.72
Previous year (before OCI)			2,717.37
44.3 Other information			
Segment assets	29,237.73	1,934.49	31,172.22
Previous year	23,871.73	2,060.77	25,932.50
Unallocated corporate assets			796.43
Previous year			810.20
Segment liabilities	9,861.47	467.31	10,328.78
Previous year	7,978.21	616.12	8,594.33
Unallocated corporate liabilities			5,216.40
Previous year			4,427.05

(Rupees in Lakhs)

Particulars	Closed die forging and processing	Power generation	Total
Depreciation/amortization	887.03	109.20	996.23
Previous year	865.57	104.37	969.94
Capital expenditure (other than capital advances)	1,945.28	-	1,945.28
Previous year	2,367.31	96.37	2,463.69

44.4 Secondary segment: Geographical information

(Rupees in Lakhs)

i) Sales, service income and other operating revenue by geographical market:

Locations	Year ended 31st March 2026	Year ended 31st March 2025
Within India	17,253.30	14,654.82
Outside India	16,549.37	16,531.31
Total	**33,802.67**	**31,186.13**

ii) Trade receivable at year end

(Rupees in Lakhs)

Locations	Year ended 31st March 2026	Year ended 31st March 2025
India	2,698.85	2,493.20
Outside India	6,741.92	5,184.93
Total	**9,440.77**	**7,678.13**

iii) Reliance on major customers:

No customer represented more than 10% of total revenue for the year ended 31st March 2026 and 31st March 2025.

Notes:

a.) The operating segments have been reported in a manner consistent with the internal reporting provided to the Corporate Management Committee, which is the Chief Operating Decision Maker.

b.) The business segment comprise the following:

i) Closed Die Forging and Processing

ii) Power Generation

c.) The geographical information considered for disclosure are: Sales within India and Sales outside India.

45 Hedge accounting

The Holding Company has managed the foreign exchange risk with appropriate hedging activities in accordance with policies of the Holding Company. The Holding Company manages currency risk as per trends and experiences. The Holding Company uses forward exchange contracts to hedge against its foreign currency exposures relating to export receivables. The Holding Company does not enter into any derivative instruments for trading or speculative purposes.

(Rupees in Lakhs)

(a) The assets and liabilities position of various outstanding derivative financial instruments is given below:

Particulars	2025-26		2024-25	
	In foreign currency	In INR	In foreign currency	In INR
Hedge				
Foreign currency forward contract (with underlying trade receivables considered for fair value hedge) - Assets				
- USD	49.00	4,646.92	58.50	5,006.51
- Euro	27.00	2,942.87	24.50	2,261.95
Total	76.00	7,589.78	83.00	7,268.47

(b) Outstanding position of foreign exchange derivative financial instruments (Rupees in Lakhs)

Particulars	Currency pair		Fair value Gain / (loss) Amount	
			2025-26	2024-25
Foreign currency forward contract (with underlying trade receivables considered for fair value hedge)	USD - INR	Sell	(280.23)	(39.52)
	Euro - INR	Sell	(131.85)	4.43
Total			(412.08)	(35.09)

46 Expenditure on research & development (charged to the Consolidated Statement of Profit & Loss)

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Professional fees	18.66	14.49
Motor car expenses	1.67	1.28
Repairs & maintenance	0.49	0.35
Materials stores & spares	7.15	1.99
Other expenses	3.56	3.70
Tours & Travels	3.00	-
Total	34.54	21.82

47 CSR expenditure

(Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
(a) Amount required to be spent by the Holding Company during the year	52.41	46.45
(b) Amount of expenditure incurred during the year	52.78	46.60
i) On specified purposes	52.78	46.60
(c) Shortfall at the end of the year	-	-
(d) Total of previous year's shortfall*	-	-
(e) Reason for shortfall	N.A.	N.A.
(f) Nature of CSR activities	"Health Care Education and Skill Development Ensuring environmental sustainability, ecological balance"	

*(Refer note 50.2 for cash flow on account of CSR expenditure)

Since the Holding Company has spent in excess of the amount which was required to be spent for 2025-26, the Company is entitled to carry forward the amount spent of ₹0.37 lakhs (previous year: ₹0.15 lakhs) to subsequent three financial years respectively which can be set off against CSR obligations of these year. However, for accounting purpose, cumulative excess amount spent of ₹0.37 lakhs (previous year: ₹0.15 lakhs) is not considered as prepaid expenses.

Notes on consolidated financial statements for the year ended 31st March 2026

48 Defined benefits and other long term benefit plans

a. Gratuity plan

Funded scheme

The Holding Company has a defined benefit gratuity plan for its employees. The gratuity plan is governed by the payment of Gratuity Act, 1972. Under the Act, every employee who has completed five years of service is entitled to specific benefit. The level of benefits provided on the employee's length of service and salary retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn) for each completed year of service as per the provisions of the payment of Gratuity Act, 1972. The scheme is funded with insurance company in the form of a qualifying insurance policy.

Risk exposure and asset-liability matching

Provision of a defined benefit scheme poses certain risks, some of which are detailed hereunder, as companies take on uncertain long term obligations to make future benefits payments.

I. Liability risks

(a) Asset-liability mismatch risk

Risk which arises if there is a mismatch in the duration of the assets relative to the liabilities. By matching duration with the defined benefit liabilities, the Holding Company is successfully able to neutralize valuation swings caused by interest rate movements.

(b) Discount rate risk

Variations in the discount rate used to compute the present value of the liabilities may seem small, but in practice have a significant impact on the defined benefit liabilities.

(c) Future salary escalation and inflation risk

Since price inflation and salary growth are linked economically, they are combined for disclosure purposes. Rising salaries will often result in higher future defined benefit payments resulting in a higher present value of liabilities especially unexpected salary increase provided at the Management's discretion may lead to uncertainties in estimating this increasing risk.

II. Asset Risks

All plan assets are maintained in a trust fund managed by a public sector insurer viz. LIC of India. LIC has a sovereign guarantee and has been providing consistent and competitive returns over the years. The Holding Company has opted for a traditional fund wherein all assets are invested primarily in risk averse markets. The Holding Company has no control over the management of funds but this option provides a high level of safety for the total corpus.

The following table summarises the components of net benefit expense recognised in the Statement of Profit and Loss and the funded status and amounts recognised in the Consolidated Balance Sheet for the gratuity plan. The principal assumptions used in determining gratuity for the Holding Company's plan is shown below:

Particulars	As at 31st March 2026	As at 31st March 2025
Mortality table	IALM (2012-14) Ult	IALM (2012-14) Ult
Discount rate	7.14%	6.65%
Expected rate of return on plan assets	6.65%	6.65%
Rate of increase in compensation levels	6.50%	6.00%
Expected average remaining working lives (in years)	10.00	10.00
Employee attrition rate	For Service 2 years and below : 20% p.a.; For Service 3 to 4 years : 10% p.a. and For Service 5 years and above : 4% p.a.	'For Service 2 years and below : 20% p.a.; For Service 3 to 4 years : 10% p.a. and For Service 5 years and above : 4% p.a.

(Rupees in Lakhs)

Changes in the present value of the defined benefit obligation recognised in the Balance Sheet are as follows:

Particulars	As at 31st March 2026	As at 31st March 2025
Present value of obligation as at the beginning of the year	875.88	794.23
Interest expense	58.25	57.11
Current service cost	63.26	54.48
Benefits paid	(131.62)	(81.20)
Remeasurements on obligation [Actuarial Loss]	24.63	51.26
Closing defined benefit obligation	890.40	875.88

Changes in the fair value of plan assets recognised in the Balance Sheet are as follows: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Opening fair value of plan assets	815.24	777.97
Interest income	54.21	55.94
Contributions	111.11	68.05
Benefits paid	(131.62)	(81.20)
Return on plan assets, excluding amount recognised in interest income-Loss	14.49	(5.52)
Closing fair value of plan assets	863.43	815.24

Net Interest (Income / Expense) (Rupees in Lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Interest Expense - obligation	58.25	57.11
Interest Income - plan assets	(54.21)	(55.94)
Net Interest (Income)/expenses for the	4.04	1.17

Remeasurement for the year [Actuarial (Gain) / Loss] (Rupees in Lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Experience Loss on plan liabilities	21.51	(0.53)
Financial (Gain) / Loss on plan liabilities	3.12	51.80

Amount recognised in Consolidated statement of other comprehensive income (OCI) (Rupees in Lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Remeasurement for the year - obligation loss	24.63	51.26
Remeasurement for the year - plan assets loss	(14.48)	5.52
Total Remeasurement cost / (credit) for the year recognised in OCI	10.15	56.78

The amounts to be recognised in the Consolidated Balance Sheet (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Present value of obligation as at the end of the year	890.40	875.88
Fair value of plan assets as at the end of the year	863.43	815.24
Net asset / (liability) to be recognised in the Consolidated Balance Sheet	(26.97)	(60.64)

Expense recognised in the Consolidated Statement of Profit and Loss (Rupees in Lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Current service cost	63.26	54.48
Sub Total	63.26	54.48
Net Interest Income	4.04	1.17
Net periodic benefit cost recognised in the Consolidated Statement of Profit and Loss	67.30	55.65

Reconciliation of net assets / (liability) recognised: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Net asset/(liability) recognised at the beginning of the year	(60.64)	(16.27)
Company contributions	111.11	68.05
Expense recognised at the end of year	(67.30)	(55.65)
Amount recognised outside profit & loss for the year (OCI)	(10.15)	(56.78)
Net asset/(liability) recognised at the end of the year	(26.98)	(60.64)

(Rupees in Lakhs)

The major categories of plan assets as a percentage of the fair value of total plan assets are as follows:

Particulars	As at 31st March 2026	As at 31st March 2025
Funds managed by insurer	100%	100%

Sensitivity analysis:

A) Impact of change in discount rate when base assumption is decreased/increased in present value of obligation (Rupees in Lakhs)

Discount rate	As at 31st March 2026	As at 31st March 2025
Decrease by 1%	52.22	53.58
Increase by 1%	(46.64)	(48.06)

B) Impact of change in salary increase rate when base assumption is decreased / increased in present value of obligation (Rupees in Lakhs)

Salary increment rate	As at 31st March 2026	As at 31st March 2025
Decrease by 1%	(51.97)	(52.05)
Increase by 1%	56.98	57.10

The estimates of future salary increases, considered in actuarial valuation, takes account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market. The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

The following are the expected benefit payments [gross liability] to the defined benefit plan in future years: (Rupees in Lakhs)

Particulars	As at 31st March 2026	As at 31st March 2025
Within one year	96.57	85.58
After one year but not more than five years	442.90	374.98
After Five years but not more than ten years	404.69	453.49

b) Leave benefits

Liability for leave benefits which are long term in nature (Privilege and sick leave) are unfunded and actuarially determined considering the leave policy / rules of the Holding Company. The total liability for leave benefits as at year end is ₹185.29 lakhs (Previous year : ₹169.81 lakhs).

c) Bifurcation of liability as per Schedule III of the Companies Act 2013 : (Rupees in Lakhs)

Particulars	Gratuity		Leave benefits	
	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025
Current liability	(26.97)	(60.64)	(82.50)	(75.85)
Non-current liability	-	-	(99.64)	(93.96)
Net liability / assets	(26.97)	(60.64)	(182.14)	(169.81)

49 Defined contribution plan

In accordance with the law, all employees of the Holding Company are entitled to receive benefits under the provident fund and ESIC. Under the defined contribution plan, provident fund, ESIC and LWF is contributed to the government administered fund. The Holding Company has no obligation, other than the contribution payable to the provident fund, Pension fund, ESIC and LWF.

(Rupees in Lakhs)

Particulars	2025-2026	2024-2025
Provident fund	45.95	45.10
Pension fund	81.63	80.12
Employees' state insurance (ESIC)	7.38	2.88
Labour welfare fund (LWF)	0.85	0.73
Total	135.81	128.83

50 Cash flow statement related

50.1 Aggregate outflow on account of direct taxes paid (net of refund) is Rs. 737.98 Lakhs (Previous year : Rs. 755.50 Lakhs).

50.2 Net cash inflow from operating activity netted off with Corporate Social Responsibility (CSR) expenditure of ₹52.78 lakhs (Previous year : ₹46.60 lakhs) (Refer note 47).

50.3 Disclosure as required by Ind AS 7

Reconciliation of liabilities arising from financing activities

(Rupees in Lakhs)

Particulars	As at 1st April 2025	Cash flows	Non cash changes	As at 31st March 2026
Short term borrowings	4,386.53	615.78	-	5,002.31
Lease liabilities	99.56	(3.54)	7.41	103.43
Long term borrowings	2,609.35	(177.17)	-	2,432.18
Total liabilities from financing activities	7,095.44	435.07	7.41	7,537.92

(Rupees in Lakhs)

Particulars	As at 1st April 2024	Cash flows	Non cash changes	As at 31st March 2025
Short term borrowings	4,120.70	265.83	-	4,386.53
Lease liabilities	125.82	(36.00)	9.74	99.56
Long term borrowings	3,086.28	(476.93)	-	2,609.35
Total liabilities from financing activities	7,332.80	(247.10)	9.74	7,095.44

51 The Board of Directors of Holding Company have recommended a final dividend of ₹2.50 per equity share on face value of ₹10 each for financial year 2025-26 on board meeting held on 16th May 2026 and subject to approval of shareholders in ensuing annual general meeting.

52 Subsequent Events : There are no significant subsequent events that would require adjustments or disclosures in the financial statement between the Consolidated Balance Sheet date and the date of signing of accounts.

53 As on 31st March 2026, the Holding Company has not been declared wilful defaulter by any bank/ financial institution or other lender.

54 The Group is not engaged in the business of trading or investing in crypto currency or virtual currency and hence no disclosure is required.

55 The Group has not advanced any funds or loaned or invested by the Group to or in any other person(s) or entities, including foreign entities ("Intermediaries"), with the understanding that the intermediary shall whether directly or indirectly lend or invest in other persons or entities identified in any manner by or on behalf of the Group (Ultimate Beneficiaries) or provide any guarantee, security or the like on behalf of ultimate beneficiaries.

The Group has not received any funds from any person(s) or entities including foreign entities ("Funding Parties") with the understanding that such Company shall whether, 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 guarantee, security or the like on behalf of the Ultimate beneficiaries.

56 No proceedings have been initiated or are pending against the Group as on 31st March 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

57 The Group does not have any transaction with companies struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 and hence no disclosure is required.

58 The Board of Directors of the Company at their Meeting held on 3rd March, 2025, approved the Scheme of Amalgamation of Nami Capital Private Limited ("NCPL" or "Transferor Company") with Pradeep Metals Limited ("PML" or "Transferee Company") and their respective Shareholders ("Scheme") under Sections 230 to 232 read with Section 66 and other relevant provisions of the Companies Act, 2013 ("the Act").

Pursuant to the above, the Company filed an application with BSE Limited under Regulation 37 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, seeking its in-principal approval / no-objection to the proposed Scheme. BSE Limited, vide its letter dated 15th July, 2025, conveyed that it has no adverse observation with respect to the proposed Scheme, in terms of the applicable SEBI Circular(s).

Thereafter, the Company filed a Company Scheme Application ("CSA") before the Hon'ble National Company Law Tribunal, Mumbai Bench ("NCLT"). The Hon'ble NCLT, upon hearing the said application, passed the First Motion Order on 8th April, 2026, thereby directing the Company to convene a Meeting of its Equity Shareholders for the purpose of considering and, if thought fit, approving the proposed Scheme of Amalgamation. Accordingly, the Meeting of the Equity Shareholders of the Company has been scheduled on 12th June, 2026.

The Second Motion hearing before the Hon'ble NCLT, for final sanction of the Scheme, is pending and shall be filed upon receipt of the requisite approvals from the Equity Shareholders. The Scheme shall become effective upon receipt of the Order of the Hon'ble NCLT sanctioning the Scheme and filing of the said Order with the Registrar of Companies, and such other statutory and regulatory approvals as may be required under applicable laws.

Notes referred to herein above form an integral part of the consolidated financial statements.
As per our report of even date attached

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm Registration No. 105146W/W100621

Divesh B Shah
Partner
Membership No. 168237
Place: Mumbai
Date: 16th May 2026

For and on behalf of the Board of Directors of Pradeep Metals Limited

Pradeep Goyal
Chairman and Managing Director
DIN: 00008370
Place: Mumbai
Date: 16th May 2026

Neeru Goyal
Director
DIN: 05017190
Place: Mumbai
Date: 16th May 2026

Abhishek Joshi
Company Secretary
Membership No. 64446
Place: Mumbai
Date: 16th May 2026

Kavita Choubisa Ojha
Chief Financial Officer
PAN: ATTPC7818E
Place: Mumbai
Date: 16th May 2026

PRADEEP
METALS