



We create chemistry

BASF India Limited, Mumbai - 400 079, India

July 16, 2026

The Market Operations Department
BSE Limited,
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai 400 001

Name of the Company : **BASF India Limited**
Security Code : **500042**

Dear Sir/Madam,

Sub: Submission of Annual Report for the financial year ended March 31, 2026 & Notice of the 82nd Annual General Meeting

We enclose herewith the Annual Report containing the Directors' Report, Business Responsibility & Sustainability Report including the Reasonable Assurance Certificate and other annexures, Management Discussion and Analysis Report, Corporate Governance Report and Audited Standalone & Consolidated Financial Statements of the Company for the financial year ended March 31, 2026, along with the Notice of the 82nd Annual General Meeting of the Company for your reference and record.

The aforesaid documents are also uploaded on the Company's website i.e. www.basf.com/in and can be accessed at <https://www.basf.com/in/en/india-investors/annual-reports/annual-reports-basf-india>

Kindly take the same on record.

Thanking you.

Yours faithfully,
For BASF India Limited

Manohar Kamath
Director – Legal, General Counsel (India)
& Company Secretary

Pankaj Bahl
Senior Manager- Legal & Secretarial

Encl: a.a.

Cc: Listing Compliance,
The National Stock Exchange of India Limited,
Exchange Plaza, C-1, Block-G,
Bandra Kurla Complex, Bandra –(East).
Mumbai-400051.

Registered Office
BASF India Limited
Unit No.10A, 10B & 10C (part),
10th Floor, Godrej One,
Pirojsha Nagar, Eastern Express Highway,
Vikhroli (East), Mumbai - 400 079, India

Tel +91 22 6834 7000

CIN - L33112MH1943FLC003972

www.basf.com/in



We create chemistry

Annual Report 2025-2026

BASF India Limited

Resilience in Action, Growth in Motion





Message from the Managing Director

Dear shareholder,

First and foremost, I would like to express my sincere appreciation for your continued trust, support, and confidence. FY 2025–26 was a year defined by evolving market dynamics and external headwinds, reinforcing the importance of disciplined execution and adaptability. Despite a challenging environment, your Company remained strong and focused on delivering consistent value through trusted customer partnerships, operational excellence, and strategic initiatives.

The global macroeconomic environment continued to be shaped by geopolitical uncertainties, supply chain disruptions, and volatility in energy and feedstock markets, placing sustained pressure on industrial value chains. These factors, along with pricing challenges across the chemical industry, impacted margins and business sentiment. At the same time, India's economic fundamentals remained robust, supported by stable domestic consumption, continued policy momentum, and sustained industrial growth. This combination of global challenges and domestic opportunities required agility, adaptability, and a steadfast focus on fundamentals — qualities that your Company consistently demonstrated throughout the year.

On a consolidated basis, your Company reported Revenue from Operations (continuing operations) of Rs. 149,440.0 million for the financial year ended March 31, 2026, compared to Rs. 147,803.6 million (continuing operations) in the previous year. Profit before tax (before exceptional items) from continuing operations stood at Rs. 5,612.6 million, compared to profit before tax (before exceptional items) from continuing operations of Rs. 6,232.4 million in the previous year. While revenue growth remained modest, it was supported by volume growth in key segments. Your Company achieved steady volume growth across key businesses during the year, with particularly strong performance in Nutrition & Care and Industrial Solutions segments, despite softer market conditions. Profitability was impacted by higher input costs and prevailing market challenges; however, disciplined cost management, portfolio optimization, and operational excellence helped maintain healthy margins and business resilience.

The Board of Directors has recommended a dividend of 250%, i.e., Rs. 25 per equity share for the financial year ended March 31, 2026, reflecting our continued commitment to delivering shareholder value.

During the year, we continued to expand our manufacturing footprint and strengthen our innovation capability in India. The Cellasto® plant at Dahej made significant progress and remains on track to meet the demands of the rapidly growing Indian automotive industry for noise, vibration, and harshness (NVH) reduction solutions. In parallel, we are expanding our dispersions capacity at the Mangalore site to support future growth and enhance our ability to meet increasing customer demand across coatings, construction chemicals, and related industries. These key investments underscore our long-term commitment to India and our strategy to support sustainable growth through “local-for-local” manufacturing and enhanced customer engagement.

Aligned with BASF's global sustainability goals, all manufacturing sites are actively advancing initiatives to reduce Scope 1 and Scope 2 emissions. Reinforcing this commitment, this year we have partnered with Clean Max to procure renewable energy through a hybrid solar and wind project for our manufacturing sites in Gujarat, accelerating our transition toward lower-carbon and more sustainable operations.

At PlastIndia 2026, we showcased #OurPlasticsJourney through innovative and circular solutions for a more sustainable plastics ecosystem, including the Tinuvin® NOR® platform of advanced stabilizer solutions that enhances greenhouse film performance and offers excellent durability thereby supporting more sustainable plasticulture. Concurrently, we expanded our portfolio through new product introductions and strengthened our position in high-growth segments such as insecticides, biostimulants, and specialty applications with the launch of Valexio® and Mibelya®. These efforts reinforce our commitment to delivering innovative, sustainable solutions that create value for our customers and support long-term growth.

As part of differentiated steering, your Company is in the process of demerging the Agricultural Solutions business into a separate listed Company, BASF Agricultural Solutions India Limited. This transition will allow the agri-business to operate with greater agility and sharper focus, while remaining fully aligned with BASF's global strategy. We believe that this step unlocks shareholder value and positions both entities for long-term growth.

Safety continues to be our top priority. I am pleased to note that your Company maintained a strong safety performance during the year, with no high-severity incidents across its sites. We remain committed to our goal of zero incidents while continuously improving our leading safety indicators and fostering a culture of safety excellence across all aspects of our operations.

Corporate Social Responsibility remains deeply embedded in our strategy and operations. We continue to align our initiatives with the United Nations Sustainable Development Goals, with a strong focus on climate action, education, and community development. Programs such as We-Chemie and Kids' Lab continue to create meaningful impact by nurturing young talent, promoting science education, and empowering the next generation of innovators.

As we look ahead, we remain focused on driving operational excellence through working capital efficiency, optimal asset utilization, and disciplined cost management, while navigating an increasingly dynamic global environment. Driving sustainable growth and creating long-term value for all our stakeholders through strategic investments will remain at the heart of our strategy.

I would like to thank our employees for their commitment, our customers and partners for their continued collaboration, and all stakeholders for their trust and engagement. To our shareholders, I extend my sincere gratitude for your continued support and confidence. Together, with our employees, customers, and communities, we remain committed to shaping a future that is sustainable, inclusive, and innovation-driven!

Warm regards,

Alexander Gerding
Managing Director

Wednesday, August 12, 2026 at 3.00 p.m. through Video Conferencing/Other Audio Visual Means.

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Agenda

1. Presentation of Audited Standalone & Consolidated Financial Statements for the financial year ended March 31, 2026 & the Directors' / Auditors' Reports thereon.
2. Declaration of Dividend.
- 3-4. Re-appointment of Directors.
- 5-6. Special Business:
Notice of the 82nd Annual General Meeting is attached.

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BASF India Limited

Registered Office:

Unit Nos. 10A, 10B, 10C (Part),
10th Floor, Godrej One, Pirojshanagar,
Eastern Express Highway,
Vikhroli (East), Mumbai - 400079
Telephone : +91 22 68347000
Website : www.basf.com/in
E-mail ID : investor-grievance-india@basf.com

Corporate Identification Number:

L33112MH1943FLC003972

Manufacturing Sites:

Maharashtra (Navi Mumbai)

Plot No. 12 & 13, TTC Industrial Area, MIDC,
Thane-Belapur Road, Turbhe, Navi Mumbai – 400 705.

Karnataka (Mangalore)

Bala/Thokur Village, Surathkal-Bajpe Road,
Mangalore Taluka, Dakshina Kannada District,
Karnataka – 575 030.

Gujarat (Dahej)

4B, Dahej Industrial Estate, Village Dahej,
Taluka Vagra, District Bharuch, Gujarat – 392 130.

Gujarat (Panoli)

Village Umarwada,
Survey No 432/1+2,
Taluka Ankleshwar, Gujarat – 393 001.

Offices:

Ahmedabad, Bangalore, Chandigarh, Chennai, Delhi,
Hyderabad, Indore, Lucknow, Mumbai, Nagpur, and Pune

Registrar & Share Transfer Agent:

MUFG Intime India Private Limited
(Formerly known as Link Intime India Private Limited)
Unit : BASF India Limited,
C-101, Embassy 247, L.B.S. Marg,
Vikhroli (West), Mumbai 400 083
Tel. No.: +91 810 811 8484
Fax No.: +91 22 4918 6060
Email : csg-unit@in.mpms.mufg.com
Website: <https://in.mpms.mufg.com/>

Board of Directors & Key Managerial Personnel



Mr. Pradip P. Shah
Chairman



Mr. Alexander Gerding
Managing Director



Dr. Ramkumar Dhruva



Mr. Andrew Postlethwaite



Mrs. Shyamala Gopinath



Mr. Bahram Vakil



Ms. Sonia Singh



Mr. Narendranath J. Baliga
Chief Financial Officer &
Whole-time Director



Mr. Anil Kumar Choudhary
Manufacturing Head &
Whole-time Director



Mr. Manohar Kamath
Director - Legal,
General Counsel (India) &
Company Secretary

Management Committee

Mr. Alexander Gerding
Mr. Narendranath J. Baliga
Mr. Anil Kumar Choudhary
Mr. Manohar Kamath
Ms. Sunita Sule

Statutory Auditors

Messrs Deloitte Haskins & Sells LLP
Tower 3, 32nd Floor,
One International Center,
Senapati Bapat Marg,
Elphinstone (West),
Mumbai - 400013

Cost Auditors

Messrs R. Nanabhoy & Co.
Cost Accountants
Jer Mansion,
70 August Kranti Marg,
Mumbai – 400 036.

Internal Auditors

Messrs Mahajan & Aibara
Chartered Accountants
1, Chawla House,
62, Wodehouse Road,
Colaba, Mumbai – 400 005.

Bankers

- (i) Citibank N.A.
- (ii) Deutsche Bank AG
- (iii) BNP Paribas
- (iv) Credit Agricole CIB
- (v) Bank of America
- (vi) HDFC Bank Limited
- (vii) Mizuho Bank
- (viii) Standard Chartered Bank
- (ix) ICICI Bank Limited

Secretarial Auditors

Messrs HSPN & Associates, LLP
206, 2nd Floor,
Tantia Jogani Industrial Estate,
J. R. Boricha Marg, Opp. Lodha Excelus,
Lower Parel (E), Mumbai – 400 011.

Director - Legal, General Counsel (India) & Company Secretary

Mr. Manohar Kamath

Directors' Report

Your Directors' have pleasure in presenting their Report for the financial year ended March 31, 2026.

Financial Results

(Rs. in million)

Description	Standalone Financial Results (from continuing operations)		Consolidated Financial Results (from continuing operations)	
	Year ended 31.3.2026	Year ended 31.3.2025	Year ended 31.3.2026	Year ended 31.3.2025
Revenue from operations	1,49,854.0	1,48,114.4	1,49,440.0	1,47,803.6
Profit before exceptional items and Tax	5,619.9	6,361.0	5,612.6	6,232.4
Exceptional items	–	365.3	–	292.9
Profit before tax	5,619.9	6,726.3	5,612.6	6,525.3
Tax expense	1,450.7	1,715.3	1,450.3	1,686.7
Profit after tax	4,169.2	5,011.0	4,162.3	4,838.6
Dividend	1,082.1	865.8	1,082.1	865.8

Financial Performance

The revenue from operations from continuing operations stood at Rs. 1,49,854.0 million for the financial year ended March 31, 2026 as compared to Rs. 1,48,114.4 million in the previous year. Your Company reported a Profit After Tax from continuing operations of Rs. 4,169.2 million for the financial year ended March 31, 2026 as compared to Rs. 5,011.0 million in the previous year.

The revenues of the Agricultural Solutions business of your Company were impacted on account of price erosion due to generic competition in corn and low sentiments for chillies, soya and cotton produce. However, it was partially compensated by revenues from new products Valexio® and Mibelya® and Meritor® (Bio-stimulants segment). The profitability of the Agricultural Solutions business was impacted due to lower sales in herbicides and insecticides segment.

The Industrial Solutions segment of your Company comprises of the Dispersions & Performance Chemicals businesses. The revenue of the Dispersions business marginally dropped due to lower prices, partially offset by higher volumes. However, the profitability of Dispersions business improved due to higher volumes coupled with better margins due to lower cost of inventory on hand. In case of the Performance Chemicals business, the revenues were higher from project specific sales to customers along with improved margins.

The Materials segment of your Company comprises of the Performance Materials & Monomers businesses. The revenues of the Performance Materials business of the Company improved mainly due to higher volume growth in all segments partially offset by lower price realisation. However, the margins were impacted due to lower prices partly offset by reduced input costs. The revenues of Company's Monomers business were impacted due to lower price realization, partly offset by higher volumes in TDI (Toluene Diisocyanate), MDI (Methylene Diphenyl Diisocyanate and PA6 (Polyamide 6). However the profitability improved due to higher volumes.

The Surface Technologies segment of your Company comprises of the Coatings business, which is under BASF India Coatings Private Ltd, Wholly Owned Subsidiary. During the year under review, the revenues of Coatings business improved due to higher volumes offtake by key customers and improving market share led by GST rationalization for automotive OEM suppliers. However, the margins were lower during the FY 2025-26 due to one-time transition cost.

The Nutrition & Care segment of your Company comprises of the Care Chemicals and Nutrition & Health businesses. The revenues and margins of the Care Chemicals business of the Company improved on account of higher volumes and better selling prices. The revenues of the Nutrition & Health business improved due to higher volume and product mix. The profitability was impacted due to lower price realization driven by oversupplied market and intense competition.

The Chemicals segment of your Company comprises of Intermediates and Petrochemicals businesses. The revenues and the profitability of the Intermediates business was impacted due to lower volumes coupled by lower price realization and higher fixed cost. The revenues and profitability of the Petrochemicals business improved due to higher volumes; however the same were partially offset by lower price realization.

Export sales stood at Rs. 3,484.4 million during the year under review.

Demerger of Company's Agricultural Solutions Business

BASF SE, Germany (Ultimate Holding Company and Promoter of the Company) has globally implemented a more differentiated approach for steering its Agricultural Solutions business in line with the principles of empowerment, differentiation and simplification. This would enable business & operational flexibility, leverage differentiated steering and create value for the stakeholders.

In connection with the above, the Board of Directors of the Company at its meeting held on May 14, 2025, *inter alia*, has approved the Scheme of Arrangement ("**Scheme**") amongst the Company ("**Demerged Company**"), BASF Agricultural Solutions India Ltd ("**Resulting Company**") and their respective Members, providing for the demerger of the Company's Agricultural Solutions Business (as defined in the Scheme) to BASF Agricultural Solutions India Ltd and various matters incidental thereto ("**Proposed Transaction**") in compliance with Sections 230 to 232 and other applicable provisions of the Companies Act, 2013.

Upon the Scheme coming into effect and in consideration of and subject to the provisions of the Scheme, the Resulting Company shall issue and allot fully-paid equity shares of the Resulting Company, on a proportionate basis to the Members of the Demerged Company, whose names are recorded in the register of members and records of the depository as Members of the Demerged Company as on the Record Date (as defined in the Scheme) as follows:

1 (One) fully paid-up equity share of the Resulting Company having face value of Rs. 10 (Rupees Ten) each for every 1 (One) fully paid-up equity share of Rs. 10 (Rupees Ten) each of the Demerged Company.

The Proposed Transaction is, *inter alia*, subject to receipt of requisite approvals from statutory and regulatory authorities, including the approval from the Members and Creditors of the Company and Hon'ble National Company Law Tribunal, Mumbai. The equity shares of Resulting Company will subsequently be listed on BSE Limited and the National Stock Exchange of India Limited, subject to receipt of requisite approvals from statutory and regulatory authorities.

Your Company is pleased to inform you that the Company has received "No-Objection Letters" from BSE Ltd and National Stock Exchange of India Ltd dated January 30, 2026 & February 2, 2026 respectively towards the Scheme. Further, the Company has also received directions / order from the Hon'ble National Company Law Tribunal dated March 20, 2026 and April 8, 2026 for convening the meeting of the equity shareholders of the Company, for the purpose of considering and approving the Scheme and your Company would convene the equity shareholders meeting accordingly. As regards the Unsecured Creditors of the Company, it may kindly be noted that the Company had obtained consent from more than 90% of the Unsecured Creditors of the Company, and in view thereof, the Hon'ble National Company Law Tribunal has dispensed the requirement of convening the Unsecured Creditors Meeting of the Company. There are no secured Creditors of the Company. All the documents pertaining to the Proposed Transaction are available on the website of the Company at www.basf.com/in, for your information. The Demerger of the Agricultural Solution Business is expected to be completed by end of 2026 / early 2027, subject to approval of Hon'ble National Company Law Tribunal.

Divestiture of Company's 100% shareholding in BASF India Coatings Private Limited

Globally, BASF SE, Germany (Ultimate Holding Company) had announced that BASF and funds managed by global investment firm Carlyle (NASDAQ: CG), in partnership with Qatar Investment Authority (QIA), had entered into a binding agreement relating to BASF's automotive OEM coatings, automotive refinish coatings and surface treatment businesses to create a global standalone company.

In India, the automotive OEM coatings and automotive refinish coatings, which were part of your Company was transferred to BASF India Coatings Private Limited, its wholly owned subsidiary, effective January 1, 2025.

In view of the global announcement and after further evaluation and assessment and based on the business valuation provided by an Independent Valuer, the Board of Directors of the Company at its meeting held on March 30, 2026 decided & approved the transfer / sale of the Company's 100% shareholding held in BASF India Coatings Private Limited, it's Wholly Owned Subsidiary, to Bond German BidCo 2 GmbH and Bond France BidCo SAS (Carlyle Group Companies) at a consideration of Rs. 2,301.6 million, at closing.

The closing of the transaction is planned during the second quarter of calendar year 2026 and thereafter BASF India Coatings Private Limited would cease to be a wholly owned subsidiary of the Company. As of March 31, 2026, BASF India Coatings Private Limited generated revenue from operations of Rs. 5,946 million representing 4% of the consolidated sales of the company and is not a material subsidiary of BASF India Limited.

Acquisition of 26% equity stake in Clean Max Amalfi Private Limited

Your Company has been identifying and implementing sustainable initiatives for procurement of green power to its manufacturing sites under Captive Power Generation Mechanism as per the prevailing renewable energy policy(ies) and the Electricity Act, 2003 and the Rules thereunder.

In terms thereof, your Company has invested in power developer company, Clean Max Amalfi Private Limited for availing renewable power at concessional rates for its manufacturing sites in the State of Gujarat in accordance with the Electricity Act, 2003 and the Rules thereunder. During the financial year 2025-26, the Board of Directors of

your Company at its meeting held on July 30, 2025 had approved the acquisition of 26% in the equity share capital of Clean Max Amalfi Private Limited, Special Purpose Vehicle incorporated by Clean Max Enviro Energy Solutions Private Limited, for an amount not exceeding Rs. 65.9 million for procurement of ~ 28,854 MWh (including green attributes) of renewable power (solar & wind) for its manufacturing sites at Dahej and Panoli under Captive Power Generation Mechanism, as per the prevailing renewable energy policy of the State of Gujarat and the Electricity Act, 2003 and the Rules thereunder.

During the financial year i.e., 2024-25 your Company had invested 26% in Clean Renewable Energy KK 2C Private Limited for procurement of renewable power (solar) for its manufacturing site at Mangalore under Captive Power Generation Mechanism.

Closure of Metal Complex Dyes (MCD) Production Line at Company's Manufacturing Site at Mangalore

Your Company's MCD business is mostly commoditized and as such has a low strategic relevance and pricing power, which impacted the margins and profitability of this business of the Company. During the financial year 2024-25, the MCD production line, forming part of the Dispersions Business under Industrial Solutions Segment, contributed revenues of approx. Rs. 150.0 million representing 0.1% of the total revenues of the Company. In view of the above, the Board of Directors of your Company at its meeting held on March 30, 2026 approved the closure of Metal Complex Dyes (MCD) Production Line at Company's manufacturing site at Mangalore. The closure of the MCD production line has been expected to be completed during the last quarter of the calendar year 2026.

Consolidated Financial Statements

The Annual Audited Consolidated Financial Statements together with the Report of Auditors' thereon forms part of this Annual Report.

Your Company does not have any Associate Company or Joint Venture Company as on March 31, 2026.

Pursuant to the provisions of Section 129(3) of the Companies Act, 2013, a statement containing salient features of Financial Statements of BASF India Coatings Private Limited and BASF Agricultural Solutions India Ltd (wholly owned subsidiaries of the Company) in the prescribed Form AOC-1 is provided in **Annexure 1** and forms part of this Report. The Unaudited Financial Statements of the wholly owned subsidiaries of the Company are also available on the Company's website at <https://www.basf.com/in/en/india-investors/financial-statements-presentations/basf-india-coatings-private-limited--wos-> and <https://www.basf.com/in/en/india-investors/financial-statements-presentations/basf-agricultural-solutions-private-limited--wos-0> and the same are also available for inspection as per the details mentioned in the Notice of 82nd Annual General Meeting. Your Company will also make available these documents upon request by any Member of the Company interested in obtaining the same.

Transfer to Reserves

The Company has not transferred any amount to the Reserves for the financial year ended March 31, 2026.

Share Capital

During the year under review, there has been no change in the share capital of the Company. The authorised share capital of the Company, as on March 31, 2026 is Rs. 715,597,150/-, which is divided into 71,559,715 equity shares of Rs. 10/- each, whereas the issued share capital of the Company comprises of 43,285,640 equity shares of Rs. 10/- each aggregating to Rs. 432,856,400/-.

Out of the 43,285,640 equity shares of Rs. 10 each, 682 equity shares of Rs. 10 each were issued and allotted pursuant to the Rights Issue(s) in 1995 and 1996, and were then kept in abeyance due to pending legal cases/ disputes.

Dividend

The Board of Directors of your Company have recommended a Dividend of Rs. 25 per equity share i.e., 250% for the financial year ended March 31, 2026. The Dividend would be paid, subject to the approval of the Members at the forthcoming Annual General Meeting to be held on August 12, 2026.

Further, as per Regulation 43A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), the top 1000 listed entities based on market capitalization are required to formulate a Dividend Distribution Policy. Accordingly, your Company has formulated its Dividend Distribution Policy, and the same is available on the Company's website at <https://bit.ly/BASFDividendDistributionPolicy>.

Changes in Directors

During the year under review, the following changes took place in the Board of Directors of the Company:-

i) **Resignation of Mr. Marcelo R. Lu as a Director of the Company**

Mr. Marcelo R. Lu (DIN: 10462274) resigned as the Non-Executive and Non-Independent Director of the Company, with effect from November 30, 2025 as he has decided to pursue his career outside BASF. The Board of Directors of the Company have put on record their appreciation for the invaluable contributions made by Mr. Marcelo R. Lu as a Director of the Company.

- ii) Appointment of Mr. Andrew Postlethwaite as Non-Executive and Non-Independent Director of the Company
Based on the recommendation of the Nomination and Remuneration Committee, Mr. Andrew Postlethwaite (DIN: 03532678) was appointed as the Non-Executive Non-Independent Director of the Company by the Board of Directors of the Company, effective December 1, 2025. Further, the appointment of Mr. Andrew Postlethwaite was also approved by the Members of the Company by way of Postal Ballot on December 30, 2025.

Mr. Andrew Postlethwaite, has graduated from the University of New England, Australia with a Master's in Business Administration. He joined BASF New Zealand Limited as a Marketing Trainee in 1986 and then in 1993 worked as Industry Manager in Paper Chemicals business. He took up assignments in Sales & Material Management and Regional Information Systems of BASF South East Asia Pte. Ltd., Singapore in 1997 and 2000 before being appointed as Director, Life Science & Functional Polymers, Corporate Strategy, BASF (Malaysia) Sdn. Bhd. In 2005, Mr. Andrew Postlethwaite was part of Fine Chemicals for BASF (China) Company Ltd. In 2008, Mr. Andrew Postlethwaite became Vice President, Nutrition & Health, Asia Pacific, BASF East Asia Regional Headquarters Ltd., Hong Kong. In 2011, Mr. Andrew Postlethwaite was appointed as the Senior Vice President, Performance Materials, Asia Pacific. Later in 2017, he was appointed as a Director on the Board of BASF South East Asia Pte. Ltd, Singapore and in 2025, he was appointed as its Managing Director.

- iii) Re-appointment of Mr. Pradip P. Shah and Dr. Ramkumar Dhruva as Directors of the Company: -

In accordance with the provisions of Section 152 (6) of the Companies Act, 2013, Mr. Pradip P. Shah (DIN: 00066242) and Dr. Ramkumar Dhruva (DIN: 00223237), Non-Executive Directors of the Company being eligible, offers themselves for re-appointment as Directors (in the same capacity) of the Company at the 82nd Annual General Meeting of the Company to be held on August 12, 2026.

As required under the SEBI Listing Regulations, the details of Mr. Pradip P. Shah and Dr. Ramkumar Dhruva, Directors of the Company, seeking re-appointment at the ensuing Annual General Meeting are provided in the Corporate Governance Report, forming part of this Annual Report.

Finance & Accounts

Your Company efficiently managed working capital. Your Company had Nil borrowings as at the end of financial year 2025-2026.

Your Company continued to focus on managing cash efficiently and ensured that it had adequate credit lines from Company's bankers.

Capital Expenditure

Capital expenditure incurred during the year under review aggregated to Rs. 2,132.1 million.

Credit Rating

During the year, CRISIL Ltd re-affirmed the credit rating of 'CRISIL AAA/ Stable' for the long-term debt programme of your Company. The ratings on the Fixed Deposits and Commercial Paper have been re-affirmed at 'FAAA / Stable' and 'CRISIL A1+', respectively.

Instruments with these ratings are considered to have the highest degree of safety regarding timely servicing of financial obligations & carry lower credit risk.

Fixed Deposits

During the year, your Company has not invited, accepted, or renewed any fixed deposits from the public and accordingly, there is no principal or interest outstanding in respect thereof.

Management Discussion and Analysis Report

In terms of the SEBI Listing Regulations, the Management Discussion and Analysis Report is appended to this Annual Report.

Corporate Governance

Your Company is committed to maintain the highest standards of Corporate Governance and has complied with the Corporate Governance requirements as per the SEBI Listing Regulations.

A separate report on Corporate Governance as stipulated under the SEBI Listing Regulations along with a Certificate of Compliance from M/s Deloitte Haskins & Sells LLP, Chartered Accountants (Firm Regn. No. 117366W/W-100018) (the Statutory Auditors), forms part of this Annual Report.

Corporate Social Responsibility

As required under the provisions of the Companies Act, 2013, the Board of Directors of your Company has constituted a Corporate Social Responsibility (CSR) Committee on April 30, 2013.

Mr. Bahram Vakil (Chairman), Ms. Sonia Singh, Independent Director and Mr. Anil Kumar Choudhary, Manufacturing Head & Whole-time Director are the Members of the CSR Committee.

Mr. Manohar Kamath, Director - Legal, General Counsel (India) & Company Secretary of the Company continues to act as the Secretary of the CSR Committee.

The CSR Committee has formulated the CSR Policy and has recommended the activities to be undertaken by the Company as specified under Schedule VII of the Companies Act, 2013.

During the year under review, two meetings of the CSR Committee were held on July 30, 2025 and February 13, 2026 to review and recommend to the Board of Directors, the CSR activities to be undertaken by the Company during the financial year 2025-2026.

Your Company was required to spend an amount of Rs. 129.3 million (Gross Amount) during the financial year 2025-2026 towards CSR projects / activities.

The details of the ongoing CSR projects initiated by the Company, are provided in **Annexure II** of this Report.

Business Responsibility & Sustainability Report

As per Regulation 34(2) of the SEBI Listing Regulations, your Company has included BRSR as part of this Report for the financial year 2025-26, as **Annexure III**, describing the initiatives taken by the Company from an environmental, social and governance perspective.

In line with the SEBI listing requirements, your Company being part of the top 500 listed entities, was required to obtain Reasonable Assurance Certificate from an Independent Certifying Agency on certain key parameters of Business Responsibility and Sustainability Report (BRSR Core Indicators). The Board of Directors of the Company appointed TUV SUD South Asia Private Limited (TUV SUD), an independent agency to carry out the Reasonable Assurance on BRSR Core Indicators for the financial year ended March 31, 2026. The Reasonable Assurance Certificate issued by TUV SUD South Asia Private Limited, which was considered by the Board of Directors of the Company, has also been attached as a part of the BRSR Report for the financial year 2025-2026.

Further, the BRSR Report together with the Reasonable Assurance Certificate for the financial year 2025-2026 has also been hosted on the Company's website, and the same can be accessed at www.basf.com/in

Vigil Mechanism

Your Company has established a Whistle Blower Policy for employees, Directors and third parties to report their genuine concerns, details of which have been given in the Corporate Governance Report annexed to this Report. This policy is available on the Company's website and can be accessed at: <https://bit.ly/BASFWhistleBlowerPolicy>.

Directors' Responsibility Statement

Your Directors confirm that:

- (i) in the preparation of the annual standalone and consolidated financial statements, the applicable accounting standards have been followed;
- (ii) 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 ended March 31, 2026 and of the profit of the Company for that period;
- (iii) they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (iv) they have prepared the annual standalone and consolidated financial statements on a going concern basis;
- (v) they have laid down internal financial controls to be followed by the Company and such internal financial controls are adequate and operating effectively; and
- (vi) they have devised proper systems to ensure compliance with the provisions of all applicable laws and such systems are adequate and operating effectively.

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Information pursuant to Section 134(3)(m) of the Companies Act, 2013 read with sub-rule 3 of Rule 8 of the Companies (Accounts) Rules, 2014, forms part of this Report as **Annexure IV**.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and the SEBI Listing Regulations, your Company has devised a policy containing criteria for evaluating the performance of the Executive, Non-Executive and Independent Directors, Key Managerial Personnel, Board and its Committees. Feedback was sought by way of a structured questionnaire covering various aspects of the Board's functioning, such as adequacy of the composition of the Board and its

Committees, Board culture, execution and performance of specific duties, obligations, and governance. The manner in which the evaluation has been carried out is explained in the Corporate Governance Report, forming part of this Annual Report.

The Board of Directors of your Company expressed satisfaction about the transparency of disclosures, maintenance of higher governance standards and updation of the Non-Executive and Independent Directors on key topics impacting the Company. The suggestions provided by the Board of Directors of the Company were implemented during the financial year 2025-2026. Your Company will continue to improve and implement the valuable suggestions provided by the Board of Directors of the Company during the year 2026-2027.

Policy on Directors' appointment and remuneration

The policy on Directors' appointment and remuneration including determination of the qualifications, positive attributes, independence of a Director and other matters provided under Section 178(3) of the Companies Act, 2013, forms part of the Nomination & Remuneration Policy of the Company. This policy is available on the Company's website and can be accessed at: <https://bit.ly/BASFNRCPolicy>.

Statutory Auditors

M/s Deloitte Haskins & Sells LLP, Chartered Accountants, (Firm Regn. No. 117366W/W-100018), Mumbai, had appointed as Statutory Auditors of the Company for a period of 5 years at the Annual General Meeting held on August 7, 2024 i.e. upto the conclusion of the Annual General Meeting to be held in the calendar year 2029.

M/s. Deloitte Haskins & Sells LLP, Chartered Accountants, (Firm Regn. No. 117366W/W-100018) have confirmed to the Board of Directors of the Company that they are eligible to continue as the Statutory Auditors of the Company and that they continue to satisfy the criteria as specified under the provisions of Section 139 and Section 141 of the Companies Act, 2013.

Further, in alignment with the Statutory Auditors, the Board of Directors of the Company has also constituted the Those Charged With Governance (TCWG) sub-committee, based on the circular of the National Financial Reporting Authority (NFRA) and the said sub-committee had its meeting before the Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2026 were approved by the Board of Directors on May 19, 2026.

Secretarial Audit

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, your Company had appointed M/s HSPN & Associates, Practicing Company Secretaries as Secretarial Auditors of the Company for a period of 5 years at the Annual General Meeting held on August 12, 2025 i.e. upto the conclusion of the Annual General Meeting to be held in the calendar year 2030, to conduct the Secretarial Audit of the Company and to furnish the report to the Board. The Secretarial Audit Report dated May 19, 2026, as considered by the Board of Directors of the Company, forms part of this Report as **Annexure V**.

Qualifications / Reservations in the Auditors' Report & Secretarial Audit Report

There are no qualifications / reservations placed by the Statutory Auditors and the Secretarial Auditor in their respective Reports for the financial year ended March 31, 2026.

Compliance with Secretarial Standards

Your Company has duly complied with the applicable Secretarial Standards ('SS') issued by the Institute of Company Secretaries of India relating to Meetings of the Board and its Committees ('SS1') and General Meetings ('SS2'), respectively, during the year under review.

Reporting of Frauds by Auditors

During the year under review, there have been no instances of fraud committed against the Company by its officers or employees, that were required to be reported to the Audit Committee / Board of Directors of the Company, by the Statutory Auditors or the Secretarial Auditor under Section 143(12) of the Companies Act, 2013.

Cost Audit

The Board of Directors, in pursuance of Section 148 of the Companies Act, 2013, have appointed M/s. R. Nanabhoy & Co., Cost Accountants, Mumbai, having Registration No. 000010, for conducting the audit of the cost accounting records of the Company for the financial year 2026-2027. The Cost Auditors have confirmed that their appointment is within the limits of Section 141(3)(g) of the Companies Act, 2013 and that they are not disqualified from acting as the Cost Auditors of the Company. The Cost Audit report for the financial year 2025-26 would be adopted by the Board of Directors of the Company on or before September 30, 2026.

Composition of the Audit Committee

As required by Section 177(8) read with Section 134(3) of the Companies Act, 2013 and the Rules framed thereunder, the composition of the Audit Committee is in line with the provisions of the Companies Act, 2013 and the SEBI Listing Regulations, details of which are provided in the Corporate Governance Report, forming part of this Annual Report.

Related Party Transactions

All related party transactions that were entered into by the Company during the financial year 2025-2026 were on arms' length basis. There are no materially significant related party transactions entered into by the Company with its Promoters, Directors, Key Managerial Personnel or other Related Parties, which may have a potential conflict with the interest of the Company at large.

All related party transactions are placed before the Audit Committee for its approval. Prior omnibus approval of the Audit Committee is obtained for transactions, which are repetitive in nature. A statement giving details of all related party transactions is placed before the Audit Committee and the Board of Directors for their approval on a quarterly basis. The policy on Related Party Transactions, as approved by the Board, is available on the Company's website and can be accessed at: <https://bit.ly/BASFRPTPolicy>.

Your Board of Directors draw the attention of the Members to Note No. 51 of the Standalone Financial Statements, which sets out related party disclosures under the Indian Accounting Standards (IND AS).

Further, the disclosures as required under Section 134(3)(h) of the Companies Act, 2013 in Form AOC-2, form part of this Report, as **Annexure VI**.

Particulars of loans, guarantees or investments under Section 186 of the Companies Act, 2013

During the financial year 2025-2026, the Company has placed Inter-Corporate Deposits with BASF Catalysts India Private Limited and BASF Chemicals India Private Limited, affiliates of your Company and BASF India Coatings Private Limited, wholly owned subsidiary of your Company. The details of amount outstanding as of March 31, 2026 was as follows: -

BASF India Coatings Private Limited – Rs. 120 Million

Your Directors draw the attention of the Members to Note of the Standalone Financial Statements, which sets out the disclosures under the Indian Accounting Standards (IND AS).

Weblink of Annual Return

The Annual Return of the Company for the financial year ended March 31, 2026 in Form MGT-7 is available on the Company's website at www.basf.com/in

Particulars of Employees

The particulars of employees required to be furnished pursuant to Section 197(12) of the Companies Act, 2013 read with sub-rules 2 and 3 of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 as amended, forms part of this Report as **Annexure VII**. However, as per the provisions of Section 136 of the Companies Act, 2013, read with sub-rules 2 and 3 of Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Annual Report excluding the statement of particulars of employee is being sent to all the Members of the Company. Any Member interested in obtaining a copy of the said statement may write to the Company Secretary at manohar.kamath@basf.com

Prevention of Sexual Harassment at the Workplace

Your Company gives prime importance to the dignity and respect of its employees irrespective of their gender or hierarchy and expects responsible conduct and behaviors on the part of employees at all levels. Providing a safe and congenial work environment for all employees is an integral part of the Company's Code of Conduct.

As per the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Rules made thereunder, your Company has adopted a Policy for Prevention of Sexual Harassment at Workplace and has constituted an Internal Committee (IC). The names of the IC Members are displayed on the notice board in each office and manufacturing site. All employees as well as contract staff and trainees are covered by this policy. Allegations of sexual harassment reported are expeditiously and discreetly investigated and disciplinary action, if required, is taken in accordance with the policy.

There were no complaints of sexual harassment received during the financial year 2025-2026.

Training programs on prevention of sexual harassment at the workplace are also conducted at regular intervals. During the year under report, your Company conducted awareness programmes on the policy for its employees. Your Company had also rolled out an e-learning module to sensitize & create awareness amongst the employees of the Company on prevention of sexual harassment.

Risk Management

Your Company has in place a mechanism to inform the Board about the risk assessment and minimization procedures and undertakes periodical review of the same to ensure that the risks are identified and controlled by means of a properly defined framework. In the Board's view, the Company has put in place appropriate mitigation measures to the key risks identified during the Risk Management Committee, including the implications of the geo-political risks, supply chain risks and the cyber security risks and the effects associated thereof on the Company.

Internal Financial Control Systems and their adequacy

Your Company has policies and procedures for ensuring the orderly and efficient conduct of its business, including adherence to the Company's policies, safeguarding of its assets, prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information. Additional details on Internal Financial Controls and their adequacy are provided in the Management Discussion and Analysis Report, forming part of this Annual Report.

Significant and material orders passed by Regulators or Courts

Certain litigations pending with Regulators or Courts have been disclosed as Contingent Liabilities in Note no. 40 of the Standalone Financial Statements for the financial year ended March 31, 2026. There are no significant and material orders passed by the Regulators / Courts, which would impact the going concern status of the Company and its future operations.

Material changes and commitments affecting the financial position of the Company

There have been no material changes and commitments affecting the financial position of the Company, which have occurred between the end of the financial year of the Company to which the financial statements relate and the date of this Report on account of the ongoing geo-political crisis around the world.

Board Meetings

Seven (7) Board Meetings were held during the financial year 2025-2026 on the following dates:

- | | | |
|---------------------|-----------------------|-----------------------|
| (1) April 25, 2025 | (2) May 14, 2025 | (3) July 30, 2025 |
| (4) August 12, 2025 | (5) November 14, 2025 | (6) February 13, 2026 |
| (7) March 30, 2026 | | |

Declaration of Independence

The Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and the SEBI Listing Regulations as amended.

Other Disclosures

- The Company has not issued any shares with differential voting rights / sweat equity shares.
- There was no revision in the Audited Financial Statements of the Company for the financial year ended March 31, 2025.
- There has been no change in the nature of business of the Company as on the date of this report.
- There are no proceedings filed against the Company under the Insolvency and Bankruptcy Code, 2016 during the financial year 2025-2026. Your Company has initiated action against few customers under the Insolvency and Bankruptcy Code, 2016.

Employee Relations

Your Directors place on record their sincere appreciation of the contribution made by the employees at all levels to the growth of the Company. Industrial Relations at all our manufacturing sites remained cordial.

Acknowledgments

The Board of Directors take this opportunity to thank BASF SE, Germany and all other stakeholders including customers, suppliers, bankers, business partners/ associates, Central and State Governments, regulatory authorities and the society at large for their consistent support and co-operation to the Company. Your Directors thank the Members and Investors for their confidence in the Company.

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai

Dated : May 19, 2026

Annexure I

FORM NO. AOC – 1

[Pursuant to the first proviso to sub-section (3) of section 129 of the Act read with Rule 5 of Companies (Accounts) Rules, 2014 (as amended)]

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

Part “A”: Subsidiaries

(Amount in million)

Name of the Subsidiary	BASF India Coatings Private Ltd	BASF Agricultural Solutions India Ltd
Date since when subsidiary was acquired	December 11, 2023	May 2, 2025
Reporting period for the subsidiary concerned, if different from the holding company's reporting period	April 1, 2025 to March 31, 2026	May 2, 2025 to March 31, 2026
Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Not Applicable	Not Applicable
Share Capital	2,119.1	0.00007
Reserves & Surplus	(243.1)	—
Total Assets	4,935.0	1.5
Total Liabilities	3,059.0	1.5
Investments	—	—
Turnover (revenue from operations)	5,966.6	—
Loss before taxation	(27.0)	—
Provision for taxation	(7.9)	—
Profit after taxation	(19.1)	—
Other comprehensive income / (loss)	(3.8)	—
Total comprehensive income / (loss) for the year	(22.9)	—
Proposed Dividend	—	—
% shareholding	100%	100%

Part B: Associates & Joint Ventures

The Company does not have any Associates and / or Joint Venture Companies.

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai
Dated : May 19, 2026

Annual Report on CSR activities

1. Brief outline of the CSR Policy of the Company.

In line with the CSR Policy and Schedule VII of the Companies Act, 2013, the CSR Committee has outlined the activities to be undertaken by the Company. Key focus areas, as identified by the Company for community initiatives were Water, Sanitation and Hygiene (WASH), Education, Skill Development and Climate Action around its manufacturing sites and / or aspirational districts, as notified by the Government of India.

2. Composition of the CSR Committee:

Sr. No.	Name of Director	Designation	Number of meetings of CSR Committee held during the financial year	Number of meetings of CSR Committee attended during the financial year
1.	Mr. Bahram Vakil	Chairman & Independent Director	2	2
2.	Ms. Sonia Singh	Independent Director	2	2
3.	Mr. Anil Kumar Choudhary	Manufacturing Head & Whole-time Director	2	2

3. Provide the web-link where composition of the CSR Committee, CSR Policy and CSR projects approved by the Board are disclosed on the website of the company.

The above are available on the Company's website and can be accessed at <https://bit.ly/BASFCSRPolicy>.

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 - Nil

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 - Nil

6. Average net profit of the Company as per Section 135(5) of the Companies Act, 2013. - Rs. 6,465.0 million

7. (a) Two percent of average net profit of the Company as per Section 135(5) of the Companies Act, 2013 - Rs. 129.3 million

(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 - Nil

Total CSR obligation for the financial year (7a+7b-7c). - Rs. 129.3 million

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

Total Amount spent / allocated 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. 129.3 million	Rs. 88.6 million	April 8, 2026	Nil	Nil	Nil

(b) Details of CSR amount spent / allocated against projects for the financial year:

Sr. 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 (No. of years).	Amount allocated for the project (in Rs. Million).	Amount spent in the financial year 2025-26 (in Rs. Million).	Amount transferred to unspent CSR Account for the project as per Section 135(6) (in Rs. Million).	Mode of Implementation - Direct (Yes/No).	Mode of Implementation - Through Implementing Agency	
				State	District						Name	CSR Registration Number
1	ChemAmaze 2.0	Promotion of Education	No	Maharashtra	Different Districts of Maharashtra	3	5	0	5	No	IUCAA (PKC)	CSR00011169
			No	Tamil Nadu, Andhra Pradesh, Rajasthan, Odisha, Chhattisgarh, West Bengal, Jharkhand	Different Districts of proposed states	3	5.98	2.99	2.99	No	IIT Madras	CSR00004320
2	Maharashtra flood rehabilitation	Climate Action	Yes	Maharashtra	Marathwada	1	2.5	2.5	0	No	NAAM Foundation	CSR00014162
3	Wenyan	Promotion of Education	Yes	Maharashtra	Different Districts of Maharashtra	3	6	0	6	No	IUCAA (PKC)	CSR00011169
4	iTeach initiative with schools	Promotion of Education	Yes	Maharashtra	Navi Mumbai	3	16.55	7.13	9.42	No	iTeach Movement	CSR00002872
5	Customer collaboration skill development	Promotion of Education	Yes	Maharashtra	Pune	2	6.09	3.04	3.05	No	Seva Sahayog Foundation	CSR00000756
6	Gadchiroli Livelihood development	Water, Sanitation & Hygiene	Yes	Maharashtra	Gadchiroli	2	12.55	3.14	9.41	No	BAIF	CSR00000259
7	Sulabh MHM 3.0 in Dahej	Water, Sanitation & Hygiene	Yes	Gujarat	Dahej	2	1.6	0	1.6	No	Sulabh Sanitation Mission	CSR000000348
8	Skilling of women in art and craft 2.0	Water, Sanitation & Hygiene	Yes	Gujarat	Dahej	2	2.57	0	2.57	No	Sulabh Sanitation Mission	CSR000000348
9	Construction of Sanitary facility at Bharuch	Water, Sanitation & Hygiene	Yes	Gujarat	Dahej	2	2.72	0	2.72	No	Sulabh Sanitation Mission	CSR000000348
10	Improving quality of education and skill development for the specially abled children, WASH initiative for fishermen community	Water, Sanitation & Hygiene. Promotion of Education	Yes	Karnataka	Mangalore	3	5.8	0	5.8	No	Seva Bharathi	CSR94630144
11	A scholarship programme for all sites to provide, basic education needs, DFI kits, financial aids, and career counseling to school students	Promotion of Education	Yes	Maharashtra, Karnataka, Gujarat	Mumbai, Mangalore, Bangalore, Dahej	2	15.4	15.4	0	No	Foundation for Science, Innovation & Development	CSR00001708
12	Recycling of PU from footwear waste to rebounded foam and developing a product with recycled material which can be donated to schools/ community	Climate Action	Yes	Kerala	Calicut	3	7.5	0	7.5	No	The Serve Rural	CSR00003721
13	School water purification systems	Water, Sanitation & Hygiene. Promotion of Education	Yes	Karnataka, Gujarat	Mangalore, Dahej	3	3.88	0	3.88	Yes	Not Applicable	Not Applicable
14	WASH initiative at Umarwada village	Water, Sanitation & Hygiene. Promotion of Education	Yes	Gujarat	Panoli	2	6	0	6	Yes	Not Applicable	Not Applicable
15	Installation of Smart Boards in Schools and AMC	Promotion of Education	Yes	Karnataka, Gujarat	Mangalore, Dahej	3	1.42	0	1.42	Yes	Not Applicable	Not Applicable
16	AMC for Smart boards installed in FY 22-23	Promotion of Education	Yes	Maharashtra, Karnataka, Gujarat	Mangalore, Dahej, Navi Mumbai	3	4.33	0	4.33	Yes	Not Applicable	Not Applicable
17	BASF Kids' Lab 3.0	Promotion of Education	Yes	Maharashtra	Nasik	3	16.95	0	16.95	No	Maratha Vidya Prasarak Samaj	CSR000059727
18	Admin Cost						6.46	6.46	0			
	Total						129.3	40.66	88.64			

- (c) Details of CSR amount spent against other than ongoing projects for the financial year: **Rs. 2.5 million**
 - (d) Amount spent on Administrative Overheads - **Rs. 6.4 million**
 - (e) Amount spent on Impact Assessment, if applicable – **Nil**
 - (f) Total amount spent for the Financial Year (8b+8c+8d+8e) - **Rs. 40.7 million** (including Administrative Overheads)
 - (g) Excess amount for set-off, if any - **Nil**
9. (a) Details of unspent amount for the preceding three financial years: **Rs. 88.6 million**
- (b) Details of CSR amount spent in a financial year for ongoing projects of the preceding financial year(s): **Rs. 115.3 million** (This is an aggregate amount spent during the FY 2025-26 in respect of the Ongoing CSR Projects of FY 2023-24 and FY 2024-25)
10. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year: **Not Applicable**
11. Specify the reason(s), if the Company has failed to spend two percent of the average net profit as per Section 135(5): **Not Applicable**

We hereby affirm that the CSR Policy, as approved by the Board, has been implemented and the CSR Committee monitors the implementation of the CSR Projects and activities in compliance with our CSR objectives.

On behalf of the Board of Directors
For BASF India Limited

BAHRAM VAKIL
Chairman, CSR Committee
(DIN: 00283980)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Place: *Mumbai*

Date: *May 19, 2026*



BASF, in collaboration with its partners, welcomed the second batch of 'Women in Refinish' graduates, reinforcing its commitment to advancing inclusion and skill development in the coatings industry.



BASF India concluded its Kid's Lab program in Chennai in January 2026, engaging students through hands-on learning experiences in chemistry.



BASF India Ltd, together with Somaiya Vidyavihar and Indian Chemical Council, celebrated the continued success of its flagship We-Chemie initiative, empowering young women to build careers in chemistry

BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORT

SECTION A: GENERAL DISCLOSURES

I. Details of the listed entity

Sr. No.	Particulars	Response
1	Corporate Identity Number (CIN) of the Listed Entity	L33112MH1943FLC003972
2	Name of the Listed Entity	BASF India Limited
3	Year of incorporation	1943
4	Registered office address	Unit Nos. 10A, 10B, 10C (Part), 10 th Floor, Godrej One, Pirojshanagar, Eastern Express Highway, Vikhroli (East), Mumbai 400 079
5	Corporate address	Same as the Registered Office
6	E-mail	investor-grievance-india@basf.com
7	Website	http://www.basf.com/in
8	Telephone	+ 91 22 6834 7000
9	Financial year for which reporting is being done	April 1, 2025 to March 31, 2026
10	Name of the Stock Exchange(s) where shares are listed	BSE Ltd and The National Stock Exchange of India Ltd
11	Paid-up Capital	43,285,640 Equity Shares of Rs. 10 each aggregating to Rs. 432.9 million
12	Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report	Mr. Manohar Kamath, Director - Legal, General Counsel (India) & Company Secretary manohar.kamath@basf.com
13	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together).	The Business Responsibility & Sustainability Report has been prepared on standalone basis
14	Type of assessment or assurance obtained	Reasonable Assurance
15	Name of the Assurance Provider	TUV SUD South Asia Private Limited (Independent Certifying Agency)

II. Products/services

16. Details of business activities (accounting for 90% of the turnover):

Sr. No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1.	Manufacturing & Trading of Chemicals & Chemical Products	Chapter 20	100%

17. Products/Services sold by the entity (accounting for 90% of the entity's Turnover):

Sr. No.	Product/Service	NIC Code	% of total Turnover contributed
1.	Polyurethanes Systems	20131	13%
2.	Aroma Ingredients	-	9%
3.	Dispersions	-	9%
4.	MDI and Precursors	-	6%
5.	Fungicides	20211	5%

Sr. No.	Product / Service	NIC Code	% of total Turnover contributed
6.	Ultramid (Engineering Plastics)	20131	4%
7.	Acrylics	-	4%
8.	Herbicides	-	4%
9.	Oleo Surfactants & Alcohol	-	4%
10.	Insecticides	20211	4%
11.	Amines	-	3%
12.	Pharma Solutions	-	3%
13.	Chemical Catalysts	-	3%
14.	Industrial Formulators	-	2%
15.	Personal Care Specialities	-	2%
16.	Microcellular Polyurethanes	-	2%
17.	Additives	-	2%
18.	Acids and Polyalcohols	-	2%
19.	Vitamins & Carotenoids	-	2%
20.	Home Care, I&I	-	1%
21.	TDI and Precursors	-	1%
22.	Automotive Fluids	-	1%
23.	Thermoplastic Polyur	-	1%
24.	Antioxidant/Process	-	1%
25.	C3-based Oxo Alcohol	-	1%
26.	Resins	-	1%
27.	Superabsorbents	-	1%
28.	Light stabilizers	-	1%

III. Operations

18. Number of locations where plants and/or operations/offices of the entity are situated:

Location	Number of manufacturing sites	Number of offices	Number of labs	Total
National	4	14	3	21
International	NIL	NIL	NIL	NIL

19. Markets served by the entity:

a. Number of locations

Locations	Number
National (No. of States)	19
International (No. of Countries)	35

b. What is the contribution of exports as a percentage of the total turnover of the entity?

The contribution of exports was 2.3% of the total turnover of the Company for the financial year ended March 31, 2026.

c. A brief on types of customers

As chemicals are a key input for almost all industries, the products manufactured by the Company are used in agriculture, automotive, pharmaceuticals, construction, consumer durables, consumer care, paints, and various other end-use industries. The Company has a customer base of more than 5,000, including large global companies, small and mid-sized enterprises, and end-users such as farmers.

The Company operates in both B2B and B2C segments. In the B2B segment, the chemicals produced are used as raw materials or intermediates by other industries for manufacturing their finished products. In the B2C segment, products, particularly from the Agricultural Solutions business, are sold as finished goods for use by farmers.

IV. Employees

20. Details as at the end of Financial Year:

a. Employees and workers (including differently abled):

Sr. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B/A)	No. (C)	% (C/A)
EMPLOYEES						
1.	Permanent (D)	1250	1116	89.28%	134	10.72%
2.	Other than Permanent (E)	1739	1647	94.71%	92	5.29%
3.	Total employees (D + E)	2989	2763	92.44%	226	7.56%
WORKERS						
4.	Permanent (F)	87	87	100%	-	-
5.	Other than Permanent (G)	1017	965	94.89%	52	5.11%
6.	Total workers (F + G)	1104	1052	95.29%	52	4.71%

b. Differently abled Employees and workers:

Sr. No.	Particulars	Total (A)	Male		Female	
			No. (B)	% (B / A)	No. (C)	% (C / A)
DIFFERENTLY ABLED EMPLOYEES						
1.	Permanent (D)	Nil	Nil	NA	Nil	NA
2.	Other than Permanent (E)	Nil	Nil	NA	Nil	NA
3.	Total differently abled employees (D + E)	Nil	Nil	NA	Nil	NA
DIFFERENTLY ABLED WORKERS						
4.	Permanent (F)	Nil	Nil	NA	Nil	NA
5.	Other than permanent (G)	Nil	Nil	NA	Nil	NA
6.	Total differently abled workers (F + G)	Nil	Nil	NA	Nil	NA

21. Participation/Inclusion/Representation of women

	Total (A)	No. and percentage of Females	
		No. (B)	% (B / A)
Board of Directors	9	2	22%
Key Management Personnel	4	NIL	Not Applicable

22. Turnover rate for permanent employees and workers

(Disclose trends for the past 3 years)

	F.Y. 2025-26 (Turnover rate %)			F.Y. 2024-25 (Turnover rate %)			F.Y. 2023-24 (Turnover rate %)		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	8	13	8	5	8	5	5	11	6
Permanent Workers	2	0	2	0	1	1	0	0	0

V. Holding, Subsidiary and Associate Companies (including joint ventures)

23. (a) Names of holding / subsidiary / associate companies / joint ventures

Sr. No.	Name of the holding / subsidiary / associate companies / joint ventures (A)	Indicate whether holding / Subsidiary / Associate / Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
1.	BASF SE	Ultimate Holding Company	52.75%	No
2.	BASF Schweiz AG	Group Company	20.58%	No
3.	BASF India Coatings Private Limited	Wholly Owned Subsidiary	100%	No
4.	BASF Agricultural Solutions India Ltd (Effective May 2, 2025)	Wholly Owned Subsidiary	100%	No

VI. CSR Details

24. (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: **Yes**

(ii) Turnover (in Rs.): - F.Y. 25-26 Rs. 149,854.0 million

(iii) Net worth (in Rs.): - As on March 31, 2026: Rs. 39,775.0 million

VII. Transparency and Disclosures Compliances

25. Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/No) (If Yes, then provide web-link for grievance redress policy)	F.Y. 2025-26			F.Y. 2024-25		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes. Details of our grievance redressal mechanism is available at Grievance mechanism	Nil	Nil	NA	Nil	Nil	NA
Investors (other than Shareholders)	Yes. Details of our grievance redressal mechanism is available at Grievance mechanism	Nil	Nil	NA	Nil	Nil	NA
Shareholders	Yes. Details of our grievance redressal mechanism is available at Grievance mechanism	Nil	Nil	NA	Nil	Nil	NA

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/No) (If Yes, then provide web-link for grievance redress policy)	F.Y. 2025-26			F.Y. 2024-25		
		Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Employees and workers	Yes. Details of our grievance redressal mechanism is available at Grievance mechanism	Nil	Nil	NA	Nil	Nil	NA
Customers	Yes. Details of our grievance redressal mechanism is available at Grievance mechanism	Nil	Nil	NA	Nil	Nil	NA
Value Chain Partners	Yes. Details of our grievance redressal mechanism is available at Grievance mechanism	Nil	Nil	NA	Nil	Nil	NA
Other (please specify)	–	–	–	–	–	–	–

26. Overview of the entity's material responsible business conduct issues

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format.

Sr. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk / opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1	Import restrictions such as Anti-Dumping Duty and Safeguard Duties	Risk	It will be increasingly difficult to import products due to trade restrictions	Shortlist potential products and closely monitor pricing trends	Negative implications
2	Registration of products notified under Bureau of Indian Standards (BIS)	Risk	It will not be possible to import products without mandatory registration	Prepare in advance for product registration and participate in product specification committees	Negative implications
3	Climate goals set by the country and customers	Opportunity	New opportunities emerging in new and sustainable markets	Not applicable	Positive implications

SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

Disclosure Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
Policy and management processes									
1. a. Whether your entity's policy / policies cover each principle and its core elements of the NGRBCs. (Yes/ No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
b. Has the policy been approved by the Board? (Yes/No)	Yes. Key policies are formulated at BASF Group level in Germany. The policies are then adopted & implemented by the Company in line with the local legislations & corporate guidelines.								
c. Web Link of the Policies, if available	Code of Conduct BASF_ Code-of- Conduct. pdf	Product Respon- sibility	Safety at BASF BASF_ Code-of- Conduct. pdf	CSR Policy	Human Rights Policy	Position on Water BASF_ Code-of- Conduct. pdf	-	CSR Policy	BASF_ Code- of- Conduct. pdf
2. Whether the entity has translated the policy into procedures. (Yes / No)	Yes, wherever required.								
3. Do the enlisted policies extend to your value chain partners? (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
4. Name of the national and international codes/certifications/ labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustee) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	-	ISO 9001	ISO 45001	-	-	ISO 14001	-	-	ISO 9001

5.	Specific commitments, goals and targets set by the entity with defined timelines, if any.	NA	NA	NA	NA	Globally, BASF wants to increase the proportion of women in leadership positions with disciplinary responsibility to 30% by 2030	By 2030, BASF wants to globally reduce its absolute CO2 emissions by 25% as compared with 2018 levels. By 2050, BASF aims to achieve net zero greenhouse gas emissions from its production sites and energy purchases.	NA	NA	NA
6.	Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.	Performance of each of the principles is reviewed periodically by various Committees led by the Management and Board of Directors								
Governance, leadership and oversight										
7.	Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements <i>(listed entity has flexibility regarding the placement of this disclosure)</i> The Company strives to adhere to the highest standards of integrity and behaviour and compliance with the law and internal policies through its compliance systems. The Company has zero tolerance for corruption and violation of the principles of fair competition. The Company has adopted BASF's Code of Conduct, which details the minimum applicable ethical and responsible business practices for its employees. Both new and existing suppliers are selected and evaluated not only based on economic criteria, but also on environmental, social and corporate governance standards. The Company's Supplier Code of Conduct is founded on internationally recognized guidelines, such as the principles of the United Nations' Global Compact, the International Labour Organization (ILO) conventions and the topics of the Responsible Care® Initiative. The Code of Conduct, <i>inter alia</i> , covers compliance with human rights, labour & social standards, anti-discrimination, conflict of interest and anti-corruption policies in addition to protecting the environment, health and safety.									
8.	Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).	Mr. Alexander Gerding, Managing Director alexander.gerding@basf.com								

9. Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.	Yes, The Company has a Committee for Corporate Social Responsibility. For other policies, the Company has put in place an internal framework / Committees to monitor their implementation from time to time.
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10. Details of Review of NGRBCs by the Company:																		
Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board / Any other Committee									Frequency (Annually / Half yearly / Quarterly / Any other – please specify)								
	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
Performance against Above policies and follow up action	Board of Directors									Annually								
Compliance with statutory requirements of relevance to the principles, and, rectification of any non-compliances	Board of Directors									Annually								
11. Has the entity carried out independent assessment / evaluation of the working of its policies by an external agency? (Yes/No). If yes, provide name of the agency.	P 1	P 2	P 3		P 4		P 5	P 6		P 7		P 8		P 9				
	No, however, all policies are reviewed internally by the Board of Directors and / or its relevant Committees	No	Yes, British Standard Institution and Factory Inspector		Yes, Secretarial Auditor		No	Yes, British Standard Institution		No, however, all policies are reviewed internally by the Internal Auditors of the Company		No, however, all policies are reviewed internally by the Internal Auditors of the Company		Yes, British Standard Institution				
In addition to the above, the above referred policies are also periodically reviewed & audited by the Company's Internal / Statutory Auditors, as may be required.																		

12. If answer to question (1) above is “No” i.e. not all Principles are covered by a policy, reasons to be stated:

Questions	P 1	P 2	P 3	P 4	P 5	P 6	P 7	P 8	P 9
The entity does not consider the Principles material to its business (Yes/No)	Not Applicable								
The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No)									
The entity does not have the financial or/ human and technical resources available for the task (Yes/No)									
It is planned to be done in the next financial year (Yes/No)									
Any other reason (please specify)									

SECTION C: PRINCIPLE-WISE PERFORMANCE DISCLOSURE

This section is aimed at helping entities demonstrate their performance in integrating the Principles and Core Elements with key processes and decisions. The information sought is categorized as “Essential” and “Leadership”. While the essential indicators are expected to be disclosed by every entity that is mandated to file this report, the leadership indicators may be voluntarily disclosed by entities which aspire to progress to a higher level in their quest to be socially, environmentally and ethically responsible.

PRINCIPLE 1: Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.

Essential Indicators

1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	Total number of training and awareness programmes held	Topics / principles covered under the training and its impact	% age of persons in respective category covered by the awareness programmes
Board of Directors	4	Environment, Health and Safety at Manufacturing Sites, Code of Conduct Topics including awareness on Prevention of Sexual Harassment (POSH)	100%
Key Managerial Personnel	4		100%
Employees other than BoD and KMPs	20		76.88%
Workers	–		–

* The Company's workers have been attending training and awareness programmes on BASF's Code of Conduct on a periodic basis. As per the Company's policy, employees and workers are required to attend such refresher training or awareness programmes once every two years, which will now become due for the workers during the financial year 2026-27.

2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as disclosed on the entity's website):

Monetary					
	NGRBC Principle	Name of the regulatory / enforcement agencies / judicial institutions	Amount (In INR)	Brief of the Case	Has an appeal been preferred? (Yes/No)
Penalty / Fine	Nil	NA	Nil	NA	NA
Settlement	Nil	NA	Nil	NA	NA
Compounding fee	Nil	NA	Nil	NA	NA

Non-Monetary				
	NGRBC Principle	Name of the regulatory / enforcement agencies / judicial institutions	Brief of the Case	Has an appeal been preferred? (Yes/No)
Imprisonment	Nil	NA	NA	NA
Punishment	Nil	NA	NA	NA

3. Of the instances disclosed in Question 2 above, details of the Appeal / Revision preferred in cases where monetary or non-monetary action has been appealed.

Case Details	Name of the regulatory / enforcement agencies / judicial institutions
Not Applicable	

4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.

Yes, the Company has anti-corruption/anti-bribery policy as a part of its Code of Conduct which adopts a zero-tolerance approach to bribery and corruption. The Code applies to all employees and directors and prohibits offering, giving, soliciting, or accepting bribes or improper benefits, including inappropriate gifts and entertainment. The same is available on Company's website www.basf.com/in

5. Number of Directors/KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/ corruption:

	F.Y. 2025-26	F.Y. 2024-25
Directors	Nil	Nil
KMPs	Nil	Nil
Employees	Nil	Nil
Workers	Nil	Nil

6. Details of complaints with regard to conflict of interest:

	F.Y. 2025-26		F.Y. 2024-25	
	Number	Remark	Number	Remark
Number of complaints received in relation to issues of Conflict of Interest of the Directors	Nil	Not Applicable	Nil	Not Applicable
Number of complaints received in relation to issues of Conflict of Interest of the KMPs	Nil	Not Applicable	Nil	Not Applicable

7. Provide details of any corrective action taken or underway on issues related to fines/ penalties / action taken by regulators / law enforcement agencies / judicial institutions, on cases of corruption and conflicts of interest.
– Not Applicable

8. Number of days of accounts payables ((Accounts payable*365) / Cost of goods/services procured) in the following format:

	F.Y. 2025-26	F.Y. 2024-25
Number of days of accounts payables	108	112

9. Open-ness of business

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties, in the following format:

Parameter	Metrics	F.Y. 2025-26	F.Y. 2024-25
Concentration of Purchases	a. Purchases from trading houses as % of total purchases	9.84%	8%
	b. Number of trading houses where purchases are made from	104	92
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	58%	66%
Concentration of Sales	a. Sales to dealers / distributors as % of total sales	43%	39%
	b. Number of dealers / distributors to whom sales are made	2371	2167
	c. Sales to top 10 dealers / distributors as % of total sales to dealers / distributors	31%	27%
Share of RPTs in	a. Purchases (Purchases with related parties / Total Purchases)	78%	79%
	b. Sales (Sales to related parties / Total Sales)	1%	1%
	c. Loans & advances (Loans & advances given to related parties / Total loans & advances)	34%	94%
	d. Investments * (Investments in related parties / Total Investments made)	-	99%

* Investment in BASF Agricultural Solutions India Ltd (Wholly Owned Subsidiary) is Rs. 70

Leadership Indicators

1. Awareness programmes conducted for value chain partners on any of the Principles during the financial year:

Total number of awareness programmes held	Topics/principles covered under the training	%age of value chain partners covered (by value of business done with such partners) under the awareness programmes
8	Anti-corruption, protection of human rights, information protection, etc.	13%

BASF follows a holistic sustainability approach across its entire value chain, beginning with suppliers, covering its own operations, and extending to customers. The Company has set clear commitments for responsible conduct along this chain, supported by defined targets and actions.

During the previous financial years, BASF conducted awareness programmes for its Service Providers on its Code of Conduct, which covers areas such as anti-corruption, trade control, competition law, protection of human rights, and information protection. The Company also follows a Train the Trainer approach, where it builds awareness on human rights among Service Providers, who then pass on this knowledge to their employees and colleagues.

2. Does the entity have processes in place to avoid/ manage conflict of interests involving members of the Board? (Yes/No) If Yes, provide details of the same.

BASF's Code of Conduct provides the basis for responsible behaviour and fosters trust based relationships with its stakeholders. It clearly states that personal relationships and interests of employees must not interfere with the Company's business activities or influence decision making. Employees, including Senior Management and Board Members, are required to disclose any situation where a potential conflict between personal and professional interests could arise.

The Company has implemented a Policy to manage conflicts of interest at the Board and Senior Management level. In addition, it obtains an annual conflict of interest declaration from the Board, Senior Management, and all other employees.

PRINCIPLE 2: Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators

1. Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.

	F.Y. 2025-26	F.Y. 2024-25	Details of improvement in environmental & social impacts
R&D	100%	100%	The amount has been spent on various allied EHS activities / innovation in products / processes of the Company
Capex	100%	13.3%	Fire Risk Mitigation, enhance Workplace Safety Standards, Emergency Response preparedness, Implementation of workplace Monitoring Technologies, Clean Energy Initiatives, Energy Conservation

2. a. Does the entity have procedures in place for sustainable sourcing? (Yes/No)

The Company has established necessary procedures such as sustainability assessments and periodic supplier audits to support sustainable sourcing.

Over the years, the Company has conducted EHS (Environment, Health and Safety) audits. At present, it is placing greater emphasis on TfS (Together for Sustainability) assessments and third party audits. These audits help ensure that suppliers adopt and comply with sustainability practices, including Environmental, Safety and Governance (ESG) guidelines. In cases where gaps are identified, the Company provides recommendations to suppliers and tracks the implementation of required improvements.

- b. If yes, what percentage of inputs were sourced sustainably?

The Company has sourced approximately 74% of its raw materials sustainably.

3. Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for (a) Plastics (including packaging) (b) E-waste (c) Hazardous waste and (d) other waste.
 - (a) Plastics (including packaging)

Plastic waste generated at the Company's manufacturing sites is treated as hazardous waste and is disposed of through agencies authorized by the respective State Pollution Control Boards, in full compliance with regulatory requirements.

In addition, Intermediate Bulk Containers used for raw materials are reused for packaging finished goods wherever compatibility allows. This approach supports circular use of materials and helps reduce both plastic waste generation and its disposal.
 - (b) E-waste

The E-waste generated at the manufacturing sites is managed in line with applicable regulatory requirements and is disposed of through agencies authorized by the respective State Pollution Control Boards.
 - (c) Hazardous waste

Hazardous waste generated at the Company's sites is managed and treated in accordance with applicable regulatory requirements and sustainable disposal practices.

At the Mangalore and Dahej locations, sludge generated from wastewater treatment, which is classified as hazardous waste, is used as a co fuel in cement manufacturing by cement companies, thereby avoiding landfill disposal. At the Mangalore site, solvents generated from equipment cleaning are recovered and reused for cleaning purposes, helping reduce the generation of hazardous waste. The installation of dedicated storage tanks at this site has also reduced the number of empty raw material containers. In addition, toxic metallic containers are crushed and disposed of through waste disposal service providers authorized by the Pollution Control Board.
 - (d) Other waste

All manufacturing sites of the Company operate with valid Consents to Operate and possess the required authorisations under the Hazardous Waste Management Rules. In line with regulatory requirements, the Company has reported all categories of waste, including plastic packaging waste.

The waste generated is delivered to service providers authorised by the State Pollution Control Boards to ensure safe and compliant disposal. Under the Company's Responsible Care initiative, plastic containers are shredded and forwarded to approved recyclers for further processing.

Going forward, the Company plans to source plastic packaging only from registered vendors and will obtain formal confirmation of their adherence to Extended Producer Responsibility requirements.

At the Panoli site, treated wastewater from the sewage treatment plant is reused for gardening purposes, supporting efforts towards water conservation.

4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same.

The Company is registered with the Central Pollution Control Board as a Brand Owner under the Plastic Waste Management Rules for its Agricultural Solutions portfolio and certain other B2C products, and is actively meeting its Extended Producer Responsibility obligations in line with these requirements. It is also registered as an Importer under the same Rules.

All manufacturing sites operate with valid Consents to Operate and hold Hazardous Waste Authorisations issued by the respective State Pollution Control Boards. Plastic waste generated at these locations is handled and disposed of in accordance with prescribed hazardous waste guidelines, ensuring compliance with regulations and responsible environmental management.

Leadership Indicators

1. Has the entity conducted Life Cycle Perspective / Assessments (LCA) for any of its products (for manufacturing industry) or for its services (for service industry)? If yes, provide details in the following format?

Life cycle assessments are conducted for products at the global BASF level. BASF also performs Eco Efficiency analyses globally, and the Company's manufacturing activities are aligned with this global approach. The aim of the Eco Efficiency analysis is to balance economic performance with environmental considerations by evaluating alternative solutions through a comprehensive review of costs and environmental impacts across the entire product life cycle.

These assessments are carried out in accordance with ISO 14040:2006 and ISO 14044:2006 standards for environmental life cycle assessment, while the evaluation of life cycle costs and overall Eco Efficiency follows ISO 14045:2012. BASF's global digital tools enable the calculation of the carbon footprint for around 45,000 products, covering stages from raw material extraction to the factory gate under a cradle to gate approach. This enhances transparency on product level emissions and helps identify opportunities to reduce greenhouse gas emissions across the value chain.

In addition, the Company is engaging with key customers to explore conducting life cycle assessments across the value chain and is sharing relevant Product Carbon Footprint data based on the cradle to gate methodology.

2. If there are any significant social or environmental concerns and / or risks arising from production or disposal of your products / services, as identified in the Life Cycle Perspective / Assessments (LCA) or through any other means, briefly describe the same along-with action taken to mitigate the same. – **Not Applicable**
3. Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry).

Indicate input material	Recycled or re-used input material to total material	
	F.Y. 2025-26	F.Y. 2024-25
Solvent from coatings business	76%	76%

4. Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format:

	F.Y. 2025-26				F.Y. 2024-25			
	Re-used	Recycled	Recovered	Safely Disposed	Re-used	Recycled	Recovered	Safely Disposed
Plastics (including packaging)	Nil	5.39	Nil	47.79	Nil	Nil	Nil	13.71
E-wastes	Nil	4.92	Nil	2.14	Nil	Nil	Nil	4.35
Hazardous waste	Nil	1,755.59	Nil	341.99	Nil	2,510.4	Nil	1,885.5
Other waste	Nil	509.03	Nil	303.34	Nil	Nil	Nil	Nil

5. Reclaimed products and their packaging materials (as percentage of products sold) for each product category.

Indicate product category	Reclaimed products and their packaging materials as % of total products sold in respective categories
Not Applicable	

PRINCIPLE 3: Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1. a. Details of measures for the well-being of employees:

% of employees covered by											
Category	Total (A)	Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent employees											
Male	1116	1116	100%	1116	100%	NA	NA	1116	100%	0	0
Female	134	134	100%	134	100%	134	100%	NA	NA	0	0
Total	1250	1250	100%	1250	100%	134	100%	1116	100%	0	0
Other than Permanent employees											
Male	1647	1647	100%	1647	100%	NA	NA	1647	100%	0	0
Female	92	92	100%	92	100%	92	100%	NA	NA	0	0
Total	1739	1739	100%	1739	100%	92	100%	1647	100%	0	0

b. Details of measures for the well-being of workers:

% of workers covered by											
Category	Total (A)	Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care facilities	
		Number (B)	% (B/A)	Number (C)	% (C/A)	Number (D)	% (D/A)	Number (E)	% (E/A)	Number (F)	% (F/A)
Permanent workers											
Male	87	87	100%	87	100%	NA	NA	87	100%	0	0
Female	0	0	0	0	0	0	0	NA	NA	0	0
Total	87	87	100%	87	100%	0	0	87	100%	0	0
Other than Permanent workers											
Male	1017	1017	100%	1017	100%	0	0	1017	100%	0	0
Female	0	0	0	0	0	0	0	0	0	0	0
Total	1017	1017	100%	1017	100%	0	0	1017	100%	0	0

c. Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format:

	F.Y. 2025-26	F.Y. 2024-25
Cost incurred on well- being measures as a % of total revenue of the company	0.04%	0.04%

2. Details of retirement benefits, for Current F.Y. and Previous Financial Year.

Benefits	F.Y. 2025-26			F.Y. 2024-25		
	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
Provident Fund	100%	100%	Yes	100%	100%	Yes
Gratuity	100%	100%	Yes	100%	100%	Yes
Employee State Insurance	NA	NA	NA	NA	NA	NA
Others – please specify	NA	NA	NA	NA	NA	NA

3. Accessibility of workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.

Yes, the Company's Registered Office at Vikhroli and all of its manufacturing locations are accessible to differently abled employees.

4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016? If so, provide a web-link to the policy.

The Company is committed to providing equal opportunities to persons with disabilities, in line with the Rights of Persons with Disabilities Act, 2016. This commitment is embedded in the Company's Code of Conduct, which promotes a culture of inclusion, non-discrimination, and equal opportunity for all employees and workers, including persons with disabilities.

5. Return to work and Retention rates of permanent employees and workers that took parental leave.

	Permanent employees		Permanent workers	
Gender	Return to work rate	Retention rate	Return to work rate	Retention rate
Male	100%	100%	100%	100%
Female	100%	100%	100%	100%
Total	100%	100%	100%	100%

6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

	Yes/No (If Yes, then give details of the mechanism in brief)
Permanent Workers	Yes, Details of our Grievance mechanism is available at Grievance mechanism
Other than Permanent Workers	Yes, Details of our Grievance mechanism is available at Grievance mechanism
Permanent Employees	Yes, Details of our Grievance mechanism is available at Grievance mechanism
Other than Permanent Employees	Yes, Details of our Grievance mechanism is available at Grievance mechanism

7. Membership of employees and worker in association(s) or Unions recognised by the listed entity:

Category	F.Y. 2025-26			F.Y. 2024-25		
	Total employees / workers in respective category (A)	No. of employees / workers in respective category, who are part of association(s) or Union (B)	% (B / A)	Total employees / workers in respective category (C)	No. of employees / workers in respective category, who are part of association(s) or Union (D)	% (D / C)
Total Permanent Employees	1250	0	0	1242	0	0
– Male	1116	0	0	1108	0	0
– Female	134	0	0	134	0	0
– Others	0	0	0	0	0	0
Total Permanent Workers	87	26	30%	125	58	46%
– Male	87	26	30%	124	58	47%
– Female	0	0	0	1	0	0
– Others	0	0	0	0	0	0

8. Details of training given to employees and workers:

Category	F.Y. 2025-26					F.Y. 2024-25				
	Total (A)	On Health and Safety Measures		On Skills upgradation		Total (D)	On Health and Safety Measures		On Skills upgradation	
		No. (B)	% (B / A)	No. (C)	% (C / A)		No. (E)	% (E / D)	No. (F)	% (F / D)
Employees										
Male	1116	1116	100%	1116	100%	1108	592	53%	1108	100%
Female	134	134	100%	134	100%	134	17	13%	134	100%
Total	1250	1250	100%	1250	100%	1242	609	49%	1242	100%
Workers										
Male	87	87	100%	87	100%	124	124	100%	124	100%
Female	0	0	0	0	0	1	1	100%	1	100%
Total	87	87	100%	87	100%	125	125	100%	125	100%

9. Details of performance and career development reviews of employees and worker:

Category	F.Y. 2025-26			F.Y. 2024-25		
	Total (A)	No. (B)	% (B / A)	Total (C)	No. (D)	% (D / C)
Employees						
Male	1116	1116	100%	1108	1108	100%
Female	134	134	100%	134	134	100%
Total	1250	1250	100%	1242	1242	100%
Workers						
Male	87	87	100%	124	124	100%
Female	0	0	0	1	1	100%
Total	87	87	100%	0	0	0

10. Health and safety management system:

- a. Whether an occupational health and safety management system has been implemented by the entity? (Yes/ No). If yes, the coverage such system?

The Company has established a comprehensive Occupational Health and Safety Management System that aligns with the standards of the Responsible Care Management System and is consistently implemented across all its operations.

Responsible Care^(R) is a global initiative of the chemical industry focused on the continuous improvement of Environmental, Health and Safety performance. At BASF, it is closely integrated into the overall business strategy, reflecting a strong commitment to environmental responsibility, energy efficiency, and a sustained focus on health and safety.

These principles are translated into clear requirements and objectives that support ongoing improvement in EHS performance as well as business practices, strengthening BASF's position as a responsible chemical company.

- b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?

Leadership at all levels within BASF is accountable for promoting a culture where Environment, Health and Safety is treated as a key priority. Leaders are expected to clearly communicate this commitment, strengthen awareness on EHS, and lead by example in their actions.

EHS performance is regularly communicated across the organization to enable effective management reviews. These reviews evaluate the adequacy and effectiveness of the EHS Management Systems, highlight improvement areas, and ensure that corrective actions are implemented in a timely manner.

As a responsible organization, BASF is committed to applying advanced occupational safety practices to provide a safe and healthy work environment for employees, contractors, and visitors within its area of responsibility.

In line with OHSAS 18001, hazard identification involves recognizing potential risks and understanding their nature. This is followed by evaluating risks by considering existing controls and determining their acceptability. For routine activities and workplaces, risks are systematically classified as low, medium, or high. The process includes the following steps:

- Hazard identification
- Hazard analysis
- Risk assessment
- Documentation of existing and additional control measures
- Verification of implementation of control measures

The work permit system defines minimum requirements and responsibilities for assessing hazards and managing risks associated with non routine activities. These may include maintenance, testing, shutdowns, construction, and demolition work.

Certain high risk activities require specific permits, such as confined space entry, hot work, line breaking, excavation, work at heights without protection, and special lifting operations.

- c. Whether you have processes for workers to report the work-related hazards and to remove themselves from such risks. (Y/N)

Yes, the Company has established clear processes that enable workers to report work related hazards and step away from unsafe conditions. This is embedded in the Company's safety culture, guided by the principles of "LOOK OUT, SPEAK UP, LEAD ON, and JOIN IN."

These principles encourage individuals to:

- **LOOK OUT:** Take responsibility for safety by following rules, identifying hazards, responding to risks, and learning from incidents
- **SPEAK UP:** Promote open communication where employees and management can freely raise safety concerns
- **LEAD ON:** Demonstrate leadership commitment by prioritizing safety and setting the right example
- **JOIN IN:** Ensure active participation of employees in safety related processes and initiatives

All manufacturing sites have Work Safety Committees with equal representation from workers and management, providing a platform for employees to share suggestions and participate in decision making. Employees are regularly informed about EHS performance and are encouraged to raise concerns, seek guidance, and contribute to improvement initiatives. The Company also runs a Safety Culture Development Program to strengthen safety behaviour across the organization.

As part of its diversity and inclusion efforts, the Company promotes the participation of women across its operations. A Reproductive Health Policy supports female employees during pregnancy and lactation, including reassignment to office based roles where required.

To support evolving employee needs, the Company has introduced and updated key policies such as:

- Sabbatical Leave Policy
- Parental Leave Policy
- Education Assistance Policy
- Long Service Award Policy

- d. Do the employees/ worker of the entity have access to non-occupational medical and healthcare services? (Yes/ No)

The Company has set up Occupational Health Centers across all its manufacturing sites as well as at the registered office, ensuring easy access to healthcare services. A qualified Occupational Health Physician is available to support employees with work related health matters.

All employees are covered under a Group Medical Insurance Policy, which provides access to medical care for non occupational health needs.

To promote overall well being, the Company also offers a confidential Employee Assistance Program that extends counselling support to employees and their families for personal, emotional, and psychological concerns, reflecting its commitment to holistic employee care.

11. Details of safety related incidents, in the following format:

Safety Incident/Number	Category	F.Y. 2025-26	F.Y. 2024-25
Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked)	Employees	0.97	0
	Workers	0	0
Total recordable work-related injuries	Employees	1	0
	Workers	0	0
No. of fatalities	Employees	0	0
	Workers	0	0
High consequence work-related injury or ill-health (excluding fatalities)	Employees	0	0
	Workers	0	0

12. Describe the measures taken by the entity to ensure a safe and healthy workplace.

The Company has implemented the Responsible Care® Management System to ensure consistent compliance with Environment, Health, and Safety (EHS) standards across the organization. A well-defined and documented Hazard Identification and Risk Assessment (HIRA) process is in place for both routine and non-routine activities, supported by a detailed Permit to Work system.

The Company has adopted the Responsible Care® Management System to ensure uniform adherence to Environment, Health, and Safety standards across all operations. A structured and documented Hazard Identification and Risk Assessment process is in place for both routine and non routine activities, supported by a comprehensive Permit to Work system.

An Accident and Incident Management System is implemented, under which employees are required to report all accidents, incidents, near misses, as well as unsafe acts or conditions. Each reported case is investigated in detail, and suitable corrective and preventive actions are taken.

Training is an essential part of the Company's safety framework and covers all employee categories. Practices such as risk assessments, workplace exposure monitoring, periodic health check ups, and incident reporting are integrated with process safety measures like Safety, Health and Environment reviews and Pre Startup Safety Reviews to maintain a safe and healthy workplace. The Company also has established emergency preparedness systems to handle unexpected situations effectively.

Under the Responsible Care® framework, key safety practices implemented include:

- Contractor Safety Management
- Training and Competency Evaluation Systems
- Permit to Work system
- Hazard Identification and Risk Assessment
- Accident and incident management system
- Process safety reviews and Hazard and Operability studies
- Management of Change practices
- Emergency response systems

Responsible Care® is treated as a long-term commitment toward improving EHS performance. To track progress, regular EHS audits are carried out across all manufacturing sites.

Responsible Care® audits serve as an important mechanism to strengthen safety at sites and plants. These audits assess Safety, Health and Environment performance against defined risk parameters and are conducted at regular intervals by experts in safety, environment, and occupational health.

Separate audits are conducted for:

- Safety and environmental performance
- Occupational health standards

The outcomes are consolidated to create a standardized and detailed performance profile for each site, supporting continuous improvement and accountability.

13. Number of Complaints on the following made by employees and workers:

	F.Y. 2025-26			F.Y. 2024-25		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	NIL	NIL	NA	NIL	NIL	NA
Health & Safety	NIL	NIL	NA	NIL	NIL	NA

14. Assessments for the year:

	% Of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	100%
Working Conditions	100%

15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.

As there were no significant risks or concerns arising from the assessment of health & safety practices and working conditions, no corrective action was taken or necessitated to address any safety related incidents

Leadership Indicators

1. Does the entity extend any life insurance or any compensatory package in the event of death of (A) Employees (Y/N) (B) Workers (Y/N).

The Company provides term life insurance coverage to its employees and workers in the event of death. It also has a family support policy for deceased employees, including unionized workforce, under which a one-time allowance of INR 25,000/- is provided along with a monthly financial support of INR 50,000/- for a period of 6 months from the date of the employee's demise.

2. Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.

The Company has established appropriate processes to ensure that statutory dues are properly deducted and deposited by its contractors. It also obtains periodic certifications from these contractors and undertakes checks and reviews through independent third party agencies to verify compliance.

3. Provide the number of employees / workers having suffered high consequence work-related injury / ill-health / fatalities (as reported in Q11 of Essential Indicators above), who have been are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:

	Total no. of affected employees/workers		No. of employees/workers that are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment	
	F.Y. 2025-26	F.Y. 2024-25	F.Y. 2025-26	F.Y. 2024-25
Employees	Nil	Nil	NA	NA
Workers	Nil	Nil	NA	NA

4. Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? (Yes/ No)

The Company does not provide such assistance programs.

5. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed
Health and safety practices	100%
Working Conditions	100%

In the case of contract manufacturing, the Company's Environment, Health and Safety requirements are extended to the manufacturing activities carried out by contract manufacturers. This ensures that all operations performed by such manufacturers and value chain partners adhere to the Company's EHS standards.

The Company conducts periodic audits of contract manufacturing operations with a focus on health and safety aspects. Compliance with the Company's environmental, health and safety requirements, as well as applicable legal standards, is reviewed regularly. These audits are carried out by Responsible Care® Audit Units or other qualified personnel within the organization.

6. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners.

As there were no significant risks or concerns arising from the assessment of health & safety practices and working conditions at such contract manufacturers, no corrective action was taken or necessitated to address safety related incidents.

PRINCIPLE 4: Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators

1. Describe the processes for identifying key stakeholder groups of the entity.

Local Communities: The Company identifies marginalized and disadvantaged groups through need assessment and engagement with local communities in and around the Company's manufacturing sites under its Corporate Social Responsibility (CSR) initiatives. The Company engages with students from low socio-economic backgrounds to enable quality education, women and communities who are deprived of adequate water, hygiene and sanitation facilities, initiatives on climate action due to its focus on Sustainable Development Goals.

The company engages with customers to promote sustainable practices.

Partners with NGOs that align with CSR goals. Engage and consult with Government/ Regulatory bodies to comply with regulations.

2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.

Stakeholder group	Whether identified as Vulnerable & Marginalized Group (Yes/No)	Channels of communication (Emails, SMS, Newspapers, Pamphlets, Advertisement, Community meetings, Notices Board, Website)	Frequency of engagement (Annually/ Half yearly/ Quarterly/others)- Please specify	Purpose and scope of engagement including key topics and concerns raised during such engagements
Customers	No	Newsletters, Email, SMS, Advertisements, Website, Social Media platforms	Monthly and for critical topics on real time basis.	Collaboration and co-creation (event-based engagements)
Employees	No	Townhalls, Emails, Video messages, Internal Communication platforms, Intranet, Notice Board	Real time as may be required. Quarterly townhalls are also conducted for regular sharing of information.	Creating a high performance organization, updating on employee safety, business performance and key initiatives from the Company
Shareholders, Local Stock Exchange	No	Email, Newspapers, Advertisement, Annual General Meeting, Postal Ballot, Website	Half-Yearly presentations to Analysts / Fund Managers. Timely dissemination of material information to the Stock Exchanges.	Business (financial) performance & Environmental initiatives of the Company

Stakeholder group	Whether identified as Vulnerable & Marginalized Group (Yes/No)	Channels of communication (Emails, SMS, Newspapers, Pamphlets, Advertisement, Community meetings, Notices Board, Website)	Frequency of engagement (Annually/ Half yearly/ Quarterly/others)- Please specify	Purpose and scope of engagement including key topics and concerns raised during such engagements
Suppliers	No	Email, SMS, Advertisement, Website	As and when required.	To ensure that the quality raw materials & services are procured at competitive prices.
Communities around our Manufacturing sites	Yes	Community Meetings, Events, Advertisements, School / Local functions, Whatsapp, Social Media	Annual presentations by Manufacturing sites.	Community Development Initiatives and dissemination of safety information.
Industry Associations	No	Meetings, Events, Advertisements, Social Media, Email	As and when required.	Business & Environmental performance of the Company & regulatory issues.

Leadership Indicators

1. Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.

The Company emphasizes continuous engagement with its key stakeholders such as investors, customers, suppliers, and employees, reflecting its commitment to transparency and accountability. The management regularly interacts with these stakeholders through multiple platforms to understand and address their views, concerns, and expectations.

A need assessment survey is conducted to identify gaps and requirements in key areas such as drinking water, sanitation and sewerage, education, livelihood, and other community infrastructure. These insights help in planning and implementing relevant CSR initiatives.

CSR project ideas and concepts emerging from interactions with government and regulatory authorities, business units, external stakeholders, and findings from need assessments are placed before the Board of Directors and the CSR Committee for their review and guidance.

2. Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No). If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.

The Company's manufacturing sites has a Community Advisory Panel for stakeholder consultation, which help in identifying the social concerns and our CSR activities are planned according to the inputs received.

For example, the Company's manufacturing site at Dahej, Gujarat has established a Community Advisory Panel for stakeholder consultation.

Schools located near the Company's sites in Gujarat and Mangalore share their requirements, such as digital classrooms and water purification systems. These needs are assessed through surveys conducted by the Company's implementing partners to evaluate requirements and feasibility.

During the year, a request was received from the Bharuch local authorities for the construction of a public sanitary facility in the area.

Additionally, the Company's Agricultural Solutions business proposed a CSR intervention for a flood rehabilitation programme in flood-affected regions of Maharashtra.

3. Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable/ marginalized stakeholder groups.

The Company is working on water conservation project to mitigate the challenge of water availability in Mallavaram and Kothapalli Pusalapadu villages of Andhra Pradesh.

A scholarship program has been taken up for all the manufacturing sites to provide basic education needs, DIY kits, financial aids and career counseling to school students.

PRINCIPLE 5: Businesses should respect and promote human rights

Essential Indicators

- 1 Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:

Category	F.Y. 2025-26			F.Y. 2024-25		
	Total (A)	No. of employees / workers covered (B)	% (B / A)	Total (C)	No. of employees / workers covered (D)	% (D / C)
Employees						
Permanent	1,250	1,250	100%	1,242	1,242	100%
Other than permanent	1,739	1,739	100%	1,799	1,799	100%
Total Employees	2,989	2,989	100%	3,041	3,041	100%
Workers						
Permanent	87	87	100%	125	125	100%
Other than permanent	1,017	1,017	100%	938	938	100%
Total Workers	1,104	1,104	100%	1,063	1,063	100%

- 2 Details of minimum wages paid to employees and workers, in the following format:

Category	F.Y. 2025-26					F.Y. 2024-25				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		No. (B)	% (B / A)	No. (C)	% (C / A)		No. (E)	% (E / D)	No. (F)	% (F / D)
Employees										
Permanent	1,250	0	0	1,250	100%	1,242	0	0	1,242	100%
Male	1,116	0	0	1,116	100%	1,108	0	0	1,108	100%
Female	134	0	0	134	100%	134	0	0	134	100%
Other than Permanent	1,739	0	0	1,739	100%	1,799	0	0	1,799	100%
Male	1,647	0	0	1,647	100%	1,720	0	0	1,720	100%
Female	92	0	0	92	100%	79	0	0	79	100%
Workers										
Permanent	87	0	0	87	100%	125	0	0	125	100%
Male	87	0	0	87	100%	124	0	0	124	100%
Female	0	0	0	0	0	1	0	0	1	100%
Other than Permanent	1,017	25	2%	992	98%	938	78	8%	860	92%
Male	965	20	2%	945	98%	888	78	9%	810	91%
Female	52	5	10%	47	90%	50	0	0	50	100%

- 3 Details of remuneration/salary/wages

- Median remuneration / wages:

	Male		Female	
	Number	Median remuneration/ salary/ wages of respective category	Number	Median remuneration/ salary/ wages of respective category
Board of Directors (Executive Directors)	–	–	–	–
Key Managerial Personnel	4	3,12,17,328	–	–
Employees other than BoD and KMP	1112	11,42,076	134	25,36,254
Workers	87	11,42,076	–	–

- Gross wages paid to females as % of total wages paid by the entity, in the following format:

	F.Y. 2025-26	F.Y. 2024-25
Gross wages paid to females as % of total wages	11.89%	11.66%

- 4 Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes/No)

Yes

- 5 Describe the internal mechanisms in place to redress grievances related to human rights issues.

The Company has put in place Compliance Management System (Navex - Ethics Point, which is a 3rd party web-based compliance tool <https://secure.ethicspoint.com/>) to report complaints / grievances related to violation of BASF's Code of Conduct including grievances related to human rights issues.

- 6 Number of Complaints on the following made by employees and workers:

	F.Y. 2025-26			F.Y. 2024-25		
	Filed during the year	Pending resolution at the end of the year	Remarks	Filed during the year	Pending resolution at the end of the year	Remarks
Sexual Harassment	Nil	Nil	NA	3	Nil	NA
Discrimination at workplace	Nil	Nil	NA	Nil	Nil	NA
Child Labour	Nil	Nil	NA	Nil	Nil	NA
Forced Labour/Involuntary Labour	Nil	Nil	NA	Nil	Nil	NA
Wages	Nil	Nil	NA	Nil	Nil	NA
Other human rights related issues	Nil	Nil	NA	Nil	Nil	NA

- 7 Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, in the following format:

	F.Y. 2025-26	F.Y. 2024-25
Total Complaints reported under Sexual Harassment on of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)	Nil	3
Complaints on POSH as a % of female employees / workers	Nil	2.22%
Complaints on POSH upheld	Nil	3

- 8 Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.

The Company places strong emphasis on upholding the dignity and respect of all employees, regardless of gender or hierarchy, and expects responsible behaviour from individuals at every level. Ensuring a safe, respectful, and supportive work environment is a key element of the Company's Code of Conduct. To protect complainants, the Company strictly prohibits any form of retaliation and also allows complaints to be submitted anonymously.

The Company has established a governance framework to address concerns related to discrimination or harassment of any nature. The Code of Conduct provides guidance to employees in this regard. In addition, an Internal Committee has been constituted under the POSH Act to handle complaints related to sexual harassment.

- 9 Do human rights requirements form part of your business agreements and contracts? (Yes/No)

The Company recognizes its responsibility to respect internationally accepted human rights. BASF is a founding member of the UN Global Compact and also a member of the Global Business Initiative on Human Rights (GBI).

BASF has incorporated its commitment to human rights within its Code of Conduct and formalized it through the BASF Policy Statement on Human Rights. It also expects its value chain partners to adhere to these standards as outlined in its Code of Conduct and Human Rights Policy. BASF remains committed to complying with global labour and social standards.

In line with global practices, the Company has included human rights compliance requirements in its standard purchase order terms, agreements/contracts with suppliers, and within its Supplier Code of Conduct. The Company views human rights due diligence as a critical responsibility that requires close collaboration with its value chain partners.

Further, BASF has strengthened its business partner due diligence processes globally and introduced a new IT tool, Trust Base, which screens business partners worldwide for potential risks such as corruption, human rights violations, or non-compliance with recognised ESG standards both at onboarding and periodically thereafter.

To enhance supply chain due diligence, the Company has also refined several measures, including supplier risk assessments and preventive controls such as structured due diligence for new suppliers, enforcement of the Supplier Code of Conduct, and inclusion of relevant clauses in supplier contracts.

The Company expects its suppliers to extend these standards to their own suppliers and subcontractors. Additionally, it aims to further safeguard the rights of third-party workers in high-risk regions through enhanced due diligence measures, including risk-based controls and initiatives that improve transparency and awareness of human rights issues.

10. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Sexual Harassment	Nil
Discrimination at workplace	Nil
Child Labour	Nil
Forced Labour/ Involuntary Labour	Nil
Wages	Nil
Others – please specify	–

11 Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above. – **Not Applicable**

Leadership Indicators

1. Details of a business process being modified / introduced as a result of addressing human rights grievances/ complaints.

Not Applicable as there have been no grievances / complaints of human rights violation received by the Company.

2. Details of the scope and coverage of any Human rights due-diligence conducted. – **NA**

3. Is the premise/office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016?

The Company's Registered Office at Vikhroli and its manufacturing plants are accessible to differently abled visitors, in accordance with the provisions of the Rights of Persons with Disabilities Act, 2016.

4. Details on assessment of value chain partners:

	% of value chain partners (by value of business done with such partners) that were assessed
Sexual Harassment	Nil
Discrimination at workplace	Nil
Child Labour	Nil
Forced Labour/ Involuntary Labour	Nil
Wages	Nil
Others – please specify	Nil

5. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above. – **Not Applicable**

PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment

1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:

Parameter	F.Y. 2025-26	F.Y. 2024-25
From renewable sources		
Total electricity consumption (A)	70,324.70	1,24,758.00
Total fuel consumption (B)	42,467.60	84,469.07
Energy consumption through other sources (C)	-	-
Total energy consumed from renewable sources (A+B+C)	1,12,792.30	2,09,227.07
From non-renewable sources		
Total electricity consumption (D)	1,08,378.73	71,963.39
Total fuel consumption (E)	2,46,640.53	2,55,469.97

Parameter	F.Y. 2025-26	F.Y. 2024-25
Energy consumption through other sources (F)	-	-
Total energy consumed from non-renewable sources (D+E+F)	3,55,019.25	3,27,460.36
Total energy consumed (A+B+C+D+E+F)	4,67,811.55	5,36,687.43
Energy intensity per rupee of turnover (Total energy consumed / Revenue from Operations) (MJ/INR)	0.0311	0.0035
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total energy consumed / Revenue from operations adjusted for PPP) (in MJ/ USD adjusted for PPP)*	0.63	0.75
Energy intensity in terms of physical Output	1.277	1.441
Energy intensity (optional) – the relevant metric may be selected by the entity	Not Applicable	Not Applicable

*Source for the PPP conversion rate is "<https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND>" World Economic Outlook (April 2026) - Implied PPP conversion rate

The comparative values of production have been restated due to change in production. As a result of this, the energy intensity for the previous year has been restated.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.

Not Applicable

3. Provide details of the following disclosures related to water, in the following format:

Parameter	F.Y. 2025-26	F.Y. 2024-25
Water withdrawal by source (in kilolitres)		
(i) Surface water	4,76,895	4,94,015
(ii) Groundwater	0	0
(iii) Third party water	0	0
(iv) Seawater / desalinated water	1,82,500	1,83,000
(v) Others	0	0
Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)	6,59,395	6,77,015
Total volume of water consumption (in kilolitres)	3,42,036	3,02,040
Water intensity per rupee of turnover (Total water consumption / Revenue from Operations) (in kL/INR)	0.0000227	0.0000204
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP) (in kL/ USD adjusted for PPP)*	0.00046	0.000421
Water intensity in terms of physical output (kL/ MT)	0.934	0.811
Water intensity (optional) – the relevant metric may be selected by the entity	Not Applicable	Not Applicable

To add footnotes:

***Source for the PPP conversion rate is "<https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND>" World Economic Outlook (April 2026) - Implied PPP conversion rate"

The comparative values of water consumption have been restated due to change in methodology of the water consumption reporting. As a result of this, water intensity for the previous year has been restated.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

4. Provide the following details related to water discharged:

Parameter	F.Y. 2025-26	F.Y. 2024-25
Water discharge by destination and level of treatment (in kilolitres)		
(i) To Surface water	0	0
– No treatment	0	0
– With treatment – please specify level of treatment	0	0
(ii) To Groundwater	0	0
– No treatment	0	0
– With treatment – please specify level of treatment	0	0
(iii) To Seawater	1,53,207	1,93,068
– No treatment	0	0
– With treatment – please specify level of treatment	1,53,207	1,93,068
(iv) Sent to third-parties	1,64,152	1,81,907
– No treatment	0	0
– With treatment – please specify level of treatment	1,64,152	1,81,907
(v) Others	0	0
– No treatment	0	0
– With treatment – please specify level of treatment	0	0
Total water discharged (in kilolitres)	3,17,359	3,74,975

*Source for the PPP conversion rate is "<https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND>" World Economic Outlook (April 2026) - Implied PPP conversion rate

Note: Indicate if any independent assessment / evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

5. Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.

The Company's manufacturing site at Panoli, Gujarat, operates as a Zero Liquid Discharge (ZLD) facility. Effluent generated from operations is sent to a Gujarat Pollution Control Board (GPCB)-approved third-party facility for co-processing. The Panoli site is also equipped with a Sewage Treatment Plant for treating domestic wastewater, with the treated water being used for gardening purposes in line with Consolidated Consent and Authorization conditions.

At the Mangalore site, a sewage treatment plant is being installed to treat domestic effluent, and the treated water will be utilised for gardening purposes.

6. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:

Parameter	Please specify unit	F.Y. 2025-26	F.Y. 2024-25
NOx	Kg	4,231	7,255.41
SOx	Kg	1,087	7,077.14
Particulate matter (PM)	Kg	7,738	9,433.78
Persistent organic pollutants (POP)	Kg	0	0
Volatile organic compounds (VOC)	Kg	77,078	78,406.07
Hazardous air pollutants (HAP)	Kg	0	0
Others – please specify	Kg	0	0

*Source for the PPP conversion rate is "<https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND>" World Economic Outlook (April 2026) - Implied PPP conversion rate

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:

Parameter	Unit	F.Y. 2025-26	F.Y. 2024-25
Total Scope 1 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available)	<i>Metric tonnes of CO₂ equivalent</i>	15,399.98	17,750.55
Total Scope 2 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available)	<i>Metric tonnes of CO₂ equivalent</i>	21,374.69	14,997.4
Total Scope 1 and Scope 2 emission intensity per rupee of turnover (Total Scope 1 and Scope 2 GHG emissions / Revenue from Operations)	<i>kg CO₂e/INR</i>	0.0024	0.0022
Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)* (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP)	<i>kg CO₂e/USD adjusted for PPP*</i>	0.050	0.046
Total Scope 1 and Scope 2 emission intensity in terms of physical output	<i>kg CO₂e/tonne of production</i>	100.43	87.92
Total Scope 1 and Scope 2 emission intensity (optional) – the relevant metric may be selected by the entity		–	–

*Source for the PPP conversion rate is "<https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND>" World Economic Outlook (April 2026) - Implied PPP conversion rate

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

8. Does the entity have any project related to reducing Green House Gas emission? If Yes, then provide details.

Globally BASF is setting itself even more ambitious goals on its journey to climate neutrality and aims to achieve net zero emissions by 2050. Based on the most recent progress in developing low-emission and CO₂-free technologies, the Company is also significantly raising its medium-term 2030 target for reduction in greenhouse gas emissions worldwide by 25% as compared with 2018 levels.

Through the Responsible Care Management System, which is practiced across all functions, BASF commits to the following Responsible Care® guiding principles:

- Enable a corporate leadership culture that proactively supports safe chemicals management.
- Safeguard people and the environment by continuously improving our environmental, health and safety performance, facility security, and the safety of our products.
- Strengthen Chemical Management Systems around the globe.
- Work with business partners to promote safe chemicals management within their own operations.
- Engage with stakeholders, respond to their concerns and communicate openly on our performance and products.
- Contribute to sustainability through development of innovative technologies and other solutions to societal challenges.

In addition, the Company will progressively switch to renewable sources to meet its electricity requirements. The Company's innovative products are also helping to protect the climate. The Company has used sustainable raw materials in many processes for a long time now and has a continuous program of research into new applications.

Addressing the global challenge of mismanaged plastic waste requires a collaborative effort involving companies, governments, non-governmental organizations, and civil society. As part of this commitment, BASF has joined the Alliance to End Plastic Waste as a co-founding member, alongside 30 other global companies.

The Alliance is dedicated to developing, deploying, and scaling solutions that minimize and manage plastic waste while promoting post-use strategies such as recycling, reuse, and repurposing. These efforts aim to keep plastic out of the environment and support a more sustainable, circular economy.

9. Provide details related to waste management by the entity, in the following format:

Parameter	F.Y. 2025-26	F.Y. 2024-25
Total Waste generated (in metric tonnes)		
Plastic waste (A)	121.63	13.71
E-waste (B)	8.61	4.35
Bio-medical waste (C)	0.37	0.013
Construction and demolition waste (D)	0	147.99
Battery waste (E)	6.50	3.48
Radioactive waste (F)	0	0
Other Hazardous waste. Please specify, if any. (G)	3,641.52	4,395.91
Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e. by materials relevant to the sector)	1,595.96	1,596.79
Total (A+B + C + D + E + F + G + H)	5,374.59	6,162.24
Waste intensity per rupee of turnover (Total waste generated / Revenue from Operations) (KT/INR)	0.00036	0.00041
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP) (KT/USD adjusted for PPP*)	0.00726	0.00859
Waste intensity in terms of physical output (tonne/tonne of production)	0.014679	0.016545
Waste intensity (optional) – the relevant metric may be selected by the entity	Not Applicable	Not Applicable
For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)		
Category of waste		
(i) Recycled	4,397.25	0
(ii) Re-used	-	0
(iii) Other recovery operations	-	0
Total	4,397.25	0
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste		
(i) Incineration	1,644.75	-
(ii) Landfilling	14.37	163.99
(iii) Other disposal operations	684.82	841.17
Total	2,343.95	1,005.72

*Source for the PPP conversion rate is "<https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND>" World Economic Outlook (April 2026) - Implied PPP conversion rate

The comparative values of production have been restated due to change in production. As a result of this, waste intensity for the previous year has been restated

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.

All of the Company's manufacturing sites manage waste in compliance with applicable legal and environmental requirements. Waste management practices are aligned with the conditions specified in the Consent to Operate and Hazardous Waste Authorization. Further, external waste management facilities are periodically audited to ensure adherence to required safety and environmental standards. The manufacturing sites follow

the “Reduce, Reuse, Recycle, Recover, and Dispose” approach by continuously improving and modifying processes. Ongoing enhancements in manufacturing processes and technology help reduce hazardous waste generation across sites, supported by the substitution of hazardous chemicals with safer alternatives.

Waste with high calorific value is directed for incineration or co-processing as co-fuel. At the Mangalore site, sludge generated from wastewater treatment is utilised as co-fuel in cement manufacturing, avoiding incineration and subsequent landfill disposal. The transition to bulk chemical storage has helped reduce the generation of hazardous packaging waste such as drums. Toxic metal containers are crushed and disposed of safely, while cleaned plastic IBCs are reused for product packaging, accounting for around 35% of IBC usage in the Dispersions plant for domestic supply. This initiative significantly lowers plastic waste generation and disposal. Additionally, a solvent recovery unit has been installed to recycle solvents used during equipment cleaning.

At the Dahej site, polymer sludge and spent organic waste are treated at a pre-processing facility before being utilised in the cement industry. The shift from drum-based to bulk packaging has also reduced electricity consumption for freezing and reheating product drums, and has led to lower hazardous waste generation at the customer end.

11. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:

Although none of the Company’s operations / offices are falling in or around ecologically sensitive areas, your Company has obtained environmental clearance for its manufacturing sites as mentioned below:

Sr. No.	Location of operations / offices	Type of operations	Whether the conditions of environmental approval/ clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
1	Bala, Surathkal, Mangalore, Karnataka	Manufacturing	Yes
2	Dahej	Manufacturing	Yes
3	Navi Mumbai	Manufacturing	Environmental clearances are not required as per regulation
4	Panoli	Manufacturing	Environmental clearances are not required for Company’s manufacturing site at Panoli, Gujarat.

12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year:

The Company has not undertaken any environmental impact assessments during the current financial year.

13. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format:

Sr. No.	Specify the law / regulation / guidelines which was not complied with	Provide details of the non-compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
Not Applicable				

Leadership Indicators

1. Water withdrawal, consumption and discharge in areas of water stress (in kilolitres):
For each facility / plant located in areas of water stress, provide the following information:
- Name of the area
Mangalore (Karnataka), Dahej (Gujarat), Navi Mumbai (Maharashtra), Panoli (Gujarat)
 - Nature of operations
Manufacturing
 - Water withdrawal, consumption and discharge in the following format:

(iv) Parameter	F.Y. 2025-26	F.Y. 2024-25
Water withdrawal by source (in kilolitres)		
(i) Surface water	4,76,895	4,94,015
(ii) Groundwater	0	0
(iii) Third party water	0	0
(iv) Seawater / desalinated water	1,82,500	1,83,000
(v) Others	0	0
Total volume of water withdrawal (in kilolitres)	6,59,395	6,77,015

(iv) Parameter	F.Y. 2025-26	F.Y. 2024-25
Total volume of water consumption (in kilolitres)	3,42,036	3,02,040
Water intensity per rupee of turnover (Total water consumption / turnover)	0.0000227	0.0000204
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP) (kL/ USD adjusted for PPP)*	0.00046	0.000421
Water intensity in terms of physical output	0.934	0.811
Water intensity (optional) - the relevant metric may be selected by the entity	Not Applicable	Not Applicable

Water discharge by destination and level of treatment (in kilolitres)		
(i) To Surface water	0	0
- No treatment	0	0
- With treatment – please specify level of treatment	0	0
(ii) To Groundwater	0	0
- No treatment	0	0
- With treatment – please specify level of treatment	0	0
(iii) To Seawater	1,53,207	1,93,068
- No treatment	0	0
- With treatment – please specify level of treatment	1,53,207	1,93,068
(iv) Sent to third-parties	1,64,152	1,81,907
- No treatment	0	0
- With treatment – please specify level of treatment	1,64,152	1,81,907
(v) Others	0	0
- No treatment	0	0
- With treatment – please specify level of treatment	0	0
Total water discharged (in kilolitres)	3,17,359	3,74,975

*Source for the PPP conversion rate is "https://www.imf.org/external/datamapper/PPPEX@WEO/OEMDC/IND"World Economic Outlook (April 2026) - Implied PPP conversion rate

The comparative values of water consumption have been restated due to change in methodology of the water consumption reporting. As a result of this, water intensity for the previous year has been restated.

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency.

Yes, an independent reasonable assurance has been conducted by TÜV SUD South Asia Private Limited

2. Please provide details of total Scope 3 emissions & its intensity, in the following format:

Parameter	Unit	F.Y. 2025-26	F.Y. 2024-25
Total Scope 3 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available)	Metric tonnes of CO ₂ equivalent	–	–
Total Scope 3 emissions per rupee of turnover		–	–
Total Scope 3 emission intensity (optional) – the relevant metric may be selected by the entity		–	–

Note: Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N) If yes, name of the external agency. – Not Applicable

3. With respect to the ecologically sensitive areas reported at Question 11 of Essential Indicators above, provide details of significant direct & indirect impact of the entity on biodiversity in such areas along-with prevention and remediation activities.

Although the Company does not operate in any ecologically sensitive areas, it remains deeply committed to addressing the concerns of all its stakeholders. The discharge parameters are independently monitored by an agency appointed by the Ministry of Environment, Forest and Climate Change, Government of India. Monitoring reports are regularly shared with all stakeholders to ensure transparency.

As a Responsible Care® Company, the organization ensures that all wastewater is treated before discharge, in a manner that does not harm the environment. The disposal of treated water is carried out in accordance with the Consent to Operate issued for each site. Notably, the Panoli manufacturing facility operates as a zero-discharge site. At the Mangalore, Navi Mumbai, and Dahej locations, treated water is discharged into the sea through designated local collection centres.

4. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format:

Sr. No.	Initiative undertaken	Details of the initiative (Web-link, if any, may be provided along-with summary)	Outcome of the initiative
1.	Elimination of waste incineration	ETP sludge is sent for co-incineration in cement manufacturing as alternate fuel energy recovery (Pre-processing).	Reduction in greenhouse gas emission by 4000 T/year.
2.	Reduction in hazardous waste disposal	Reduction of plastic waste. Solvent recovery unit at Mangalore.	Around 35% IBC's are re-used in Dispersions plant. Re-use of 76% of recovered solvent and waste generation as well.
3.	Rainwater harvesting	Rainwater harvesting is done at Company's manufacturing sites at Mangalore and Dahej.	To increase the ground water table. Around 2600KL of water is harvested annually.
4.	Ground water monitoring	Monthly ground water quality monitoring done at site.	To establish baseline data and to check the ground water quality.
5.	Change to eco-friendly production	Change of product category which has less baking window at automotive customers.	Reduction of energy consumption/ Greenhouse gas emissions at customer end.
6.	Reuse of treated effluent	Quality of treated effluent has been improvised by implementation of tertiary and hence 85% of treated effluent is being reused for vessel washing, floor washing, gardening, and similar other purposes.	Total treated effluent water recycled - 11440 m3 in the current year.
7.	Measures been taken for energy conservations	Obtain power from solar source	Reduction of 7000TPA of CO2 emissions.
8.	Reduction in generation of Hazardous waste at Thane site	Recycling of raw material drums for packing of products.	3900 drums of 200-liter capacity and 348 IBC reused for the year 2025
9.	Reduction in effluent generation	Modified procedure for HP cleaning in Mangalore site.	Effluent quantity reduction by 10 m3/day.

5. Does the entity have a business continuity and disaster management plan? Give details in 100 words/ web link.
The Company has established a structured Incident and Crisis Management System (ICMS) that clearly defines roles and responsibilities across the organization. This system provides guidance to the management team to handle incidents or crisis situations effectively. Its main objective is to reduce any negative impact on operations, reputation, and stakeholders, while ensuring a quick return to normalcy.

The ICMS is designed to deal with any event that may disrupt business operations or affect the Company's credibility. This includes situations such as financial losses, environmental damage, health and safety risks, security concerns, legal issues, or incidents requiring significant deployment of resources at regional or global levels.

6. Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard.

N/A

7. Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.

The Company has not conducted any environmental assessment / evaluation of its value chain partners.

8. How many Green Credits have been generated or procured:

a. By the listed entity: Nil

b. By the top ten (in terms of value of purchases and sales, respectively) value chain partners": Nil

During the year the Company has generated Green Credits of 33,737.3 Mwh.

PRINCIPLE 7: Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1. a. Number of affiliations with trade and industry chambers / associations.
The Company has affiliations with 14 trade and industry chambers / associations.
- b. List the top 10 trade and industry chambers / associations (determined based on the total members of such body) the entity is a member of / affiliated to.

Sr. No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/National)
1	Confederation of Indian Industry	National
2	Federation of Indian Chambers of Commerce & Industry	National
3	Federation of European Business in India	National
4	Bombay Chamber of Commerce & Industry	State
5	Indian Chemical Council	National
6	Indo German Chamber of Commerce	National
7	Croplife India	National
8	IESA (India Energy Storage Alliance)	National
9	Alliance for Agri-innovations	National
10	Indian Polyurethane Association	National

2. Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.
 - **Not Applicable. As there was no anti-competitive conduct by the Company, no adverse orders were passed by regulatory authorities against the Company.**

Leadership Indicators

1. Details of public policy positions advocated by the entity:

Sr. No.	Public policy advocated	Method resorted for such advocacy	Whether information available in public domain? (Yes/No)	Frequency of Review by Board (Annually / Half yearly / Quarterly / Others – please specify)	Web Link, if available
1.	Trade barriers like registration of manufacturing sites by Bureau of Indian Standards (BIS) under Mandatory Quality Control Orders (QCOs), Anti-dumping duties and Minimum import price (MIP)	through FICCI / CII / ICC	No	Monthly review by impacted businesses	–
2.	Chemical inventory upload on ChemIndia portal of Department of Chemicals and Petrochemicals	through FICCI / CII / ICC	No	Quarterly review by Executive leadership team along with Product stewardship	–
3.	Foreign trade agreement with UK/ EU	through FICCI / CII / ICC	No	Monthly review by relevant businesses	–

PRINCIPLE 8: Businesses should promote inclusive growth and equitable development**Essential Indicators**

1. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year. - **Nil**
2. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format: - **Nil**
3. Describe the mechanisms to receive and redress grievances of the community. - **Not Applicable**
4. Percentage of input material (inputs to total inputs by value) sourced from suppliers:

	F.Y. 2025-26	F.Y. 2024-25
Directly sourced from MSMEs/ small producers	23%	18%
Directly from within India	65%	68%

5. Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost:

Location	F.Y. 2025-26	F.Y. 2024-25
Rural	0%	2%
Semi-urban	17%	8%
Urban	19%	19%
Metropolitan	64%	71%

(Place to be categorized as per RBI Classification System - rural / semi-urban / urban / metropolitan)

Leadership Indicators

1. Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above): **Not Applicable**
2. Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies:

Based on the need assessment done around the manufacturing sites, the Company has undertaken CSR projects/ activities in and around its Manufacturing Sites at Navi Mumbai, Dahej and Mangalore. The initiatives are mainly focused on WASH and quality education. Further, the Company has also undertaken projects in Andhra Pradesh and Kerala.

3.
 - a) Do you have a preferential procurement policy where you give preference to purchase from suppliers comprising marginalized /vulnerable groups? (Yes/No) **No, the Company does not have a preferential procurement policy.**
 - b) From which marginalized / vulnerable groups do you procure? **Not Applicable**
 - c) What percentage of total procurement (by value) does it constitute? **Not Applicable**
4. Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year), based on traditional knowledge: – **NIL**
5. Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved. – **Not Applicable**

6. Details of beneficiaries of CSR Projects:

Sr. No.	CSR Project	No. of persons benefitted from CSR Projects	% of beneficiaries from vulnerable and marginalized groups
1.	Smart Classrooms (To provide 7 smart classrooms across Mangalore and Dahej near our sites schools) to promote digitalization in education)	~ 1200	100%
2.	Smart boards installed for schools	~ 5000	100%
3.	A scholarship programme for all sites to provide basic education needs, DYI kits, financial aids and career counseling to school students	~ 400	100%
4.	Extension to Menstruation Hygiene project 3.0 with Sulabh (Dahej)	~ 100	100%
5.	Extension to Skilling of women in art and craft, with a business linkage with Sulabh (Dahej)	~ 30	100%
6.	Installation of 7 school water purification systems in Dahej and Mangalore	~ 1200	100%
7.	Extension to recycling of PU from footwear waste to rebounded foam and developing a product with recycled material which can be donated to schools/ community	~ 4000	90%
8.	WASH and Educational Initiative (Mangalore)	2500	100%
9.	ChemAmaze 2.0 (Extension to the development of games based on chemistry with Pune Knowledge Cluster and IIT Madras)	~ 22000	60%
10.	Maharashtra flood rehabilitation	1000	100%
11.	Wenyan (Scholarship program for women graduation, post-graduation and PhD background)	49	100%
12.	Customer collaboration skill development	44	100%
13.	iTeach initiative with schools	560	100%
14.	Gadchiroli Livelihood development	5657	70%
15.	Construction of Sanitary facility at Bharuch	~ 7000 users per year	50%
16.	BASF Kids' Lab 3.0	7500	100%

PRINCIPLE 9: Businesses should engage with and provide value to their consumers in a responsible manner
Essential Indicators

- Describe the mechanisms in place to receive and respond to consumer complaints and feedback.
The Company has rolled out NPS (Net Promoter System) to seek feedback and suggestions from customers. The feedback is obtained from the customers on the product quality and services. This feedback is evaluated internally, and appropriate actions are taken in order to meet the customer's expectations.
Further, the Company also has Non-Conformance Management (NCM) system in place to register and address customer complaints. These complaints are handled in a SAP based system, which provides feedback to the customer about the root cause analysis, corrective actions, and measures undertaken by the business to prevent its recurrence.
- Turnover of products and / services as a percentage of turnover from all products / service that carry information about:

	As a percentage to total turnover
Environmental and social parameters relevant to the product	100%
Safe and responsible usage	100%
Recycling and/or safe disposal	100%

3. Number of consumer complaints in respect of the following:

	F.Y. 2025-26		Remarks	F.Y. 2024-25		Remarks
	Received during the year	Pending resolution at end of year		Received during the year	Pending resolution at end of year	
Data privacy	Nil	Nil	Not Applicable	Nil	Nil	Not Applicable
Advertising	Nil	Nil		Nil	Nil	
Cyber-security	Nil	Nil		Nil	Nil	
Delivery of essential services	Nil	Nil		Nil	Nil	
Restrictive Trade Practices	Nil	Nil		Nil	Nil	
Unfair Trade Practices	Nil	Nil		Nil	Nil	
Other – Quality Control	Nil	Nil		Nil	Nil	

4. Details of instances of product recalls on account of safety issues:

	Number	Reasons for recall
Voluntary recalls	Nil	Not Applicable
Forced recalls	Nil	Not Applicable

5. Does the entity have a framework/ policy on cyber security and risks related to data privacy? (Yes/No)
If available, provide a web-link of the policy.

The company has a Data Privacy Policy, which has been hosted on the Company's website www.basf.com/in.

6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.

Not Applicable, as there were no issues or concerns related to advertising, delivery of essential services, cyber security, penalties or actions initiated by regulatory authorities for safety of Company's products.

7. Provide the following information relating to data breaches:

a. Number of instances of data breaches

There were no instances of data breaches during the financial year 2025-26.

b. Percentage of data breaches involving personally identifiable information of customers

Nil

c. Impact, if any, of the data breaches

Nil

Leadership Indicators

1. Channels / platforms where information on products and services of the entity can be accessed (provide web link, if available).

Although there is no central platform for accessing information about all the products and services of the Company, each business unit has developed its own platform where information related to their products is available. For e.g. information about the Company's Agricultural Solutions business can be accessed at Website: <http://crop-protection.basf.in/en> AgGenie App: <https://basf.link/AgGenie>. Similarly, other business units of the Company have also independently developed their platforms, depending upon their requirements, where information on their products is available.

2. Steps taken to inform and educate consumers about safe and responsible usage of products and / or services.

The Company's Agricultural Solutions business conducts dedicated 'Suraksha Hamesha' meetings aimed at promoting the responsible use of crop protection products and the adoption of personal safety measures, while reinforcing the 9 steps for their responsible use. These meetings place strong emphasis on key stewardship aspects such as safe handling, application, storage, and disposal of crop protection products. The importance of using personal protective equipment is also consistently highlighted in all farmer interactions. In addition, the Company provides Sanrakshan Kits to its channel partners for onward distribution and sale to farmers.

The Company has further leveraged digital platforms such as Facebook, YouTube, the AgGenie app, SMS, and WhatsApp to raise awareness about safe farming practices. It has developed a simple, language-neutral animated film illustrating the 9 steps for responsible use of crop protection products, which has been widely promoted across digital platforms and has reached over 60 million stakeholders within the farming community. Additionally, a material safety data sheet accompanies each product, providing buyers with information on its safe and responsible usage.

3. Mechanisms in place to inform consumers of any risk of disruption/discontinuation of essential services.

The Company communicates with its customers through various media viz., emails, personal meetings, audio-visual means, etc., to inform customers of any such disruptions / discontinuation of essential services.

4. Does the entity display product information on the product over and above what is mandated as per local laws? (Yes/No/Not Applicable) If yes, provide details in brief. Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole? (Yes/No)

The Company complies with all applicable laws and regulations concerning product labelling. In addition to the mandatory disclosures, the labels also include supplementary information related to the safe handling and use of the products.

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai

Dated : May 19, 2026



As part of a BASF Starting Ventures initiative, 8 #trinamIX PAL spectrometers were handed over to support local teams in India together with Green Worms, who are driving circular solutions on the ground.

Assurance statement on third-party verification of sustainability information

Unique identification no.: 3153210250

TÜV SÜD South Asia Pvt Ltd. (hereinafter TÜV SÜD) has been engaged by **BASF India Limited, Godrej One, Vikhroli (East), Mumbai, IN - 400079 Mumbai** (hereinafter “Company”) for the period from April 1, 2025 to March 31, 2026.

The verification was carried out according to the steps and methods described below.

Scope of the verification

The third-party verification was conducted to obtain independent assurance about whether the Sustainability information is prepared in reference to BRSR standard/framework (hereinafter referred as “Reporting Criteria”).

Reporting standard/framework

The disclosures have been prepared by **BASF India Limited**, in reference to:

BRSR Core – Framework for assurance and ESG disclosures for value chain as per SEBI (Securities and Exchange Board of India) Circular No. SEBI/HO/CFD/CFD-SEC-2/P/CIR/2023/122 dated July 12, 2023.

The following sustainability indicators’ reporting are included in the scope of the assurance engagement during the reporting period Financial Year 2025-2026 as listed below

Reasonable level of assurance of ‘BRSR 9 Core Attributes’

Other than as described in the preceding paragraph, which sets out the scope of our engagement, we did not perform assurance procedures on the remaining information included in the BRSR reporting, and accordingly, we do not express a conclusion on this information. It was not part of our engagement to review product - or service - related information, references to external information sources, expert opinions and future-related statements in the Report.

Responsibility of the Company

The legal representatives of the Company are responsible for the preparation of the BRSR report in accordance with the Reporting Criteria. This responsibility includes in particular the selection and use of appropriate methods for measurement, calculation, collection and compilation of information and the making of appropriate assumptions or, where appropriate, the making of appropriate estimates. Furthermore, the legal representatives are responsible for necessary internal controls to enable the preparation of a BRSR report that is free of material - intentional or unintentional - erroneous information.

Verification methodology and procedures performed

The verification engagement has been planned and performed in accordance with the verification methodology developed by the TÜV SÜD Group which is based on ISAE 3000 assurance engagement standard and ISO 17029.

Level of Assurance

Reasonable Level of assurance for the 9 core attributes of BRSR (Ref: **Annexure I** of SEBI circular)

The verification was based on a systematic and evidence-based assurance process limited as stated above. The selection of assurance procedures is subject to the auditor’s own judgment.

- Inquiries of personnel who are responsible for the stakeholder engagement und materiality analysis to understand the reporting boundaries
- Evaluation of the design and implementation of the systems and processes for compiling, analysing, and aggregating sustainability information as well as for internal controls
- Inquiries of company’s representatives responsible for collecting, preparing and consolidating sustainability information and performing internal controls
- Analytical procedures and inspection of sustainability information as reported at group level by all locations

- Assessment of local data collection and management procedures and control mechanisms through a sample survey at selected multiple sites as mentioned below:

Sl. No.	Company Name	Site Address
		Onsite Review
1	BASF India Limited	Corporate office- Unit No.10A,10B & 10C (part), 10 th Floor, Godrej One, Pirojsha Nagar, Eastern Express Highway, Vikhroli (East), Mumbai - 400 079
2		Manufacturing Facilities- Surathkal Bajpe Road, Bala/Thokur Village, Via. Katipalla, Mangalore - 575030, Karnataka
3		Manufacturing Facilities- Plot No 4B, GIDC, Taluka. Vagra, Dist. Bharuch, Dahej - 392130, India
4		Offsite review-
5		Manufacturing Facilities- Survey No 432/1+2, Umarwada, Panoli, Gujarat 393001
6		Manufacturing Facilities- Plot Nos. 12 & 13, TTC Industrial Area, MIDC, Thane – Belapur Road, Turbhe, Navi Mumbai - 400 705, Maharashtra

Reasonable level of Assurance- BRSR 9 Core Attributes

On the basis of the assessment procedures carried out & evidence we have collected during December 19, 2025 to May 15, 2026, the identified sustainability indicators of 9 Core Attributes (Listed in **Annexure I** of this statement) of BRSR for FY 2025-26 are prepared in all material respect in accordance with the reporting requirements outlined in BRSR Core.

Limitations

The assurance process was subject to the following limitations:

- The subject matter information covered by the engagement are described in the “scope of the engagement”. Assurance of further information included in the BRSR reporting was not performed. Accordingly, TÜV SÜD do not express a conclusion on this information.
- The assurance scope excluded forward-looking statements, product- or service-related information, external information sources and expert opinions.

Use of this Statement

The Company must reproduce the TÜV SÜD statement and possible attachments like Assurance report in full and without omissions, changes, or additions.

This statement is by the scope of the engagement solely intended to inform the Company as to the results of the mandated assessment. TÜV SÜD has not considered the interest of any other party in the selected sustainability information, this assurance report or the conclusions TÜV SÜD has reached. Therefore, nothing in the engagement or this statement provides third parties with any rights or claims whatsoever.

Independence and competence of the verifier

TÜV SÜD South Asia Pvt Ltd. is an independent certification and testing organization and member of the international TÜV SÜD Group, with accreditations also in the areas of social responsibility and environmental protection. The assurance team was assembled based on the knowledge, experience and qualification of the auditors. TÜV SÜD South Asia Pvt Ltd. hereby declares that there is no conflict of interest with the Company.

Mr. Prosenjit Mitra
General Manager - Verification, Validation and Audit
Management System Assurance

Ms. Brototi Das
Verification Team Leader,
TÜV SÜD Management System Assurance

Mumbai
Date: May 22, 2026

Sr. No.	Attribute	Parameter	Cross reference to BRSR (P-Principles/ E-Essential Indicator)
1.	Green-house gas (GHG) foot-print Greenhouse gas emissions may be measured in accordance with the Greenhouse Gas Protocol: A Corporate Accounting and Reporting Standard*	Total Scope 1 emissions (Break-up of the GHG into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available) Total Scope 2 emissions (Break-up of the GHG (CO ₂ e) into CO ₂ , CH ₄ , N ₂ O, HFCs, PFCs, SF ₆ , NF ₃ , if available) GHG Emission Intensity (Scope 1 + 2)	P6-E7
2.	Water footprint	Total water consumption Water consumption intensity Water Discharge by destination and levels of Treatment	P6-E3 P6-E4
3.	Energy footprint	Total energy consumed % of energy consumed from renewable sources Energy intensity	P6-E1
4.	Embracing circularity - details related to waste management by the entity	Plastic waste (A) E-waste (B) Bio-medical waste (C) Construction and demolition waste (D) Battery waste (E) Other Hazardous waste. Please specify, if any. (G) Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e., by materials relevant to the sector) Total waste generated (A + B + C + D + E + F + G + H) Waste intensity Each category of waste generated, total waste recovered through recycling, re-using or other recovery operations For each category of waste generated, total waste disposed by nature of disposal method	P6-E9
5.	Enhancing Employee Wellbeing and Safety	Spending on measures towards well being of employees and workers – cost incurred as a % of total revenue of the company Details of safety related incidents for employees and workers (including contract-workforce e.g. workers in the company's construction sites)	P3-E1 P3-E11
6.	Enabling Gender Diversity in Business	Gross wages paid to females as % of wages paid Complaints on POSH	P5-E3 P5-E7
7.	Enabling Inclusive Development	Input material sourced from following sources as % of total purchases – Directly sourced from MSMEs/ small producers and from within India Job creation in smaller towns – Wages paid to persons employed in smaller towns (permanent or nonpermanent /on contract) as % of total wage cost	P8-E4 P8-E5
8.	Fairness in Engaging with Customers and Suppliers	Instances involving loss / breach of data of customers as a percentage of total data breaches or cyber security events Number of days of accounts payable	P9-E7 P1-E8
9.	Open-ness of business	Concentration of purchases & sales done with trading houses, dealers, and related parties Loans and advances & in-vestments with related parties	P1-E9

Statement containing particulars pursuant to Section 134(3)(m) of the Companies Act, 2013 and Rule 8 of the Companies (Accounts) Rules, 2014 and forming part of the Directors' Report.

A. CONSERVATION OF ENERGY

Your Company's focus on Energy Management, Operational Excellence, Plant Reliability improvement continued during the year under report. Your Company continued its policy of giving priority to energy conservation measures including regular review of energy generation, distribution, consumption and effective control on utilization of energy in its manufacturing sites at Turbhe (Navi Mumbai) (Maharashtra), Mangalore (Karnataka), Dahej and Panoli (Gujarat).

The following energy saving measures have been implemented at the Company's manufacturing sites:

Electrical Energy Efficiency Initiatives:

- Optimized cooling tower pump and fan operations through Variable Frequency Drives (VFDs)
- Installed VFDs across equipment to align power consumption with process load
- Improved power factor through capacitor bank optimization to reduce transmission losses
- Installed Auto Voltage Regulators for lighting systems
- Replaced conventional lighting (Sodium Vapor / CFL) with energy-efficient LED fixtures
- Replaced old motors with IE3 energy-efficient motors in a phased manner
- Upgraded to energy-efficient air compressor systems
- Adjusted compressed air pressure settings to optimize power consumption based on historical power consumption data
- Replaced legacy chillers with high-efficiency chillers for Air Handling Unit operations
- Improved chiller performance through periodic descaling and maintenance
- Installed optimized demineralized water generation plant reducing water and energy losses
- Reduced utility energy consumption through systematic optimization under ISO 50001 framework
- Installation of a new 200 nM3 Nitrogen generation plant, resulting in improved energy efficiency and energy saving.

Thermal Energy / Fuel Optimization Initiatives :

- Reduced natural gas consumption through batch cycle optimization in Pesol process
- Installed Waste Heat Recovery Boiler in sulfation plant to recover process heat and generate low-pressure steam
- Utilized excess low-pressure steam from process plants for boiler feed water preheating
- Optimized Thermic Fluid Heater operations to reduce natural gas consumption
- Achieved 30% reduction in steam consumption through new CED manufacturing process
- Reduced diesel consumption by 5% through additive-based optimization in high-speed diesel
- Optimizing HSD consumption in the off-gas burning system by improving PID controllers, resulting in a 35% reduction.

Renewable / Decarbonization Initiatives

- Installed rooftop solar panels
- Hybrid Solar + Wind Power Purchase Agreement under Captive Power Generation Mechanism
- Purchase of solar power from external solar parks under Power Purchase Agreements
- Biomass-based steam generation replacing furnace oil
- Waste heat recovery boiler reducing carbon footprint

Energy Management & Governance Initiatives :

- Achieved ISO 50001 certification for Energy Management System at Dahej, Mangalore, Panoli and Turbhe (Navi Mumbai) Manufacturing Sites
- Institutionalized continuous improvement practices for utility optimization under ISO 50001:2018
- Conducted regular employee awareness programs on energy conservation
- Established quarterly Energy Cell review meetings for performance monitoring and idea generation

Requisite data in respect of Energy Consumption is given below:

	FY 2025-26	FY 2024-25
Power & Fuel Consumption		
1. Electricity		
(a) Purchased		
Units (in '000 kwh)	62,796.42	61,187.98
Total amount (Rs. in million)	539.09	556.23
Rate per unit (Rs.)	8.58	9.09
(b) Own generation		
Through diesel generator		
Units (in '000 kwh)	422.39	460.78
Units per litre of oil	2.63	2.50
Cost per unit (Rs.)	33.18	37.12
2. Coal (specify quality and where used)		
Qty. (tonnes)	Not Applicable	Not Applicable
Total cost	Not Applicable	Not Applicable
3. Furnace Oil / Fuel		
Qty. (k. litre)	361.65	212.17
Total Amount (Rs. in million)	17.12	10.84
Average rate (Rs. / litre)	47.35	51.07
4. Natural Gas		
Qty (KNCM)	5,851.05	6,202.91
Total cost	287.71	298.47
Average rate	49.17	48.12

B. TECHNOLOGY ABSORPTION**Research & Development (R&D):****1. Specific areas in which R&D was carried out by the Company.**

The R&D Centre of the Company was engaged in supporting the businesses through innovation and undertook multifold research activities including:

- Further upgradation and improvement of safety instruments / aspects.
- Basic research in enhancing quality of life with sustainable solutions.
- Introduction of new products in existing production lines.
- Development of new products / formulations including water based dye solutions.
- Development of new analytical methods.
- Testing of new research compounds and formulations in greenhouse & fields for efficacy and safety against economically important agricultural pests and diseases.
- Application support for launch of new products in existing product lines.
- Development/Incorporation of new application testing methods. Testing and promotion of environment friendly and sustainable compounds in home care applications.

During the year under review, your Company's Personal Care Application lab at Navi Mumbai site, was engaged in supporting the businesses through innovation and worked upon various activities including:

- Promotion of innovative and sustainable specialty chemicals/Bioactives to Personal care industry
- Introduction of sustainable, biodegradable, consumer friendly concepts/formats to Personal care
- Industry application & introduction of eco-compliant UV filters to Personal care industry

Your Company's Industrial Solutions lab at Navi Mumbai site, provides support to customer driven local innovation topics and also various global projects. This laboratory has been instrumental in launching new innovative products during the year under report as follows:-

- Developed solutions to address needs of energy and resource savings in cotton dyeing applications.
- Developed process to manufacture bio diesel from used cooking oils/Palm fatty acids/acid oils from vegetable oil refinery using innovative catalyst system, benefitting various bio diesel manufacturers by higher yield and savings in energy consumption in the manufacturing.
- Developed process to address health of employees and toxicity hazards associated with current process of Lead electro refining process with safe eco-friendly process.

Work on Global Research projects include:

- Collaborative research with BASF SE and its Group Companies in the areas of Performance Chemicals, Intermediates, Agrochemicals, and other organic materials.
- New organic chemical intermediates for specific applications.
- UV absorbers.
- Isolation of potential pesticides from natural sources.

BASF India Coatings Private Ltd., wholly owned subsidiary has a Coatings Technology Center which is based at the Mangalore manufacturing site. The facility was established in 2011 and is active in the area of automotive Coatings. The major focus of the R&D is to develop new Coating technologies for BASF having global scope for implementation. This includes automotive coatings layers like:

1. Electrocoat
2. Primer
3. Basecoat
4. Clearcoat

The R&D efforts are generally focused towards enhancing coating durability in terms of surface hardness, surface appearance, stone impact, integrity of all the coatings layers (intercoat adhesion), including applicability, sustainability and rheology profile, uniqueness in terms of coloristic properties etc.

Major focus is on following development areas.

1. Wet-on-wet primer for two tone application.
2. Innovative low bake UV curing coating technology for automotive applications
3. Cost-competitive high solids 3 wet technology for automotive.
4. 1K acid epoxy for global markets.

Your Company has a Pharma laboratory at its Navi Mumbai site which provides support to customer driven local innovation topics and also various global projects. The technical and R&D team has been able to provide hands-on experience on various functionality and dosage forms using various excipients.

Your Company's Agricultural Research Station at Pune is recognized by Department of Scientific and Industrial Research, Ministry of Science and Technology. Testing of innovative research compounds is done in the green house and fields for understanding the efficacy and safety against economically important pests, weeds, and diseases. Baseline monitoring and resistance monitoring tests are carried out for newly introduced insecticides under controlled laboratory conditions enabling the business to take the right decisions for new product introduction in the market. Drone based applications of BASF's commercial insecticide and fungicide were carried out against important pests to understand the efficacy and benefits of drone-based application as compared to the traditional application methods at the research station farms. Additionally, UV studies were carried out by spraying research compounds under UV tunnel cultivation while comparing to open field cultivation to understand the photocatalytic degradation of certain new compounds.

2. Benefits derived as a result of the above R&D:

In its endeavor to create chemistry for a sustainable future for the benefit of customers, the R&D Centre developed new products during the year. Some of these new products were introduced in the market. Production processes have been improved with respect to their safety, efficiency, quality, quantity and sustainability.

The Pharma laboratory team together with reputed Institutes have created awareness and encouraged technologies, which help in improving the bio availability of the drugs and deliver solutions for life threatening diseases, such as retroviral, diabetes and cardiovascular diseases.

Your Company's Home Care & Institutional Cleaning development lab has successfully incorporated sustainable/ biobased chemistry in commercially available detergent formulations and has been able to promote weight efficient technologies, that can reduce the usage of raw materials in cleaning formulation without losing the performance.

In the continuous support to business, your Company's personal care solution lab worked upon to provide sustainable yet efficacious solutions to the market and developed new concepts/formats during the year. The personal care market is also moving towards safe and sustainable products which turns out to be great opportunity for our product portfolio. The personal care lab formulated various natural skin care and hair care products includes application of natural & biodegradable ingredients contributing to the safety of consumers as well as the planet. Concepts like natural skin care & hair care formats provide milder yet efficacious solutions to end consumers.

Industrial formulators laboratory develops solutions to various industries eg., Textiles, Leather, Coatings, Chemical processing, Electro plating and AgChem etc through BASF's raw materials. The said lab developed concepts and solutions with bio-degradable and sustainable raw materials with focus on significant contribution in sustainability of customer's value chain. Developed synergistic formulations contributed to incremental performance, safety of customer's processes and capacity expansion through BASF's innovative process additives for the Performance Chemicals division.

3. Expenditure on R&D (net): Rs. 47.8 million

TECHNOLOGY ABSORPTION, ADAPTATION AND INNOVATION:

1. Efforts in brief, towards technology absorption, adaptation and innovation:

The R&D Centre of your Company is recognized by the Ministry of Science and Technology, Government of India. The Centre undertakes research in several areas including:

- New Organic Chemical Intermediates for various applications.
- Process Development and scale-up.
- Agricultural Solutions.
- Other Specialty Chemicals.

The Centre is also engaged in developmental activities, including new cost-effective technologies for existing and new products, reduction in batch cycle time, etc., as also research activities pertaining to the adaptation of process technologies received from BASF SE, Germany.

2. Benefits derived and the results of the above efforts:

New products were developed and commercialized during the year. Efforts in process optimization led to cost reduction. This helped the businesses to remain cost competitive. Batch sizes and cycle times were optimized for better efficiency and manufacturing equipments were modified for overall improved productivity.

3. Imported Technology:

The Company has entered into agreements with BASF SE and / or its Group Companies for sourcing the technical know-how in the following businesses:

- a) Performance Materials and Care Chemicals.
- b) Construction Products and Coatings.

Your Company has an excellent relationship with BASF SE, Germany and other BASF Group Companies and receives valuable technical information and support on an ongoing basis. As a result, the Company has introduced a range of new products in different business segments.

C. FOREIGN EXCHANGE EARNINGS AND OUTGO

Foreign exchange earnings during the year: **Rs. 771.9 million.**

Foreign exchange expenditure during the year: **Rs. 5,221.9 million.**

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai
Date: May 19, 2026

SECRETARIAL AUDIT REPORT

Form No. MR -3

FOR FINANCIAL YEAR ENDED MARCH 31, 2026.

[Pursuant to Section 204 (1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]]

To,
The Members,
BASF INDIA LIMITED.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to corporate governance by BASF India Limited (hereinafter called "The Company"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute book, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of Secretarial Audit, we hereby report that in our opinion, the Company has, during the audit period ended on March 31, 2026, complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extend, in the manner and subject to the reporting made hereinafter.

We have examined the books, papers and minute books, forms and returns filed and other records maintained by the Company for the financial year ended on March 31, 2026, to the extent applicable provisions of:

- I. The Companies Act, 2013 ("The Act") the applicable and effective Amendments and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ("SCRA") and the Rules made thereunder;
- III. The Depositories Act, 2018 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act") to the extent applicable to the Company: -
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
 - d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993;
 - e. The Company has complied with the requirements under the Equity Listing Agreements entered with BSE Limited, The National Stock Exchange of India Limited.
- VI. The Management has identified and confirmed the Sector Specific Laws as applicable to the Company being in Chemical Sector as given in **Annexure – 1**.

We have also examined compliances with the applicable clauses of the following:

- i) Secretarial Standards 1 and 2 as issued and revised by The Institute of Company Secretaries of India with effect from October 1, 2017.
- ii) The Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015 as amended and made effective from time to time.

During the year under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, and Standards as mentioned above.

We further report that:

The Board of Directors of the Company is constituted with optimum balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes & approvals that took place or were obtained in respect of the Composition of the Board of Directors are as under;

- (i) Based on the recommendation of the Nomination & Remuneration Committee, Mr. Andrew George Postlethwaite (DIN: 03532678) has been appointed as a Non-Executive Non-Independent Director of the Company at the Board Meeting held on November 14, 2025, effective December 1, 2025 and his appointment was duly approved by the Members of the Company by passing Ordinary Resolution through postal ballot vide scrutinizer report dated December 30, 2025.
- (ii) The Board of Directors of the Company at its meeting held on November 14, 2025 took note of resignation of Mr. Marcelo R. Lu (DIN: 10462274) as a Non-Executive Non-Independent Director of the Company, with effect from the close of business hours on November 30, 2025.

Adequate notice was given to all Directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, 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.

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

We further report that during the Audit period:

1. Based on the recommendation of the Audit Committee, the Board of Directors of the Company at its meeting held on April 25, 2025, has approved the Company's acquisition of 7 fully paid equity shares having face value of Rs. 10 each for a cash consideration aggregating Rs. 70/- (as per independent fair valuation), representing 100% equity interest of BASF Agricultural Solutions India Ltd from BASF SE, Germany (Ultimate Holding Company and promoter of the Company) and its nominee shareholders.
2. Based on the recommendations of the Committee of Independent Directors and Audit Committee, the Board of Directors of the Company, at its meeting held on May, 14 2025, has approved a Scheme of Arrangement ("Scheme") amongst BASF India Ltd (Demerged Company), BASF Agricultural Solutions India Limited (Resulting Company) and their respective shareholders, providing for the demerger of the Company's Agricultural Solutions Business in compliance with Sections 230 to 232 and other applicable provisions of the Companies Act, 2013.

The Company has received Observation Letter from BSE on January 30, 2026 and from NSE on February 2, 2026 for draft scheme of arrangement amongst BASF India Limited and BASF Agricultural Solutions India Limited and their respective shareholders under section 230 to 232 of the Companies Act, 2013 and other applicable provisions of the Companies Act, 2013.

Further, the Company has received directions / order from the Hon'ble National Company Law Tribunal dated March 20, 2026 read together with order dated April 08, 2026 for convening the meeting of the Equity shareholders of the Company, for the purpose of considering and approving the Scheme and Company would convene the Equity Shareholders Meeting accordingly.

3. The Board of Directors of the Company at its meeting held on July 30, 2025 has approved the acquisition of 26% in the equity share capital of Clean Max Amalfi Private Limited, Special Purpose Vehicle incorporated by Clean Max Enviro Energy Solutions Private Limited ("the Developer"), for an amount not exceeding INR 65.93 million for procurement of 28,854 MWh (including green attributes) of renewable power (solar & wind) for its manufacturing sites at Dahej and Panoli under Captive Power Generation Mechanism, as per the prevailing renewable energy policy of the State of Gujarat and the Electricity Act 2003 and the Rules thereunder. Also, Company has signed the Share Purchase Agreement with Clean Max Enviro Energy Solutions Limited on November 11, 2025 to acquire 26% equity share capital in Clean Max Amalfi Private Limited.
4. The Annual General Meeting of the Company for the financial year ended March 31, 2025 was held on August 12, 2025 through Video Conferencing /Other Audio-Visual means pursuant to relevant MCA and SEBI circulars.
 - a. The Company has declared and paid dividend of Rs. 20/- per equity share i.e., 200% for the financial year ended March 31, 2025, which was approved by the shareholders at their 81st Annual General Meeting held on August 12, 2025, in compliance with the provisions of Section 123 of the Companies Act, 2013 read with Rule 3 of the Companies (Declaration and Payment of Dividend) Rules, 2014.
 - b. Mr. Marcelo Rocha Lu (DIN 10462274) Non-Executive Non-Independent Director whose office as Director of the Company was subject to retirement by rotation was re-appointed as a Director at the 81st Annual General Meeting of the Company held on August 12, 2025.
 - c. Mr. Anil Kumar Choudhary (DIN: 07733817), Manufacturing Head & Whole-time Director whose office as Director of the Company was subject to retirement by rotation was re-appointed as a Director at the 81st Annual General Meeting of the Company held on August 12, 2025.
 - d. The Company has obtained Members approval for appointment of M/s. HSPN & Associates LLP, Practicing Company Secretaries, Firm Regn. No. AAZ-8456 as the Secretarial Auditors of the Company for a term of

5 (five) consecutive years, effective August 12, 2025 and payment of remuneration pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

- e. The Company has obtained Members approval for payment of remuneration payable to M/s. R. Nanabhoy & Co., Cost Accountants (Firm Registration No: 000010) as Cost Auditors for the financial year ended March 31, 2026 amounting to Rs. 18,91,000/- (Rupees Eighteen Lakhs Ninety-One Thousand Only) plus applicable taxes, pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013.
 - f. The Company pursuant to the provisions of Section 188 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 & such other Rules as may be applicable to the Company and in terms of Regulation 23 (4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any amendment(s), modification(s) or re-enactment thereof) and the Company's Related Party Transaction Policy (as amended from time to time), has obtained Members approval, for entering into and/or carrying out and/or continuing with contracts, arrangements and transactions (whether individually or taken together or series of transactions or otherwise) with Material Related parties, for the financial year 2025-26 and for the next financial year 2026-2027 i.e., until the date of the Annual General Meeting of the Company to be held during the calendar year 2026 (maximum validity of 15 (fifteen) months).
5. The members of the Company vide Scrutinizer report dated 30th December, 2025 passed following resolution; Ordinary Resolution for Appointment of Mr. Andrew George Postlethwaite (DIN: 03532678) as a Non-Executive Non-Independent Director of the Company w.e.f 1st December, 2025.
 6. Based on the recommendation of the Audit Committee, the Board of Directors of the Company at its meeting held on March 30, 2026 has decided & approved the transfer / sale of the 100% stake held in BASF India Coatings Private Limited, a Wholly Owned Subsidiary of the Company, to Bond German BidCo 2 GmbH and Bond France BidCo SAS (Carlyle Group Companies) at a consideration of INR 2301.6 Million (as determined by an Independent Valuer), at closing.
 7. The Company has transferred an amount of Rs. 41,77,092/- (Rupees Forty One Lakhs Seventy Seven Thousand and Ninety Two) and corresponding 36,059 (Thirty Six Thousand and Fifty Nine) Equity shares to IEPF Authority for the financial year 2017-2018 pursuant to section 124(5) of the Companies Act, 2013 read with the applicable rules made thereunder. Further, 2,674 (Two Thousand Six Hundred and Seventy Four) Equity Shares are lying in Demat Suspense Account/Unclaimed Suspense Account as on March 31, 2026.
 8. The Company was required to spent Rs. 129.3 million (Gross Amount) (One hundred twenty-nine million three hundred thousand) during the financial year 2025-26 towards Corporate Social Responsibility Obligation. However, Company has spent Rs. 40.66 million (Forty million Six Hundred Sixty Thousand) and has transferred Rs. 88.64 million (Eighty-Eight Million Six hundred forty thousand) to unspent CSR account towards "Ongoing Project" on April 8, 2026.
 9. The title deeds of immovable properties, as disclosed for fixed assets in the financial statements for the financial year ended March 31, 2026, are held in the name of the Company, except for the Leasehold land held at one of the Company's manufacturing location at Mangalore Karnataka (Gross Block – Rs. 48.3 million and Net Block – Rs. Nil), for which the Company is in the process of complying with terms of lease cum sale agreement and basis completion thereof, would execute the final sale agreement to obtain the right of ownership thereon. Further, the Company has submitted the necessary documents to Karnataka Industrial Areas Development Board for execution of the Sale Deed for land at Mangalore and the process is ongoing.

Date: May 19th, 2026
Place: Mumbai
ICSI UDIN: F002827H000404822
PEER REVIEW NO: 6035/2024

For HSPN & ASSOCIATES LLP
Company Secretaries

Hemant S. Shetye
Designated Partner
FCS No.: 2827
COP No.: 1483

This report is to be read with our letter of even date which is annexed as **Annexure – 2** and forms an integral part of this report.

Annexure – 1

SECTOR SPECIFIC LAWS AS APPLICABLE TO THE COMPANY BEING IN CHEMICAL INDUSTRY

1. Water (Prevention and Control of Pollution) Act, 1974 & Air (Prevention and Control of Pollution) Acts 1981;
2. Environment Protection Act, 1986 read with Environment (Protection) Rules, 1986;
3. The Manufacture, Storage and Import of Hazardous Chemicals Rules, 1989;
4. Indian Boilers Act, 1923;
5. Chemical Weapons Convention Act, 2000;
6. The Narcotics Drugs and Psychotropic Substances Act, 1985;
7. The Explosives Act, 1884;
8. The Inflammable Substances Act, 1952;
9. Insecticides Act, 1968 and Rules, 1971;
10. Legal Metrology (Packaged Commodities) Rules, 2011;
11. Fertilizer (Control) Order, 1985;
12. Solvent Raffinate & Slop (Licensing) Order, 2007;
13. Drugs and Cosmetics Act, 1940;
14. GIDC/MIDC and KIADB Act and Rules.

Date: May 19th, 2026

Place: Mumbai

ICSI UDIN: F002827H000404822

PEER REVIEW NO:6035/2024

For HSPN & ASSOCIATES LLP
Company Secretaries

Hemant S. Shetye
Designated Partner
FCS No.: 2827
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Annexure – 2

To,
The Members,
BASF INDIA LIMITED.

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

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

Date: May 19th, 2026

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FORM NO. AOC – 2

{Pursuant to clause (h) of sub-section (3) of Section 134 of the Companies Act, 2013 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 certain arms' length transactions under third proviso thereto.

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

There were no contracts or arrangements or transactions of the Company during the financial year ended March 31, 2026, which were not on arm's length basis.

2. Details of material contracts or arrangements or transactions on arms' length basis:

Name(s) of the related party & nature of relationship	Nature of contract / arrangement / transaction	Duration of contract / arrangement / transaction	Salient terms of the contracts / arrangements / transactions	Amount (Rs. in million)
BASF SE, Parent Company**	(a) Sale and / or purchase of goods. (b) Availing or rendering of services. (c) Royalty	On-going transactions	As per Inter Company Transfer Pricing (ICTP) Guidelines	10,293.1
BASF Hong Kong Limited, Affiliate Company	(a) Sale and / or purchase of goods. (b) Availing or rendering of services.			36,874.0
BASF Company Limited, Affiliate Company**	(a) Sale and / or purchase of goods. (b) Availing or rendering of services.			12,863.7
BASF South East Asia Pte Ltd, Affiliate Company**	(a) Sale and / or purchase of goods. (b) Availing or rendering of services.			14,504.5
BASF Petronas Chemicals Sdn. Bhd, Affiliate Company**	(a) Sale and / or purchase of goods. (b) Availing or rendering of services.			9319

** based on the materiality thresholds as revised by the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Fifth Amendment) Regulations, 2025) dated November 19, 2025, the transactions entered by the Company with these BASF Companies are within the materiality thresholds.

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai
Dated : May 19, 2026

Annexure VII

REMUNERATION DETAILS PURSUANT TO SECTION 197(12) OF THE COMPANIES ACT, 2013 READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014 AS AMENDED.

- The ratio of the remuneration (paid/payable) of each Director to the median remuneration of the employees of the Company for the financial year 2025-2026:

(Amount in Rupees)

Sr. No.	Name of Director	Remuneration ^{@ #}	Median Remuneration of Employees	Ratio
1.	[§] Mr. Alexander Gerding (Managing Director)	9,97,04,666	18,14,364	54.95
2.	[§] Mr. Narendranath J. Baliga (Chief Financial Officer & Whole-time Director)	3,46,41,200	18,14,364	19.09
3.	[§] Mr. Anil Kumar Choudhary (Manufacturing Head & Whole-time Director)	3,03,61,498	18,14,364	16.73

@ Remuneration includes Salary, Benefits, Perquisites & Allowances, Provident Fund and Superannuation but excluding provision for contribution to Gratuity Fund, Group Insurance, long service awards.

Performance Linked Incentive (Short Term Incentive) is based on Company's financial performance, BASF Group's Return on Capital Employed and individual achievements against pre-agreed targets. The aggregate remuneration paid / payable to the above-mentioned Directors for the financial year 2025-26 includes Performance Linked Incentive (Short Term Incentive) proportionately apportioned for 9 months (April 2025 - December 2025) & the provisions created in the books of accounts proportionately for 3 months (January 2026 - March 2026) based on the Target Short Term Incentive for the calendar year 2025.

\$ The Ultimate Holding Company ('BASF SE') offers Performance Share Plan for Senior Executives of BASF Group. Mr. Alexander Gerding, Mr. Narendranath J. Baliga and Mr. Anil Kumar Choudhary are eligible for share price based payments ('Long Term Incentive') of the Ultimate Holding Company. During the financial year 2025-2026, an amount of Rs. 59,79,984, Rs. 22,01,914 and Rs. 5,48,299 has been included in the aforesaid remuneration for Mr. Alexander Gerding, Mr. Narendranath J. Baliga and Mr. Anil Kumar Choudhary respectively. For the schemes announced until 2023, there is no cash outflow for the Company. As regards the new share price based payments applicable from the year 2024 onwards, the payouts shall be made by the Company.

- Percentage increase in remuneration of each Director, Chief Financial Officer, Company Secretary in the financial year 2025-2026 (compared to the financial year 2024-2025):

Sr. No.	Name	Designation	Percentage increase in remuneration
1.	Mr. Alexander Gerding	Managing Director	14.16
2.	Mr. Narendranath J. Baliga	Chief Financial Officer & Whole-time Director	9.35
3.	Mr. Anil Kumar Choudhary	Manufacturing Head & Whole-time Director	10.15
4.	Mr. Manohar Kamath	Director - Legal, General Counsel (India) & Company Secretary	11.72

- Percentage increase in the median remuneration of employees (other than Managerial Personnel) in the financial year 2025-2026 is 7.07%.
- The number of permanent employees on the rolls of the Company as on March 31, 2026 are 1,250.
- Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Average percentage increase in salaries for Managerial Personnel is 11.34% and for other employees is 7.07%.

In line with the Company's compensation philosophy, merit increases and annual bonus pay-out to its employees including Key Managerial Personnel are directly linked to the Company's financial performance, BASF Group's Return on Capital Employed and individual performance against pre-agreed targets.

6. Key parameters for any variable component of remuneration of the Executive Directors:

The key parameters for the variable component of remuneration of the Directors are considered by the Board of Directors based on the recommendations of the Nomination & Remuneration Committee as per the Policy for Remuneration of the Directors, Key Managerial Personnel and other Employees.

7. It is hereby affirmed that the remuneration paid/ payable during the year is as per the Remuneration Policy of the Company.

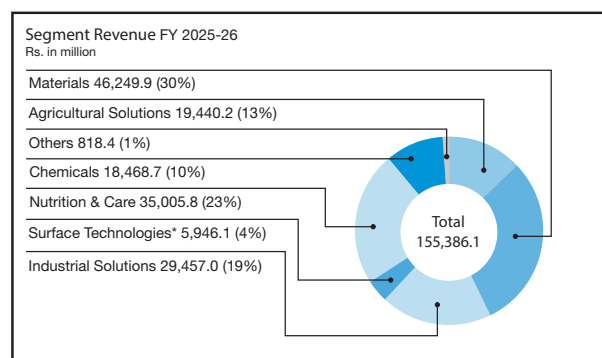
On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai
Dated : May 19, 2026

Management Discussion and Analysis Report



*discontinued operations

The global economic environment remains uncertain, shaped by geopolitical tensions, trade disruptions, and divergent growth and inflation outcomes across major economies. While global activity has shown resilience in the near term, underlying vulnerabilities persist, including elevated fiscal pressures, fragmented supply chains, and increased reliance on economic policy instruments for strategic purposes.

Even as the global economy navigates uncertainty, India continues to chart a strong growth path, with real GDP growth rate of 7.4 percent, reaffirming India's status as the fastest growing major economy for the 4th consecutive year. Within this, the manufacturing sector has recorded double-digit growth in FY 2025-26, emerging as a key contributor to the economy's resilient performance. This strength in consumption reflects a supportive macroeconomic environment, characterized by low inflation, gradual improvement in urban consumption, aided by the rationalization of direct and indirect taxes, stable employment conditions, and rising real purchasing power.

The agricultural sector recorded steady growth during FY 2025-26, aided by largely normal monsoon conditions, enhanced irrigation coverage, and continued policy initiatives aimed at income support and productivity improvement. However, challenges related to climate variability and technology adoption continued to warrant focused attention.

Manufacturing Gross Value Added (GVA) grew by 7.72 per cent and 9.13 per cent in 1st half of FY 25-26, primarily driven by ongoing structural shifts within the sector. The Chemicals sector contributed 8.1 per cent to the overall manufacturing sector's GVA and continues to play a significant role in the industrial development of the economy, having strong backward linkages to petroleum refining and natural gas processing, as well as forward linkages with numerous downstream industries.

The current global environment indicates unprecedented uncertainty with increased trade tensions, geopolitical instability, and slowing momentum. Conflicts in the Middle East, along with the lingering effects of the Russia-Ukraine war, have created a "new era" of volatility, threatening to push up commodity prices and disrupt supply chains.

Despite the challenging environment, the Indian chemical industry is going strong, driven by specialty chemicals, with strong domestic consumption and shifting global supply chains.

AGRICULTURAL SOLUTIONS



Your Company introduced Valexio® and Mibelya®, strengthening its agricultural solutions portfolio to support Indian rice growers in achieving improved yield quality and productivity.

Your Company's Agricultural Solutions business innovates, manufactures, and sells products required for Crop Protection such as Insecticides, Herbicides, Fungicides, Seed Treatment solutions and Plant Growth Regulators.

Overall rainfall and its distribution pattern across India have significant influence on the Indian Agriculture as well as your Company's product sales. In 2025, India witnessed above-normal rainfall to the tune of 108% of the long-period average, with surplus of more than 20% in Northwest part of India. Continuous rains impacted the number of sprays, especially in the crops like soybean, cotton, grapes and vegetables coupled with lower commodity prices especially in chilly, cotton, soybean and vegetables.

During FY 2025-26, inordinate weather conditions and a decline in chilly and soybean prices led to a significant drop in farmer-level consumption of crop protection products. Consequently, the Agricultural Solutions business experienced a slight reduction in insecticide and herbicide volumes compared with the prior year. The Company's diversified portfolio, supported by the introduction of new products such as Mibelya® and Valexio® in the rice market, further strengthening our market position.

During the FY 2025-26, your Company launched two innovations for the Rice farmers. Valexio® Insecticide (powered by Prexio® Active), for comprehensive brown rice plant hopper control & Mibelya® Fungicide (the first Revysol® novel chemistry launched in India) protects rice plants from diseases. These launches demonstrate BASF's commitment to rice as part of its global strategy and offer rice growers a comprehensive portfolio of solutions.

Your Company also launched Clearfield® production system for Mustard crop in strategic partnership with Corteva AgroSciences India. This innovative, non-transgenic herbicide tolerant crop system aims to improve mustard cultivation through better weed control and higher yields. The Clearfield® Technology, including the Kifix® herbicide, is a proprietary innovation of BASF, known for delivering broad-spectrum and selective control against difficult weeds.

Your Company utilizes digital platforms like Facebook, WhatsApp & YouTube very effectively for product promotions and for creating awareness about safe farming practices. During the FY 2025-26, your Company achieved digital outreach of over 60 million farmers promoting the responsible use of crop protection products. Your Company also pioneered stewardship and sustainability practices among the farming community during the year. Various measures were also taken with the support of esteemed organizations on educating the principles of Diagnosis, Management and Treatment of Accidental Agrochemical Poisoning to over 800 participants including doctors, State Agriculture Department officials and officials from District Administration.



BASF expanded dispersions production capacity at its Mangalore site with a new production line to support customers in architectural paints, construction chemicals, and paper applications.

CHEMICALS

Your Company's Chemicals segment comprises of the Petrochemicals & Intermediates businesses. The Petrochemicals business of your Company comprises acrylic acid, acrylic monomers, superabsorbents, oxo-alcohols and specialty plasticizers. These products are used in a variety of end user industries including paints & coatings, adhesives, baby diapers, a wide variety of flexible PVC applications such as artificial leather for automotive upholstery, wires and cables, packaging and as solvents in the chemical industry.

During financial year 2025-26, prices and margins for petrochemicals remained under pressure due to global overcapacities. Despite these challenges, your Petrochemicals business delivered double digit volume growth during the

year, led by the acrylics segment and increasing penetration in the hygiene market. Towards the end of the year, the conflict in the Middle East severely disrupted regional supply chains. Your Petrochemicals business continued to deliver products to customers despite these disruptions, supported by its expanded manufacturing footprint across Asia.

The Intermediates business of your Company caters to a wide range of end use industries, including pharmaceuticals, agrochemicals, coatings, food & feed, flavors & fragrances, surfactants, rubber chemicals, textiles, personal care, adhesives, and dyes.

During the first half of FY 2025-26, the performance of this division was under pressure primarily due to sharply increased US tariffs on chemicals and intermediates exports across key sectors. These tariff actions together with oversupplies in the market, driven by increased capacities and a weak demand in China resulted in significant Chinese imports to India & other global markets. This intensified competition led to substantial margin pressure on Indian exporters, particularly in agro, food, leather, and textile segments. However, in the second half of FY 2025-26, market conditions stabilized together with slight demand recovery across key sectors such as pharmaceuticals, agro, food & feed, with volumes recovery in amines and acids portfolio along with partial price recovery.

Your Company's Intermediates business continued with cost-optimization initiatives and operational efficiency improvements to mitigate the impact on earnings. Strengthening customer relationships, scouting new business opportunities especially for the specialties portfolio and offering sustainable solutions, aiming for a reduction in CO2 emissions compared to its existing products, remains the primary focus of this business.

MATERIALS

Your Company's Materials segment includes the Performance Materials and Monomers businesses.

The Performance Materials business of your Company, which houses the Polyurethanes, Engineering Plastics, Specialty Plastics product lines primarily cater to the requirements of the Consumer, Construction, and Transportation Industries.



At PlastIndia 2026, BASF showcased #OurPlasticsJourney, highlighting innovative and circular solutions for a more sustainable plastics ecosystem.

The passenger vehicles production grew by 9.6% during FY 2025-26. Your Company's product lines that cater to the Interior, Exterior, Powertrain, Chassis and Vehicle Suspension related applications grew above market growth due to participation in new launches and winning new business including in electric vehicles segment. Continuous focus on localization will further boost future growth prospects.

The Consumer Industry business continues to have a strong presence in the appliance (refrigerator), footwear and furniture markets. The appliance business segment has been able to strengthen its supply reliability and thus gain higher trust and confidence from its customers. With warmer climate for more days in many parts of the country, sales in appliance segment grew significantly. The footwear market is moving

towards lighter and comfortable products. Your Company is continuously working to provide solutions for this trend and are collaborating with customers specially for sports and casual shoes. Footprint in furniture & housing business also enhanced the volumes of the engineering plastics business.

Construction segment which predominantly supplies polyurethane insulation for cold chain, infra and residential markets, showed improved volumes. The Construction market is expected to grow at a faster pace due to government norms for energy efficiency in the industry.

Continued pricing pressure from competition showed no major respite for volume of the Specialty chemicals business which comprises of multi-application product Ultrason®, thermal and sound insulating melamine foam Basotect® and compostable plastic material Ecovio®.

Overall, the sales volume grew with better margins compared to previous year for the Performance Materials business. Capacity expansion at Thane and Panoli Engineering Plastics sites supports the year and way forward growth. Polyurethanes unit at Dahej and Thane and CELLASTO® unit at Dahej also had better utilization supporting the volume growth. All business segments faced strong headwinds due to subdued global chemical market indexes, local currency depreciation, logistics challenges and input cost volatility.

Your Company's Monomers business deals in basic raw materials for polyurethanes, inorganics & polyamides, and its precursors. The financial year 2025-2026 showed significant growth in volume in isocyanates and polyamides businesses over the last year.



BASF Plastic Additives showcased its Tinuvin® NOR® platform at PlastIndia 2026 through a greenhouse exhibit, highlighting sustainable plasticulture.

Although the businesses in isocyanates and polyamides segments grew well, the business continued to face global challenges with respect to geo-political trends, margins impact due to increased spot freight rate bookings and prices volatile for some of the commodity segments. The domestic demand remained positive during the financial year 2025-26, however exports remained moderately slow due to uncertain global scenario. Intense competition driven by over-capacities in the Asian market for isocyanates continue to adversely impact the competitiveness. Additionally, precursors' business remained challenged and did not grow as expected due to margin pressures led by volatility in raw materials & changes in product mix. Sustained margin pressure across the year required us to effectively capturing market opportunities to defend our profitability.

Despite the strong currency headwinds and lower prices, the business continued to have strong engagement with key customers and markets that helped securing their volumes by contracts & better services, to maintain its position as one of the key suppliers to the industry.

MDI (Methylene diphenyl diisocyanate) continued to show moderate to high growth in all application segments especially in the flexible packaging and coating adhesives, footwear resins and construction. Growing consumer demand in rigid PU foam applications helped to maintain the growth of sales volumes of TDI (Toluene diisocyanate), despite local availability. High future demand growth in appliances, infrastructure, construction, automotive sector and innovation in slab stock will continue to drive the usage of polyurethane.

In the Polyamide and precursors portfolio, the focus continues to remain on barrier films for packaging and mono-filament segment, in which the demand remained stable due to the market conditions and volatile price trends. Despite this, the business was able to show improved margins and volume growth during the financial year 2025-26.

Your Monomers business continues to remain well positioned to capture opportunities and meet the challenges led by dynamic market conditions.



Innovating for efficiency, sustainability and resilience—BASF at India Energy Week 2026.

INDUSTRIAL SOLUTIONS

Your Company's Industrial Solutions segment comprises of Dispersions, Resins, Additives and Performance Chemicals businesses, including Process Catalyst business.

The Dispersions business of your Company mainly caters to the needs of paints & coatings, construction and paper industries. The Resins & Additives business caters to the needs of adhesives, automobile, printing & packaging industries. Your Company grew volumes, mainly in the construction and paper segments. The sales were impacted due to lower monomer prices & product mix. The waterproofing and infrastructure segments grew with frugal product innovations & superior technical performance. The startup of new paper coating plants supported growth, and your Company could

commercialize certain sustainable innovations in the paper segment. The paint industry witnessed challenges due to early & extended monsoon leading to muted demand.

To meet the growing demand of the Dispersions business, your Company expanded its dispersions production capacity at its Mangalore site. This new line will support customers across architectural paints, construction chemicals and paper applications and meet the growing demand for premium, sustainable dispersions.

The Performance Chemicals business comprises of Enhanced Oil Recovery (EOR), Fuel & Lubricant solution, Plastic Additives portfolio.

Your Company's Enhanced Oil Recovery (EOR) business offers customized surfactants to oil operators, aiding in the recovery of additional crude oil from mature oil fields. EOR technology and solutions under Trade name "Aspiro™", improves oil recovery from existing wells, which in turn adds to the domestic production volume of crude oil, thereby reducing imports.

The Fuel and Lubricant Solutions business comprise of Formulations and Components divisions. In Formulations, the Company provides finished products such as engine coolants, brake fluids, and multi-functional fuel additives to automotive OEMs and fuel manufacturers/marketers. For Components, the Company supplies Polyisobutylene (PIB) in various molecular



BASF participated in The Battery Show India 2025, themed "Chemistry Driven Innovation for Future Mobility," showcasing solutions for electrification and engaging with industry stakeholders.

weights, lube additives, and synthetic base fluids for a range of automotive and industrial lubricants. Volume growth was driven by increased supply of low molecular weight PIB. Higher automotive production and industrial demand ensured sales growth for the rest of the portfolio.

Your Company's Plastic Additives business is categorized into antioxidants and light stabilizers for the plastics industry. Customers are broadly classified into upstream industries such as polymer manufacturers and downstream industries such as master batchers, compounders & converters. The Plastic Additives business continues to focus on value-added products to customers to further enhance sales. Plastic Additives business also participated in Plast India held in February 2026 showcasing broad range of light stabilizers for Indian market particularly for agricultural films.

The Chemical and Refining Catalysts business of your Company continues to play a critical role in enabling efficiency, sustainability, and technological advancement across India's chemical and refining industries. With a strong portfolio spanning environmental catalysts, process catalysts, and adsorbents, the business supports customers in optimizing performance while meeting increasingly stringent regulatory and decarbonization requirements.

In FY 2025-26, the Chemical and Refining Catalysts business witnessed steady demand driven by capacity expansions in key sectors such as Monomers, Intermediates, Agrochemicals and oleochemicals. The catalyst supplies from Mangalore plant to pharma and agrochem customers hit the highest sales in this year. Increasing focus on sustainability, particularly in sulfuric acid, nitric acid and biofuel value chains, created opportunities for advanced catalyst solutions that deliver both operational efficiency and environmental compliance. In particular for sulfuric acid producers, BASF launched its world's first 3D printed catalyst X3D® that is positioned to not only deliver significant cheaper capex for new projects but also debottleneck existing assets with better productivity and energy efficiency.

Looking ahead, these businesses remains focused on driving profitable growth by capitalizing on India's strong industrial expansion, increasing environmental regulations, and the global shift toward sustainable chemistry.

SURFACE TECHNOLOGIES

Your Company's Surface Technologies segment comprises of Coatings Solutions businesses.

The Automotive Coatings & Refinish business, housed under BASF India Coatings Pvt Ltd, Wholly Owned Subsidiary of the Company, caters to innovative solutions that improve the appearance and quality of cars. As part of the differentiated Steering, in October 2025, BASF and Carlyle reached a binding transaction agreement on coatings business to create a leading standalone global Company. As part of this transaction, your Company has decided to transfer its 100% shareholding in BASF India Coatings Private Limited to Carlyle companies. The said transaction is expected to conclude by Q2 2026, subject to approvals as necessary.

NUTRITION & CARE

Your Company's Nutrition & Care Segment comprises of Care Chemicals, Nutrition and Health Care businesses.

The Care Chemicals business provides solutions to customers in personal care, home care & institutional cleaning and industrial formulation segments (viz: textile, leather, agrochemicals, metal surface cleaning etc.).

Indian personal care industry in 2025-26 is characterized by strong growth, high innovation intensity, and increasing consolidation. While competitive pressures are intensifying with entry of E-commerce players, the long-term outlook remains highly positive, supported by favourable demographics, digital reach, and increasing consumer willingness to accept specialized, premium, and science-backed products.

The Beauty and Personal Care segment (BPC), recognized as the fastest growing industry, continues to attract significant attention. The skincare and sun care continue to be among the fastest-growing segments within the Indian BPC market, the sun care category is projected to deliver the highest CAGR in the coming years mandating improved testing norms.



BASF Pharma Solutions' participation at CPHI 2025 engaged the global pharmaceutical community, attracting over 1,000 visitors to its booth and enabling meaningful technical exchanges and new collaborations.

In this evolving context, BASF UV filters, positioned as high-end, new-generation UV filters, are gaining strong relevance and traction in the Indian market, particularly among science-led and compliance-focused brands.

Premiumization and digital transformation in the skincare market is creating a significant opportunity for your Company's Beauty Care Solutions, which offer science-backed, high-performance ingredients that meet global safety, quality, and regulatory standards. By working collaboratively with leading brands, BASF is creating tangible value for brand partners, which in turn translates into enhanced benefits for end consumers.

The domestic demand for the Industrial Formulators industry outlook looks positive, while exports are still slow due to uncertain global scenario.

The Indian Home care industry is expanding steadily, driven by rapid urbanization, rising household incomes and deepening washing machine penetration across urban and semi-urban areas. Evolving consumer lifestyles are shifting demand toward premium liquid detergents, fabric conditioners, and antibacterial laundry sanitizers, while growing environmental consciousness is bringing more interest shown in adoption of biodegradable and plant-based formulations. The expansion of organized offline retail networks and increasing digital commerce penetration are further broadening product accessibility, sustaining the India fabric wash and care market share.

The Nutrition & Health Segment of your Company offers a comprehensive range of products across Nutrition (Human & Animal Nutrition), Pharma Solutions and Aroma Ingredients. This business continued to deliver impressive performance for another successful year driven by strong growth in Aroma ingredients and Nutrition Ingredients while steady business continued in Pharma Solutions in a market that witnessed muted volume growth and decline in prices.

The Nutrition Ingredients business aims to be the most credible food & health ingredient supplier with the portfolio of Vitamins & Carotenoids for both human and animal nutrition and high-quality feed enzymes business for animal feed. Demand for nutrition ingredients remained steady during the year under review with increasing awareness about preventive health, need for high quality protein thereby resulting in improved consumption of vitamins in food (including poultry), dietary supplements, as well as fortification of staples like Oil & Mill and other functional food. The enzyme business achieved growth, which was primarily driven by sustained poultry production, increased adoption of feed enzymes by customers and a gradual rebound in protein demand throughout the year.

The Aroma Ingredients portfolio has diverse product lines for our customers in Fragrance and Flavor (F&F) applications that eventually find their way into fast-moving consumer goods (FMCG). The business witnessed steady growth of the entire citral value chain portfolio across applications. Innovative product launches continued to generate distinct value for the F&F industry in the coming years. This business also saw the acceptance and demand for our 100% natural Isobionics® product portfolio from advanced bio-technology route, giving confidence for higher growth in coming years.

The Pharma solutions team specializes in functional excipients and select Active Pharma Ingredients (API) for the pharmaceutical industry. Your Company's pharma solutions division largely balanced itself by establishing as a pivotal player in Biopharma industry with key products – Kolliphor® Urea and Kolliphor® P 188.

TECHNICAL MANAGEMENT

Your Company's steadfast focus on safety, quality, productivity and sustainability continues to drive operational excellence and strengthen its long-term value creation capabilities. Safety remains the foremost priority, and through targeted initiatives implemented across manufacturing sites, your Company delivered industry-leading safety performance during FY 2025–26, backed by a robust operational foundation and a culture of safety. Your company is well positioned to enhance resilience, deliver sustainable growth, and create enduring value for stakeholders.

During the year, your Company continued to enhance capacities and capabilities across its manufacturing sites. To strengthen local production footprint in India, at Panoli site, the production capacity of its Ultramid® polyamide grades was increased to meet growing market demand. At Dahej site, dispersion plant debottlenecking project enhanced the capacity of plant by around 10%. Capacity enhancement project for Cellasto® plant at Dahej is well on track to meet the growing demand of the automotive industry. At Thane, production capacity of its Ultramid® polyamide grades was increased to meet the growing demand.

Your Company is deeply committed to digital transformation to enhance operational efficiency, support data-driven decision-making and maintain competitiveness in an increasingly digital landscape. The Dahej Site implemented digital energy monitoring system (EMS) to get real time data. Work permits have been digitalized to simplify permit process which enables end to end tracking & systematic capture of data for future analysis. Thane site implemented digitized checklist at shopfloor towards paperless journey. Panoli site implemented energy management dashboard for automated energy data recording, and real-time energy consumption monitoring to enable data-driven decision making for efficient energy management.

All manufacturing sites are actively pursuing sustainability initiatives aimed at reducing Scope 1 and Scope 2 emissions in alignment with BASF's global sustainability goals for 2030. Under Scope 1 emission reduction, Mangalore site has optimized HSD (High speed diesel) consumption in the off-gas burning system, which resulted in 35% reduction of HSD usage. Also, Dahej site initiated and implemented various projects to reduce steam consumption by reducing losses and improving productivity. Under Scope 2 emissions reduction, Dahej & Panoli sites have signed a captive power purchase agreement with Clean Max Enviro Energy Solutions Limited for procuring renewable energy from the hybrid solar and wind farm. With this initiative, your Company's renewable energy contribution would be around 57% in the next year.

All manufacturing sites continue to maintain and pursue certifications aligned with business requirements, including ISO 9001, ISO 14001, ISO 50001, IATF1 16949 and BIS2.



BASF India entered into a memorandum of understanding with CleanMax for the procurement of hybrid solar and wind power for captive use at its plants in Gujarat.

INTERNAL FINANCIAL CONTROL SYSTEMS AND THEIR ADEQUACY

Your Company has established adequate internal financial control systems to ensure reliable financial reporting and compliance in accordance with the laws and regulations. All resources are put to optimal use and adequately protected against any loss. All transactions are authorized, recorded and reported correctly. Policies and guidelines of your Company are being adhered to and improvements in processes are being carried out on an ongoing basis. The principles of risk avoidance, such as segregation of duties and approval-based authorization matrix form the core of the internal control systems. The efficiency and effectiveness of the internal control systems over financial reporting have been performed by the management through evaluation, documentation, testing and reporting of the relevant processes and controls.

Our internal control systems are also supplemented by an extensive program of internal audit by an independent firm of Chartered Accountants. Internal audits are conducted regularly and their summary as well as recommendations are placed before the Audit Committee/ Board of Directors of the Company. The Audit Committee reviews the internal financial control systems on an ongoing basis. Some of the Key Financial Ratios for the financial year 2025-2026 are provided hereunder for your reference:

Key Financial Ratios:

Key Ratios		2025-26	2024-25	Change %
Trade Receivables Turnover (times)	(Revenue from Operations / Average Trade Receivables)	5.7	6.0	-5%
Inventory Turnover (times)	(Cost of goods sold / Average Inventory)	4.6	5.2	-12%
Interest Coverage Ratio	(Earnings Before Interest Tax & Depreciation before exceptional items / Finance cost)	37.1	53.2	-30%
Current Ratio	(Current assets / Current liabilities)	1.7	1.6	6%
Debt Equity Ratio	(Total Debt [Long term borrowings + Short term borrowings + Current maturities of long term debts] / Total Equity)	NA	NA	NA
Operating Profit Margin (%)	(Earnings Before Interest & Tax before exceptional items / Revenue from Operations)	3.9%	4.3%	-10%
Net Profit Margin (%)	(Profit after tax / Revenue from Operations)	2.8%	3.3%	-15%
Return on Net Worth (%)	(Profit After Tax (PAT) / Average Total Equity)	10.9%	14.5%	-25%

HUMAN RESOURCES AND EMPLOYEE RELATIONS

Your Company remains steadfast in its commitment to attracting, onboarding, developing, motivating, and retaining high-performing talent. Recognizing employees as their most valuable asset, the Company continues to strengthen its leadership pipeline through focused interventions aimed at building future-ready capabilities.

To foster a high performance-driven culture, the Company has further strengthened its reward and recognition framework. The incentive framework—including annual bonuses, impact bonuses, and non-cash recognition—effectively distinguishes and rewards top performers.

The Company has introduced its “Winning Ways” strategy, with a strong focus on building a high-performance culture. Extensive sensitization and awareness initiatives have been undertaken to help employees understand and adopt winning behaviors in their daily work and mindset.

Continuous learning and skill development remain imperative for employee growth. This is achieved through structured training programs, e-learning modules, and participation in external seminars. At the sites, employees are encouraged to enhance manufacturing excellence through Kaizen projects and targeted technical training.



Dussehra Festival celebration in Thane factory & Head office, Vikhroli.

Diversity, equity, and inclusion remain integral to the Company's people agenda as it advances toward building a resilient and inclusive organization. The Company continues to cultivate a safe, respectful, and welcoming work environment for all employees. Initiatives such as internships, women-focused capability-building interventions, and other diversity-led actions remain central to attracting emerging and diverse talent.

The Company remains committed to continuous employee education, wellness initiatives, and maintaining harmonious and constructive relations with the union. As of March 31, 2026, the total employee strength stood at 1,250.

CORPORATE COMMUNICATIONS

Your Company's Corporate Communications team collaborates with various business and service units, enabling them to communicate effectively with stakeholders across various platforms. Strong partnerships with Corporate Advocacy teams on several key business topics with the Government of India and various associations continued to create strong positioning and enhance brand visibility for your Company's products and solutions. Your Company shared insights and built awareness for its solutions that help create sustainable chemistry through strategic alliances with customers and industry bodies. During the year, your Company's leadership team engaged with customers, academia, and industry through various forums, such as the PlastIndia, PU Tech, Honda Tech Days, The Battery Show, India Energy Week, Mercedes Benz Tech Day, CPHI, Green Hydrogen Technology Conference, India Energy Storage Week, WeChemie among others. These engagements emphasized sustainability, innovative solutions, and fostering collaboration for continued success.



Various training and skill development initiatives were carried out across different units to enhance employee capabilities.



BASF participated in McKinsey's third annual flagship summit, held in Mumbai in February 2026.

AWARDS AND RECOGNITION

Your Company was awarded the “PU Tech Award” by PU Tech for exceptional innovation in Polyurethane technology, contributing to the improved energy efficiency in cold storage applications, which supports energy conservation and reduces the carbon footprint.

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
(Chairman)
(DIN: 00066242)

ALEXANDER GERDING
(Managing Director)
(DIN: 09797186)

Mumbai

Dated: May 19, 2026



BASF India received the ‘Excellence in Polyurethane Innovation’ award at PU Tech 2025.

Report on Corporate Governance

The Company has complied with the requirements of Corporate Governance as stipulated in Chapter IV of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (SEBI Listing Regulations) as amended.

1. COMPANY'S PHILOSOPHY ON CORPORATE GOVERNANCE

BASF's CORE corporate values (Creative, Open, Responsible, Entrepreneurial) will remain the guide for our Winning Ways behavior.

One of the core value "Responsible" indicates that the Company acts responsibly as an integral part of society by adhering to high compliance and environmental standards.

The Company's Corporate Governance philosophy focuses on aiding management in efficiently conducting business and fulfilling stakeholder obligations, with an emphasis on transparency, accountability and integrity.

The BASF Code of Conduct, which sets forth the Company's policies on important issues, aims to develop a genuine culture where employees act as role models in promoting business ethics and legal compliance.

2. BOARD OF DIRECTORS

The Company fully adheres to Corporate Governance norms regarding the composition of the Board of Directors. The Board is diversified, representing an optimal blend of professionalism, knowledge, gender, and experience.

A. Composition and category of the Board of Directors are as follows:

(i) EXECUTIVE DIRECTORS*

Name	Date of Initial Appointment	Designation	No. of Meetings held during the last Financial Year	No. of Meetings attended	No. of Memberships in Boards of other Listed Companies**	No. of Memberships/ Chairmanships in Committees of other Companies
Mr. Alexander Gerding	January 1, 2023	Managing Director	7	7	NIL	NIL
Mr. Narendranath J. Baliga	January 1, 2015	Chief Financial Officer & Whole – time Director	7	7	NIL	NIL
Mr. Anil Kumar Choudhary	January 1, 2023	Manufacturing Head & Whole-time Director	7	7	NIL	NIL

* Executive Directors do not hold any Directorships in other Listed Companies.

** Excludes Directorships / Memberships in Private Limited Companies, Unlisted Public Companies, Foreign Companies, Companies registered under Section 8 of the Companies Act, 2013, Bodies Corporate, Memberships of Managing Committees of various Chambers/Bodies.

(ii) **NON-EXECUTIVE DIRECTORS**

Name	Date of Initial Appointment	No. of Meetings held during the last Financial Year	No. of Meetings attended	No. of Memberships in Boards of other Listed Companies*	No. of Memberships/ Chairmanships in Committees#
Mr. Pradip P. Shah, Non-Executive Non-Independent Chairman [^]	January 31, 2000	7	7	3	Membership – 3 Chairmanship – 2
Dr. Ramkumar Dhruva	August 10, 2018	7	5	NIL	NIL
Mr. Marcelo Rocha Lu ^{^^}	February 12, 2024	7	5	NIL	NIL
Mr. Andrew George Postlethwaite ^{^^^}	December 1, 2025	7	2	NIL	NIL

* Excludes Directorships in Private Limited Companies, Unlisted Public Companies, Foreign Companies, Section 8 Companies, Bodies Corporate, Memberships of Managing Committees of various Chambers/Bodies.

* #Includes only Chairmanships / Memberships in Audit Committees and Stakeholder Relationship Committees of Public Companies.

* [^] Mr. Pradip P. Shah was appointed as Non-Executive Non-Independent Director of the Company with effect from April 1, 2024.

* ^{^^} Mr. Marcelo Rocha Lu resigned as the Non-Executive Non-Independent Director of the Company with effect from November 30, 2025.

* ^{^^^} Mr. Andrew George Postlethwaite was appointed as the Non-Executive Non-Independent Director of the Company with effect from December 1, 2025

(iii) **INDEPENDENT DIRECTORS**

Name	Date of Initial Appointment	No. of Meetings held during the last Financial Year	No. of Meetings attended	No. of Memberships in Boards of other Listed Companies*	No. of Memberships/ Chairmanships in Committees of other Companies**
Mrs. Shyamala Gopinath [^]	January 23, 2019	7	7	1	Membership – 1 Chairmanship – NIL
Mr. Bahram Vakil	April 1, 2024	7	7	1	Membership – 1 Chairmanship – Nil
Ms. Sonia Singh	April 1, 2024	7	7	4	Membership – 2 Chairmanship – 1

* Excludes Directorships in Private Limited Companies, Unlisted Public Companies, Foreign Companies, Section 8 Companies, Bodies Corporate, Memberships of Managing Committees of various Chambers/Bodies.

** Includes only Chairmanship/Membership in Audit Committee and Stakeholders' Relationship Committee of Public Companies.

[^] Mrs. Shyamala Gopinath was appointed as Independent Director of the Company for the second term of 5 years effective January 23, 2024.

Directorships of Independent Directors in other Listed Companies:

a. Presently, Mrs. Shyamala Gopinath is on the Board of the following other Listed Entities:

Sr. No.	Name of the Company	Category of Directorship
1	CMS Info Systems Limited	Non-Executive Non-Independent Director

b. Presently, Mr. Bahram Vakil is on the Board of the following other Listed Entities:

Sr. No.	Name of the Company	Category of Directorship
1	Tata Investment Corporation Limited	Independent Director

c. Presently, Ms. Sonia Singh is on the Board of the following other Listed Entities:

Sr. No.	Name of the Company	Category of Directorship
1	Kansai Nerolac Paints Limited	Independent Director
2	Bharat Forge Limited	Independent Director
3	Pfizer Limited	Independent Director
4	Voltas Limited	Independent Director

As per the declarations / disclosures received from the present Independent Directors i.e., Mrs. Shyamala Gopinath (DIN: 02362921), Mr. Bahram Vakil (DIN: 00283980), and Ms. Sonia Singh (DIN: 07108778), they do not serve as Independent Directors on the Board of more than 7 Listed Companies. They are also not acting as Whole-time Directors on the Board of any Listed Company.

The Company has also received declarations from all the Independent Directors of the Company i.e., Mrs. Shyamala Gopinath (DIN: 02362921), Mr. Bahram Vakil (DIN: 00283980) and Ms. Sonia Singh (DIN: 07108778) confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and the SEBI Listing Regulations as amended. In the opinion of the Board of Directors, the Independent Directors of the Company fulfil the conditions specified in the Companies Act, 2013 & Rules framed thereunder, and the SEBI Listing Regulations as amended, and they are independent of the management.

The terms and conditions of appointment of Independent Directors are available on the Company's website viz.; www.basf.com/in at <https://bit.ly/basftermsandconditions>

The Company also has conducted familiarization programmes for its Independent Directors, which is available at: <https://www.basf.com/in/en/india-investors/listing-compliances/code-of-conduct-and-other-policies-basf-india#content--1200563814-1284005709>

During the said familiarization programmes, the Heads of the respective Business Units, Service Units, Manufacturing Sites made detailed presentation on the business and operations of the Company to the Independent Directors. During the year, the Company organized a tour of the BASF application labs and Co-creation centre at its Navi Mumbai site for the Independent Directors.

Number of Board Meetings held during the financial year along with the dates of the meetings:

7 (Seven) Board Meetings were held during the financial year 2025-2026 on the following dates:

- | | | |
|---------------------|-----------------------|-----------------------|
| (1) April 25, 2025 | (2) May 14, 2025 | (3) July 30, 2025 |
| (4) August 12, 2025 | (5) November 14, 2025 | (6) February 13, 2026 |
| (7) March 30, 2026 | | |

The Board and Committee meetings are generally scheduled in advance, with a tentative annual calendar circulated to Directors well ahead of time to facilitate planning and ensure active participation. In cases of urgent business matters, Board approval is sought through resolutions passed by circulation in accordance with the Companies Act, 2013, which are subsequently noted and confirmed at the next Board Meeting. Notices and agenda for Board Meetings, along with relevant documents and explanatory notes where necessary, are provided to all Directors well in advance, enabling them to fulfill their responsibilities effectively and make informed decisions. The Board of Directors of the Company are also informed of stock exchange announcements in accordance with the relevant provisions under the SEBI Listing Regulations.

B. Pecuniary relationships or transactions of the Non-Executive Directors vis-à-vis the Company.

Independent Directors of the Company do not have any material pecuniary relationship with the Company other than the sitting fees & commission paid / payable to them. Details of sitting fees and commission paid / payable are given at table no. 4(b) in this Report.

Mr. Bahram Vakil is one of the founding partner of leading law firm; M/s. AZB & Partners and he has confirmed that the transactions between the Company and M/s AZB & Partners, during the FY 2025-26, does not exceed 10% of the gross receipts of M/s AZB & Partners.

Independent Directors do not hold any equity shares or convertible instruments in the Company.

Mr. Pradip P. Shah, Non-Executive and Non – Independent Director and Chairman of the Company is paid sitting fees and commission, the details of which are given at table no. 4 (b) in this Report. He does not hold any equity shares or convertible instruments in the Company.

Dr. Ramkumar Dhruva, Mr. Marcelo Rocha Lu (Director until November 30, 2025) and Mr. Andrew George Postlethwaite (Director with effect from December 1, 2025), Non-Executive Directors, were not paid any remuneration or commission by the Company during the financial year 2025 -2026. They do not hold any equity shares or convertible instruments of the Company.

C. Relationships between Directors Inter-se.

None of the Directors of the Company are in any way related to each other.

D. Skills/ Expertise and Competence of the Board of Directors of the Company along with the names of the Directors who have such skills / expertise and competence.

The Board of Directors of the Company has the following skills / expertise and competencies in the context of the businesses in which it operates:

Skills / Expertise / Competence	Name of the Director
Knowledge of the Chemical sector and the related value chains.	1) Dr. Ramkumar Dhruva 2) Mr. Andrew George Postlethwaite (effective December 1, 2025) 3) Mr. Marcelo R. Lu (until November 30, 2025) 4) Mr. Alexander Gerding 5) Mr. Anil Kumar Choudhary
Knowledge of finance, accounting, financial reporting.	1) Mr. Pradip P. Shah 2) Mrs. Shyamala Gopinath 3) Mr. Bahram Vakil 4) Mr. Narendranath J. Baliga
Specialist knowledge and experience in law, corporate governance & compliance.	1) Mr. Pradip P. Shah 2) Mrs. Shyamala Gopinath 3) Mr. Bahram Vakil 4) Ms. Sonia Singh
Knowledge and experience in Marketing.	1) Ms. Sonia Singh 2) Dr. Ramkumar Dhruva 3) Mr. Andrew George Postlethwaite (effective December 1, 2025)
Expertise in technical management i.e. Manufacturing Sites.	1) Mr. Anil Kumar Choudhary 2) Dr. Ramkumar Dhruva 3) Mr. Andrew George Postlethwaite (effective December 1, 2025)

3. AUDIT COMMITTEE

The Board of Directors of the Company constituted an Audit Committee on March 1, 2001. The Chairperson of the Audit Committee, Mrs. Shyamala Gopinath is an Independent Director. During the financial year 2025-2026, 6 (Six) Audit Committee Meetings were held on April 25, 2025, May 14, 2025, July 30, 2025, November 14, 2025, February 13, 2026 and March 30, 2026, respectively.

The composition of the Audit Committee and the profile of the Audit Committee members is provided hereunder:

Name	Date of Appointment	No. of Meetings during FY 2025-2026	
		Held	Attended
Mrs. Shyamala Gopinath, Chairperson & Independent Director	April 1, 2019	6	6
Mr. Pradip P. Shah, Non-Executive Non-Independent Director	March 1, 2001	6	6
Mr. Bahram Vakil, Independent Director	April 1, 2024	6	6
Ms. Sonia Singh, Independent Director	April 1, 2024	6	6

Mrs. Shyamala Gopinath, who served as the Deputy Governor of the Reserve Bank of India (RBI) for seven years and was a member of the RBI's Board of Directors, has played a significant role in shaping national policies across various domains. Her expertise spans financial sector regulation and supervision, development and regulation of financial markets, capital account management, management of government borrowings, foreign exchange reserves management, and payment and settlement systems.

Mr. Pradip P. Shah is a Chartered Accountant and holds MBA degree from Harvard University. He is also a Cost Accountant. He has served on several expert committees of State and Central Governments and was a Director on the Regional Board of the Reserve Bank of India.

Mr. Bahram Vakil holds Master of Law (LLM) from Columbia University, New York, USA and is also the Member of New York State Bar. He is one of the founding partners of AZB & Partners, Indian law firm. Mr. Bahram Vakil specializes in the areas of Restructuring & Insolvency, Banking & Finance, Corporate / Mergers & Acquisitions, Energy, Infrastructure and Microfinance and has also been on several government constituted committees.

Ms. Sonia Singh earned her Post Graduate Diploma in Business Management from Faculty of Management Studies, Delhi, India and holds a Bachelor of Arts degree (Economics). She has rich experience of over 33 years in sales and marketing, from creating new categories, channels, brands to new functions & capabilities. She has worked in Lakme Ltd and Hindustan Unilever Limited and also has overseas experience with companies like Nokia, Pepsi, Friesland Foods, Heineken as a brand consultant and marketing trainer.

All the members of the Audit Committee are professionals and financially literate within the meaning of Regulation 18 of the SEBI Listing Regulations as amended.

Mr. Narendranath J. Baliga, Chief Financial Officer & Whole – Time Director (appointed as Whole – Time Director effective January 1, 2025) of the Company was present at all the meetings of the Audit Committee as a Permanent Invitee.

Mr. Manohar Kamath, Director – Legal, General Counsel (India) & Company Secretary was present at all the meetings of the Audit Committee held during the financial year 2025-26 as a Secretary of the Audit Committee.

The constitution of the Audit Committee meets with the requirements of Regulation 18 and Schedule II Part C of the SEBI Listing Regulations as amended and Section 177 of the Companies Act, 2013.

The minutes of the meetings of the Audit Committee are noted at the Board Meetings. The Chairperson of the Audit Committee, Mrs. Shyamala Gopinath was present at the 81st Annual General Meeting held on August 12, 2025.

Statutory Auditors, Internal Auditors and Cost Auditors are invited to the Meetings, as required.

The key terms of reference of the Audit Committee are as under:

- Oversight of the Company's financial reporting process and disclosure of the financial information to ensure that the financial statements are correct, sufficient and credible.
- Recommend the appointment, re-appointment and, if required, replacement or removal of Statutory Auditors and Cost Auditors, fixation of the audit fees and approving payments for any other services.

- c. Approval to statutory auditors for any other services rendered by the statutory auditors;
- d. Review with the Management, the annual and quarterly financial statements/results and auditor's report thereon before submission to the Board, focusing primarily on:
 - Matters required to be included in the Directors' Responsibility Statement forming part of 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 the accounting policies, practices and reasons for the same.
 - Major accounting entries involving estimates based on exercise of judgment by the Management.
 - Significant adjustments made in the financial statements arising out of audit findings.
 - Compliance with listing & other legal requirements concerning financial statements.
 - Disclosure of any related party transactions.
 - Modified opinion(s) in draft audit report.
- e. Reviewing, with the management, the quarterly financial statements before submission to the board for approval;
- f. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public issue or rights issue or preferential issue or qualified institutions placement, and making appropriate recommendations to the board to take up steps in this matter;
- g. Review and monitor Auditors' independence, performance and effectiveness of audit process.
- h. Approval or any subsequent modification of transactions of the Company with related parties.
- i. Scrutiny of inter-corporate loans and investments.
- j. Valuation of undertakings or assets of the Company.
- k. Evaluation of internal financial controls and risk management systems.
- l. Reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems
- m. Review the adequacy of the internal audit function, including if applicable, the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure, coverage and frequency of internal audit.
- n. Discussions with the Internal Auditors of any significant findings and follow-up thereon.
- o. Review 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.
- p. Discussions with Statutory Auditors before the audit commences, of the nature and scope of audit as well as have post-audit discussion to ascertain any areas of concern.
- q. Look into the reasons for substantial defaults in payments to depositors, debenture holders, shareholders (in case of non-payment of declared dividend) and creditors.
- r. Review the Company's financial and risk management policies
- s. Review the functioning of the Whistle Blower mechanism.
- t. Appointment of Chief Financial Officer and terms of his / her appointment.
- u. Reviewing the annual cost audit report submitted by the Cost Auditors
- v. Carrying out any other function as is mentioned in the terms of reference of the audit committee.
- w. Reviewing the utilization of loans and/ or advances from/investment by the holding company in the subsidiary exceeding Rupees 1000 million or 10% of the asset size of the subsidiary, whichever is lower, including existing loans / advances / investments existing as on the date of coming into force of this provision.
- x. Consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.
- y. Reviewing the following information:
 - Management discussion and analysis of financial condition and results of operations;
 - Management letters / letters on internal control weaknesses issued by the Statutory Auditors;
 - Internal audit reports relating to internal control weaknesses;
 - The appointment, removal and terms of remuneration of the Chief Internal Auditor.
 - Statement of deviations:
 - (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1).

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

The Audit Committee is vested with the necessary powers, as defined in its charter, to achieve its objectives.

4. **NOMINATION & REMUNERATION COMMITTEE**

The Board of Directors of the Company constituted a Nomination & Remuneration Committee on July 29, 2013.

Mrs. Shyamala Gopinath was appointed as the Chairperson of the Nomination and Remuneration Committee effective April 1, 2024.

During the financial year 2025-2026, 3 (Three) meetings of the Nomination & Remuneration Committee were held i.e., May 14, 2025, November 14 2025, and March 30, 2026.

The Minutes of the meeting of the Nomination and Remuneration Committee were noted at the subsequent Board Meeting.

The present composition of the Nomination & Remuneration Committee is as follows:

Name	Date of appointment	No. of Meetings during FY 2025-2026	
		Held	Attended
Mrs. Shyamala Gopinath, Chairperson & Independent Director	April 1, 2019	3	3
Mr. Pradip P. Shah, Member & Non-Executive Non-Independent Director	July 29, 2013	3	3
Ms. Sonia Singh, Member & Independent Director	April 1, 2024	3	3

Mr. Manohar Kamath, Director – Legal, General Counsel (India) & Company Secretary was present at all the meetings of the Nomination & Remuneration Committee held during the financial year 2025-2026 as a Secretary of the Nomination & Remuneration Committee. Mr. Alexander Gerding, Managing Director of the Company is an Invitee to the Nomination & Remuneration Committee Meetings.

The key terms of reference of the Nomination & Remuneration Committee (stipulated by the Board) are as under:

- Formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommend to the Board, a policy relating to the remuneration of Directors, Key Managerial Personnel and other employees.
- For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
 - a. use the services of an external agencies, if required;
 - b. consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c. consider the time commitments of the candidates
- Formulate criteria for evaluation of the performance of Independent Directors and the Board.
- Devise a policy on Board diversity.
- Identify 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 their appointment and removal.
- Extend or continue the term of appointment of the Independent Directors on the basis of the report of performance evaluation of the Independent Directors.
- Recommend to the Board, the remuneration payable to Senior Management.

- **Performance Evaluation Criteria for Independent Directors**

The Nomination & Remuneration Committee has formulated the criteria for evaluation of Independent Directors and the performance of the Independent Directors was evaluated during the year based on the said criteria.

- **Performance Evaluation of the Board**

The Board carries out the evaluation of the performance of Directors and Committees of the Board.

The purpose of the evaluation is to assess the performance of the Directors in discharging their responsibilities and to evaluate how effectively the Board, the Directors and the Committees were fulfilling their role and duties.

An annual evaluation of the Board is conducted to assess the performance of the Board as a whole and that of individual Board members. Performance is assessed based on clearly defined objective criteria, which are in

line with the Company's policy. Performance is measured against commitments and best-in-class benchmarks. Plans for orderly succession of the Senior Management are also in place.

As required under Regulation 25 of the SEBI Listing Regulations, a separate meeting of the Independent Directors of the Company was also held on March 30, 2026. The performance of the Chairman, Non-Independent Directors and the Board, Committees as a whole and the assessment of the quality, quantity and timeliness of flow of information between the management of the Company and the Board was carried out by the Independent Directors at the said meeting.

- **Remuneration of Independent Directors**

The remuneration to be paid to the Non-Executive Non-Independent Director and Independent Directors is decided by the Board based on the recommendation of the Nomination & Remuneration Committee and subject to the approval of the shareholders of the Company. The remuneration cannot exceed 1% of the net profit of the Company for each financial year calculated as per the provisions of the Companies Act, 2013. In addition to sitting fees, as approved by the Board, for attending the meetings of the Board and/or Committee thereof, commission is also payable to the Non-Executive Non-Independent Director and the Independent Directors for the financial year 2025-2026. Reference may be made to table 4(b) on page 84 for details of sitting fees and commission paid / payable to Non-Executive Non-Independent Director and the Independent Directors for the financial year ended March 31, 2026.

- **Directors & Officers Insurance (D&O Insurance)**

In line with the requirements of Regulation 25 (10) of the SEBI Listing Regulations, the Company has taken D&O Insurance for all its Directors & Senior Management for such quantum and risk as determined by the Company.

- **Criteria for payment of sitting fees & commission to Non-Executive Non-Independent Director/ Independent Directors**

The criteria for payment of sitting fees & commission to Non-Executive Non-Independent Director and the Independent Directors is based on:

- Company's operations.
- Number of Board & Committee Meetings attended during the financial year.
- Time devoted towards the affairs of the Company.
- Performance of the Company during the financial year.

- **Policy on Remuneration to the Managing Director, Whole-time Director and Key Managerial Personnel (KMP)**

Remuneration to the Managing Director and Whole-time Directors shall be in accordance with the provisions of the Companies Act, 2013. Increments to the existing remuneration/ compensation structure shall be recommended by the Nomination & Remuneration Committee to the Board, which shall be within the overall maximum limits of managerial remuneration approved by the shareholders for the Managing Director and Whole-time Directors of the Company. The overall managerial remuneration in respect of any financial year shall be in accordance with the limits laid down under Section 197 and Schedule V of the Companies Act, 2013.

If in any financial year, the Company has no profits or its profits are inadequate, the Company shall make payment of remuneration within the maximum limits as minimum remuneration to the Managing Director and Whole-time Directors of the Company based on the approval of the Nomination & Remuneration Committee, Board and subject to the approval of the shareholders and such other approvals, as may be required, in accordance with the provisions of Section 197 and Schedule V of the Companies Act, 2013.

During the financial year 2025-2026, the payment of remuneration to the Managerial Personnel was in accordance with the relevant provisions laid down under the Companies Act, 2013.

The Company does not have an Employee Stock Options Scheme for its Directors and employees except for the Ultimate Holding Company ('BASF SE') offering Performance Share Plan ('Long Term Incentive') for Senior Executives of BASF Group.

Details of remuneration payable to all the Directors for the financial year 2025- 2026 are as under:

(a) MANAGING/ WHOLE-TIME DIRECTORS

(Amount in Rupees per annum)

Remuneration	Mr. Alexander Gerding	Mr. Narendranath J. Baliga	Mr. Anil Kumar Choudhary
Salary & Perquisites and Allowances @	76,891,925	27,096,085	24,195,174
Performance Linked Incentives # Short Term Incentives	16,832,757	5,343,201	5,618,025
Long-Term Incentives^	5,979,984	2,201,914	548,299
Total	99,704,666	34,641,200	30,361,498

@ Salary & Benefits includes Salary, Perquisites & Allowances, Provident Fund and Superannuation but excluding provision for contribution to Gratuity Fund, Group Insurance, long service awards and any benefits under Performance Share Plan ('Long Term Incentive') of BASF SE, Parent Company.

Performance Linked Incentive (Short Term Incentive) is based on Company's financial performance, BASF Group's financial performance and individual performance against pre-agreed divisional targets. The aggregate remuneration paid / payable to the above mentioned Directors for the financial year 2025-26 includes Performance Linked Incentive (Short Term Incentive) proportionately apportioned for 9 months (April 2025 – December 2025) & the provisions created in the books of accounts proportionately for 3 months (January 2026 – March 2026) based on the Target Short Term Incentive for the calendar year 2025.

^ The Ultimate Holding Company ('BASF SE') offers Performance Share Plan ('Long Term Incentive') for Senior Executives of BASF Group. Mr. Alexander Gerding, Mr. Narendranath J. Baliga and Mr. Anil Kumar Choudhary are participating in this program. The long-term incentive (amounts as stated in above table) has been accrued by the Company for FY 2025-26 for Mr. Alexander Gerding, Mr. Narendranath J. Baliga and Mr. Anil Kumar Choudhary and shall be payable by the Company as an when due based on the said program.

(b) NON-EXECUTIVE / INDEPENDENT DIRECTORS

The Board of Directors of the Company had approved the payment of sitting fees to the Independent Directors and Non-Executive Non-Independent Director for attending the Board and/or other Committee meetings. In addition to sitting fees, commission is also due and payable to Non-Executive Non-Independent Director and the Independent Directors of the Company for the financial year ended March 31, 2026.

The details of the sitting fees paid and commission due and payable to them during the financial year ended March 31, 2026 are as follows:

(Amount in Rupees)

Particulars	Mr. Pradip P. Shah (Non-Executive Non-Independent Chairman)	Mrs. Shyamala Gopinath (Independent Director)	Mr. Bahram Vakil (Independent Director)	Ms. Sonia Singh (Independent Director)
Sitting Fees	16,75,000	20,25,000	18,00,000	19,25,000
Commission*	15,00,000	12,50,000	12,50,000	12,50,000
Total	31,75,000	32,75,000	30,50,000	31,75,000

* approved by the Board of Directors of the Company at its meeting held on May 19, 2026. The commission will be paid after the Audited Financial Statements for FY 2025-26 are approved by the shareholders of the Company on August 12, 2026.

(c) No remuneration was paid to Dr. Ramkumar Dhruva, Mr. Marcelo Lu (Director until November 30, 2025) and Mr. Andrew George Postlethwaite (Director w.e.f December 1, 2025), Non-Executive Foreign Directors during the financial year 2025-2026.

5. STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Board of Directors of the Company constituted a Shareholders' / Investors' Grievance Committee on March 1, 2001. The said Committee was renamed as Stakeholders' Relationship Committee on July 31, 2014.

Ms. Sonia Singh was appointed as the Chairperson of the Stakeholders' Relationship Committee, effective April 1, 2024.

During the financial year 2025-2026, 1 (One) meeting of the Stakeholders' Relationship Committee was held on November 14, 2025. The Minutes of the meeting of the Stakeholders' Relationship Committee was noted at the Board Meeting. The Chairperson of the Stakeholders' Relationship Committee, Ms. Sonia Singh was present at the 81st Annual General Meeting held on August 12, 2025.

The composition of the Stakeholders' Relationship Committee is as follows:

Name	Date of appointment	No. of Meetings during FY 2025-2026	
		Held	Attended
Ms. Sonia Singh, Chairperson & Independent Director	April 1, 2024	1	1
Mrs. Shyamala Gopinath, Independent Director	April 1, 2019	1	1
Mr. Alexander Gerding, Managing Director	January 1, 2023	1	1
Mr. Anil Kumar Choudhary, Manufacturing Head & Whole-time Director	January 1, 2023	1	1

Mr. Manohar Kamath, Director – Legal, General Counsel (India) & Company Secretary attended the Stakeholders' Relationship Committee Meeting held on November 14, 2025, as a Secretary of the Stakeholders Relationship Committee.

The terms of reference for the Stakeholders' Relationship Committee encompass the matters specified in Part D of Schedule II of the SEBI Listing Regulations, as amended. The Committee addresses the redressal of shareholders' and investors' complaints and grievances. It also handles issues related to the transfer or transmission of shares,

non-receipt of annual reports, non-receipt of declared dividends, issuance of new or duplicate certificates, and general meetings. Additionally, the Committee reviews measures taken to ensure effective exercise of voting rights by shareholders. The performance of the Registrar and Share Transfer Agent is overseen by the Committee, which also recommends improvements to enhance the quality of investor services. Furthermore, the Committee assesses various initiatives undertaken by the Company to reduce unclaimed dividends and ensures timely receipt of dividend warrants and annual reports by the shareholders.

All matters related to shares vis-à-vis transfers, deletions, transmissions, dematerialization and rematerialization of shares, etc. have been duly attended to by the Company within the prescribed timelines during the financial year 2025-2026.

Name, designation and address of the Compliance Officer, is as follows:

Mr. Manohar Kamath, Director – Legal, General Counsel (India) & Company Secretary BASF India Limited

Unit No 10A, 10B, 10C (part), 10th Floor, Godrej One, Pirojsha Nagar,

Eastern Express Highway, Vikhroli East, Mumbai, 400079, India

Tel: +91 22 6834 7000

E-mail ID: manohar.kamath@basf.com investor-grievance-india@basf.com ; Website: www.basf.com/in

A summary of the requests / complaints received, cleared/pending during the financial year under review are given below:

Particulars	Number of requests / complaints			
	As on April 1, 2025	Received during the financial year	Cleared/attended during the financial year	As on March 31, 2026
Non-receipt of dividend warrants	1	105	106	0
Non-receipt of share certificates after transfer, deletion of name, transmission, consolidation of folios & share certificates, correction of name etc.	0	66	59	7
SEBI Complaints Redressal System (SCORES) and Stock Exchanges (BSE/NSE)	3	25	26	2
Total	4	196	191	9

There were no investor grievances which remained unattended/pending for resolution for more than 30 days. Requests for share transfers and dematerialization received during the financial year have been processed within the time limit prescribed under the SEBI Listing Regulations.

6. RISK MANAGEMENT COMMITTEE

In view of the notifications issued by the Securities & Exchange Board of India, the Board of Directors of the Company at their Board Meeting held on March 28, 2019 constituted the Risk Management Committee of the Company with effect from April 1, 2019 and various risk management committee meetings were held since then. Effective January 1, 2023, Mr. Alexander Gerding, Managing Director of the Company, is the Chairman of the Risk Management Committee of the Company.

Mr. Bahram Vakil was appointed as a Member of the Risk Management Committee at the Board meeting held on March 27, 2024, effective April 1, 2024.

During the financial year 2025-2026, 2 (Two) meetings of the Risk Management Committee were held on July 30, 2025 and February 13, 2026. The Minutes of the meeting of the Risk Management Committee were noted at the Board Meeting. The Chairman of the Risk Management Committee, Mr. Alexander Gerding was present at the 81st Annual General Meeting held on August 12, 2025.

The present composition of the Risk Management Committee is as under:

Name	Date of appointment	No. of Meetings during FY 2025-2026	
		Held	Attended
Mr. Alexander Gerding, Chairman	January 1, 2023	2	2
Mr. Pradip P. Shah, Member & Non-Executive Non-Independent Director	April 1, 2019	2	2
Mrs. Shyamala Gopinath, Member & Independent Director	April 1, 2019	2	2
Mr. Bahram Vakil, Member & Independent Director	April 1, 2024	2	2
Mr. Narendranath J. Baliga, Chief Financial Officer & Whole – Time Director	April 1, 2019	2	2

Mr. Manohar Kamath, Director – Legal, General Counsel (India) & Company Secretary was present at all the meetings of the Risk Management Committee held during the financial year 2025-2026 as a Secretary of the Risk

Management Committee.

The terms of reference of the Risk Management Committee are as follows:

- (1) To formulate a detailed risk management policy which shall include:
 - A framework for identification of internal and external risks specifically faced by the listed entity, in particular including financial, operational, sectoral, sustainability (particularly, ESG related risks), information, cyber security risks or any other risk as may be determined by the Committee.
 - Measures for risk mitigation including systems and processes for internal control of identified risks.
 - Business continuity plan.
- (2) To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
- (3) To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
- (4) To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;
- (5) To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken;
- (6) The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.

CEO / CFO Certificate

A certificate from the Chief Executive Officer (Managing Director) and the Chief Financial Officer on the financial statements and other matters of the Company as provided in Regulation 17(8) and Part B of Schedule II of the SEBI Listing Regulations for the financial year ended March 31, 2026 was placed before the Board at its meeting held on May 19, 2026 and the same is also annexed to this Report.

7. ANNUAL GENERAL MEETINGS

- a) For the years 2023, 2024 and 2025, your Company's Annual General Meeting was held through Video Conferencing / Other Audio-Visual means. The Meetings were held on the following dates:
 1. August 12, 2025 at 3.00 p.m.
 2. August 7, 2024 at 3.00 p.m.
 3. August 4, 2023 at 3.00 p.m.

Special Resolutions were passed at the 79th & 80th Annual General Meeting of the Company held on August 4, 2023 and August 7, 2024, respectively in respect of the following matters and the resolutions were approved with the requisite majority. However, there were no items requiring Special Resolution at the 81st Annual General Meeting held on August 12, 2025.

79 th AGM: August 4, 2023
1. Re-appointment of Mrs. Shyamala Gopinath (DIN: 02362921) as an Independent Director of the Company to hold office for a further period of 5 (five) years from January 23, 2024 to January 22, 2029.
2. Revision in the existing limits of maximum remuneration payable to Mr. Alexander Gerding (DIN: 09797186), Managing Director of the Company during the tenure of his appointment i.e., January 1, 2023 to December 31, 2027.

80 th AGM: August 7, 2024
1. Payment of commission to the Non-Executive Directors of the Company effective April 1, 2024, valid for a period of 5 years.

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 the SEBI Listing Regulations as amended, the Company had extended remote e-voting facility to its members to cast their votes electronically on all resolutions set forth in the Notice convening the 81st Annual General Meeting held on August 12, 2025. On the day of the Annual General Meeting, the Company also provided e-voting facility and the resolutions were passed with the requisite majority.

The following Ordinary Resolution was passed by way of Postal Ballot on December 30, 2025. Mr. Hemant Shetye, Practicing Company Secretary and Designated Partner of M/s HSPN & Associates LLP was appointed

as the Scrutinizer by the Board of Directors of the Company to conduct the said Postal Ballot(s).

Ordinary Resolution passed on December 30, 2025

- Appointment of Mr. Andrew George Postlethwaite (DIN: 03532678) as Non – Executive Non-Independent Director of the Company, effective December 1, 2025.

Attendance of Directors at 81st AGM during the last financial year:

All the Directors of the Company were present at the AGM held on August 12, 2025.

8. DETAILS OF DIRECTOR SEEKING RE-APPOINTMENT

Brief resume of the Directors seeking re-appointment are as under:

a) Mr. Pradip P. Shah

Mr. Pradip P. Shah (DIN 00066242), aged 73 is a Chartered Accountant and holds MBA degree from Harvard University. He is also a Cost Accountant. He has served on several expert committees of State and Central Governments and was a Director on the Regional Board of the Reserve Bank of India. He is Chairman of BASF India Limited with effect from April 1, 2019, has been associated with the Board since January 2000. He holds a Master's degree in Business Administration from Harvard Business School and is a qualified Cost Accountant, having ranked first in India in the Chartered Accountancy examinations. Mr. Shah has played a influential role in the development of India's financial markets, including assisting in the founding of Housing Development Finance Corporation (HDFC) in 1977 and serving as the Founder Managing Director of CRISIL, India's first and largest credit rating agency. He helped establish the Indococean Fund in 1994 in association with affiliates of Chase Capital Partners and Soros Fund Management and subsequently set up IndAsia, a corporate finance and private equity advisory business, in 1998. Mr. Shah has also served as a consultant to international institutions such as USAID, the World Bank and the Asian Development Bank. He is the Chairman of the Capital Markets Committee of the Indian Merchants' Chamber and has served in various roles with Government and quasi-Government bodies. He has authored articles and delivered lectures globally on subjects including capital markets, credit rating, housing finance and venture capital. Mr. Shah currently holds directorships in several reputed Indian and overseas companies. On the Board of BASF India Limited as a Non-Executive Non-Independent Chairman, he is a Member of the Audit Committee, Nomination and Remuneration Committee and Risk Management Committee.

b) Dr. Ramkumar Dhruva

Dr. Ramkumar Dhruva (DIN: 00223237), aged 58 years, is the President for Global Division Monomers at BASF Belgium Coordination Center Comm. V., Waterloo. Dr. Ramkumar Dhruva holds a Ph.D. in Organic Synthesis, Photo and Electro Chemistry from the Indian Institute of Technology, Madras, in 1996. He joined BASF SE in the same year as a Research Chemist at the Polymer Dispersions Laboratory in Ludwigshafen, Germany, and has since held a range of progressive leadership roles across geographies and business segments. His extensive career at BASF spans research, manufacturing, marketing and senior management positions, including leadership roles in Polymer Dispersions, Coatings, Polyurethanes and Monomers across India, Germany, and Asia Pacific. Dr. Ramkumar Dhruva brings deep technical expertise, global operational experience and strategic insight into core chemical businesses, contributing effectively to the Company's leadership and governance processes.

9. DISCLOSURES

- (a) During the Financial Year 2025–2026, the Board of Directors of the Company at its meeting held on May 14, 2025, based on the recommendations of the Committee of Independent Directors and the Audit Committee, approved the Scheme of Arrangement amongst BASF India Limited (Demerged Company), BASF Agricultural Solutions India Limited (Resulting Company) and their respective shareholders, providing for the demerger of the Company's Agricultural Solutions business into BASF Agricultural Solutions India Limited, pursuant to Sections 230 to 232 and other applicable provisions of the Companies Act, 2013 ("the Scheme"). BASF Agricultural Solutions India Limited is a wholly owned subsidiary of the Company.

The Scheme was approved by the BSE Limited and National Stock Exchange of India Limited vide its non-objection letters dated January 30, 2026 & February 2, 2026, respectively. The said Scheme and the demerger of the Agricultural Solutions business of the Company is subject to requisite approvals from statutory and regulatory authorities (as necessary), the respective shareholders and creditors of BASF India Limited and BASF Agricultural Solutions India Limited, and the National Company Law Tribunal.

- (b) The Company has formulated a policy for dealing with Related Party Transactions, which has been duly approved by the Board. The Policy is available on the website of the Company www.basf.com/in in the 'Investor Relations' section. All the transactions of the Company with its related parties were on arms' length basis and in the ordinary course of business. All the related party transactions have been approved by the

Audit Committee and the Board of the Company. The Register of Contracts containing the transactions in which Directors are interested is placed before the Board for its approval at every Board Meeting. Transactions with Related Parties as per requirements of IND-AS are disclosed in Note No. 51 to the Standalone Financial Statements in the Annual Report and they are not in conflict with the interest of the Company.

- (c) During the Financial Year 2025–2026, the Board of Directors of the Company, at its meeting held on July 30, 2025, approved the investment of 26% equity stake in Clean Max Amalfi Private Limited, a special purpose vehicle incorporated by Clean Max Enviro Energy Solutions Private Limited, for an amount not exceeding INR 65.9 million. The said investment was towards procurement of approximately 28,854 MWh (including green attributes) of renewable power (solar and wind) for the Company's manufacturing sites at Dahej and Panoli, under the Group Captive Power Generation mechanism, in accordance with the prevailing renewable energy policy of the State of Gujarat and the Electricity Act, 2003 and Rules framed thereunder.
- (d) During the Financial Year 2025–2026, the Board of Directors of the Company, at its meeting held on March 30, 2026, approved the sale / transfer of the entire 100% equity stake held in BASF India Coatings Private Limited, a wholly owned subsidiary of the Company, based on the recommendation of the Audit Committee.

The Company has agreed to transfer its entire shareholding in BASF India Coatings Private Limited to Bond German BidCo 2 GmbH and Bond France BidCo SAS (Carlyle Group companies) for a consideration of INR 2301.6 Million, as determined by an Independent Valuer. The transaction is expected to close in the second second quarter of calendar year 2026, pursuant to which BASF India Coatings Private Limited will cease to be a wholly owned subsidiary of the Company. As at March 31, 2026, BASF India Coatings Private Limited is not a material subsidiary of the Company.

- (e) The Company has complied with the requirements of the Stock Exchanges, Securities and Exchange Board of India (SEBI) and other statutory authorities on all matters relating to capital markets during the last three years. No strictures or penalties have been imposed on the Company either by SEBI or the Stock Exchanges or any other statutory authority for non-compliance of any matter related to the capital markets.
- (f) The Company has formulated a Whistle Blower Policy which provides adequate safeguards against victimization of Employee(s)/ Director(s)/ 3rd parties who avail of the mechanism and also provides direct access to the Chairman of the Audit Committee in exceptional cases as detailed in the Policy. The details of the Whistle Blower Policy are available on the website of the Company www.basf.com/in in the 'Investor Relations' section. No person has been denied access to the Chairman of the Audit Committee.
- (g) The Company has complied with the mandatory requirements of Corporate Governance as stipulated under Schedule V of the SEBI Listing Regulations.
- (h) Risk Management: The Company has a mechanism in place to inform the Board about the risk assessment and minimization procedures and periodical review to ensure that management controls risk through means of a properly defined framework.
- (i) The Company manages its foreign exchange risks by hedging its net exposure with the use of appropriate hedging instruments (e.g. forward contracts). The derivatives are used only for hedging purposes and speculation is strictly prohibited.
- (j) Credit Rating: CRISIL Ltd has reaffirmed credit rating of 'CRISIL AAA' and assigned a 'Stable' outlook for long term debt programme. The ratings on the Fixed Deposits and Commercial Paper have been reaffirmed at 'FAAA/Stable' and 'CRISIL A1+', respectively.
- (k) The Management Discussion & Analysis Report forms part of this Annual Report.
- (l) The Company has complied with the corporate governance requirements specified in Regulations 17 to 27 and the mandatory requirements under Schedule II and Regulation 46 of the SEBI Listing Regulations as amended.
- (m) The Corporate Governance Report of the Company for the financial year ended March 31, 2026 is in compliance with the SEBI Listing Regulations. The Company has complied with and disclosed all the mandatory corporate governance requirements mentioned under sub-para (2) to (10) of part C of Schedule V of the SEBI Listing Regulations.
- (n) The status of adoption of the non-mandatory requirements as specified in sub-regulation 1 of Regulation 27 of the SEBI Listing Regulations is as follows:
 - i. The Board: Mr. Pradip P. Shah, Non-Executive Director of the Company has been the Chairman of the Company since April 1, 2019. He continues to be Non-Executive Non-Independent Chairman of the Company effective April 1, 2024.
 - ii. Shareholder Rights: Half-yearly and other quarterly results are published in newspapers and also uploaded on Company's website www.basf.com/in;

- iii. Modified opinion(s) in audit report: The Company has a regime of un-qualified financial statements. Auditors have not raised any qualification on the financial statements.
- iv. Separate posts of Chairperson and Managing Director:
 - Mr. Pradip P. Shah, Non-Executive Director of the Company has been the Chairman of the Company since April 1, 2019. He continues to be Non-Executive Non-Independent Chairman of the Company effective April 1, 2024.
 - Mr. Alexander Gerding has been appointed as Managing Director of the Company with effect January 1, 2023 for a term of 5 consecutive years.
- v. Reporting of Internal Auditor: M/s Mahajan & Aibara, Chartered Accountants, Mumbai, Internal Auditors of the Company report to the Audit Committee.
- (o) Mr. Hemant Shetye, Practicing Company Secretary and Designated Partner of M/s HSPN & Associates LLP, has certified 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. The said Certificate is annexed hereto as **Annexure-1**.
- (p) The total aggregate fees paid / payable to M/s. Deloitte Haskins & Sells LLP, Chartered Accountants during the financial year 2025-2026 is Rs. 26.5 Million.
- (q) Prevention of Sexual Harassment at the Workplace: Details are provided page no. 10 of this Annual Report.
- (r) The Board of Directors of the Company have accepted all recommendations received from its committees. None of the recommendations have been rejected by the Board of Directors of the Company.

10. MEANS OF COMMUNICATION

The Company follows a robust process of communicating with its stakeholders and investors. For this purpose, it provides multiple channels of communication through dissemination of information on the web-portal of the Stock Exchanges, News Releases, Annual Reports and by placing relevant information on its website.

- The Quarterly, Half-yearly and Annual Financial Results of the Company are published in widely circulating national and local newspapers such as 'Business Standard' (in English) and 'Mumbai Lakshadeep' (in Marathi).
- The Company's Financial Results/official news releases and other important Investor related information are periodically displayed and updated on the Company's website, viz., www.basf.com/in in the 'Investor Relations' section.
- During the financial year 2025-26, the Company had 2 (two) Analyst / Fund Managers meetings on May 20, 2025 and November 19, 2025, respectively. The details of the Analysts / Fund Managers' Meetings together with the presentations on the performance of the Company, if any, along with the audio-video recording and its transcript is uploaded on the web-portals of the Stock Exchanges i.e., BSE Ltd and The National Stock Exchange of India Ltd. The same is also uploaded on the Company's website i.e., www.basf.com/in in the Investor Relations Section.

11. GENERAL SHAREHOLDERS INFORMATION

- (a) The Annual General Meeting of the Company will be held on Wednesday, August 12 2026 at 3.00 p.m. through video conferencing / other audio-visual means.

- (b) The Company's financial year begins on April 1, and ends on 31 March.

Financial Calendar (Tentative) –	Results for quarter ending June 30, 2026	1 st week of August 2026
	Annual General Meeting	August 12, 2026
	Results for quarter ending September 30, 2026	1 st week of November 2026
	Results for quarter ending December 31, 2026	2 nd week of February 2027
	Results for the year ending March 31, 2027	3 rd week of May, 2027

- (c) Record Date: Thursday, July 30, 2026 for the purpose of payment of dividend.
- (d) Dividend payment date: On or after August 17, 2026.

- (e) Listing on Stock Exchanges: The equity shares of the Company are listed on the following Stock Exchanges:

Name of the Stock Exchange	Address
BSE Ltd. (BSE)	Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400001
The National Stock Exchange of India Limited (NSE)	Exchange Plaza, Plot No. C/1, G Block, Bandra-Kurla Complex Bandra (East), Mumbai – 400051

The Company has paid the annual listing fees for the financial year 2025-2026 to both the Stock Exchanges.

- (f) Stock Code : 500042
 SYMBOL : BASF
 Demat ISIN No. (NSDL & CDSL) : INE373A01013

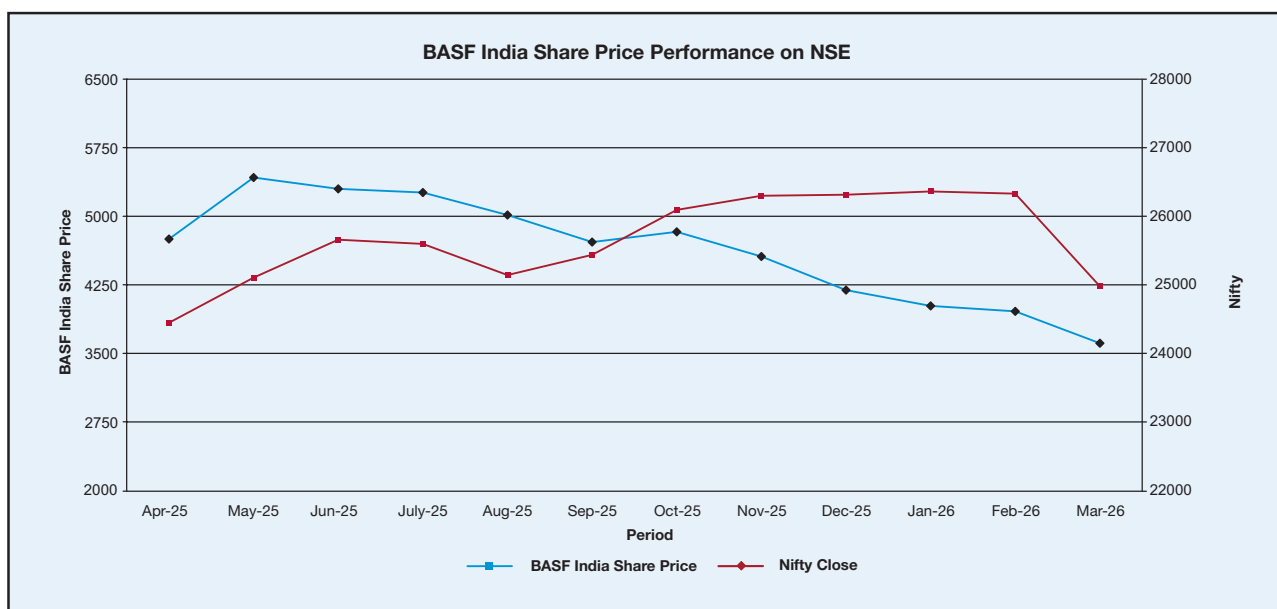
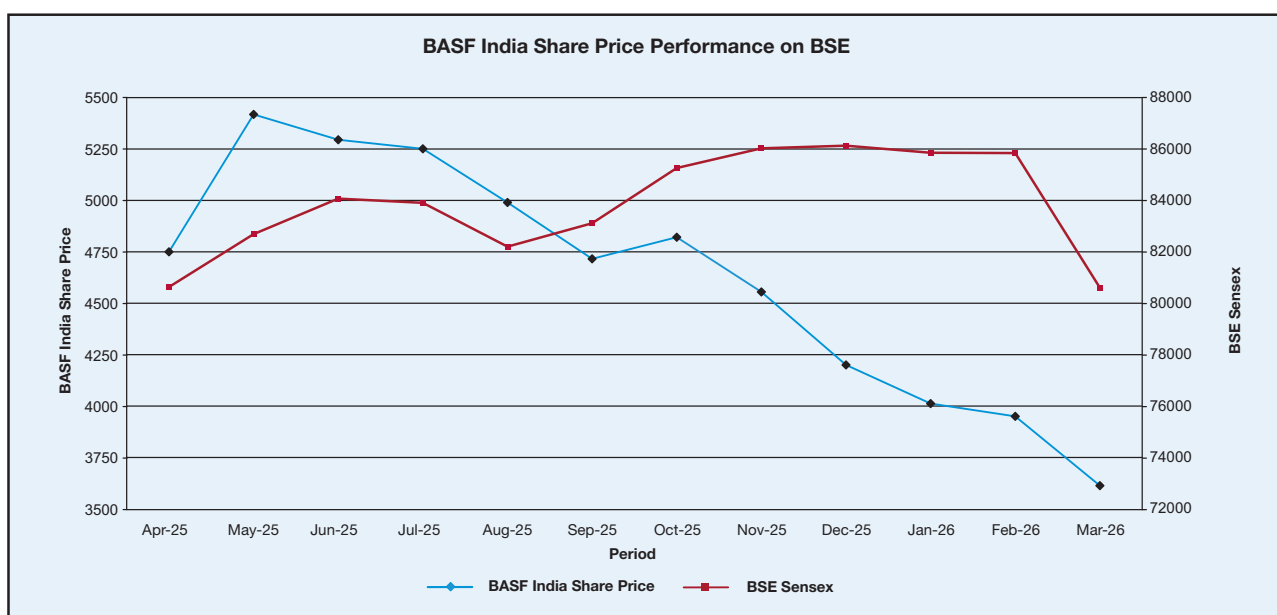
- (g) Market Price Data:

High/low market price of the Company's equity shares traded on BSE Ltd. and The National Stock Exchange of India Limited during each month in the last financial year ended on March 31, 2026 is furnished below along with a graph indicating the performance of Company's share price in comparison with BSE SENSEX and NIFTY:

SHARE PRICES (HIGH/LOW) OF BASF INDIA LIMITED FOR THE PERIOD APRIL 1, 2025 TO MARCH 31, 2026

(Share prices in Rs.)

BSE			NSE		
MONTH	HIGH (DATE)	LOW (DATE)	MONTH	HIGH (DATE)	LOW (DATE)
April	4,750.00 (22/04/2025)	4,089.65 (07/04/2025)	April	4,751.20 (22/04/2025)	4,088.95 (07/04/2025)
May	5,418.20 (20/05/2025)	4,203.25 (07/05/2025)	May	5,424.00 (20/05/2025)	4,205.00 (07/05/2025)
June	5,295.00 (03/06/2025)	4,867.85 (23/06/2025)	June	5,300.00 (03/06/2025)	4,860.00 (23/06/2025)
July	5,251.00 (18/07/2025)	4,850.00 (31/07/2025)	July	5,260.00 (18/07/2025)	4,800.00 (31/07/2025)
August	4,990.00 (01/08/2025)	4,399.55 (28/08/2025)	August	5,014.00 (01/08/2025)	4,399.00 (28/08/2025)
September	4,716.00 (22/09/2025)	4,373.05 (30/09/2025)	September	4,718.10 (22/09/2025)	4,369.00 (29/09/2025)
October	4,821.00 (03/10/2025)	4,370.00 (01/10/2025)	October	4,829.90 (03/10/2025)	4,366.30 (01/10/2025)
November	4,555.00 (13/11/2025)	4,141.05 (27/11/2025)	November	4,560.00 (13/11/2025)	4,141.30 (27/11/2025)
December	4,200.00 (01/12/2025)	3,777.00 (30/12/2025)	December	4,192.40 (01/12/2025)	3,785.80 (18/12/2025)
January	4,012.10 (01/01/2026)	3,522.85 (21/01/2026)	January	4,019.40 (01/01/2026)	3,524.90 (21/01/2026)
February	3,950.00 (10/02/2026)	3,432.00 (27/02/2026)	February	3,960.00 (10/02/2026)	3,421.00 (27/02/2026)
March	3,613.00 (02/03/2026)	2,906.90 (02/03/2026)	March	3,611.00 (02/03/2026)	3,122.20 (23/03/2026)



(h) Registrar & Share Transfer Agent:

MUFG Intime India Private Limited (Formerly known as Link Intime India Private Limited)

Unit: BASF India Limited

C-101, Embassy 247, L.B.S. Marg,

Vikhroli (West), Mumbai – 400083

Tel. No.: +91 8108118484

Fax No.: +91 22 4918 6060

Email : csg-unit@in.mpms.mufig.com

Website: <https://in.mpms.mufig.com/>

The details of contact person of Link Intime India Private Limited is as follows:

Name	Phone No.	Fax No.
Ms. Kshama Ghole	+91 8108118484	+91 22 4918 6060

- (i) Share Transfer System: Presently, share transfers which are received in physical form are processed by the Registrar & Share Transfer Agent and approved by the Company within a period of 15 days from the date of lodgment, subject to the transfer documents being found proper and complete in all respects.

- (j) The distribution of the shareholding of the Company as on March 31, 2026 was as follows:

Category (No. of shares)	No. of Shareholders	Percentage	No. of shares	Percentage
1-500	62,707	97.17	25,20,960	5.82
500-1000	964	1.49	7,23,859	1.67
1001-2000	451	0.70	6,40,936	1.48
2001-3000	143	0.22	3,53,028	0.82
3001-4000	66	0.10	2,30,079	0.53
4001-5000	49	0.08	2,25,284	0.52
5001-10000	81	0.13	5,75,336	1.33
10001 and above	71	0.11	3,80,16,158	87.83
Total	64,532	100.00	4,32,85,640	100.00

- (k) The shareholding pattern of the Company as on March 31, 2026 was as follows:

Category	No. of shares	% of total capital
Foreign Promoters	3,17,43,220	73.33
Directors and relatives of Directors	0	0.00
NRIs, FIIs and FPIs & Foreign Nationals	25,80,881	5.96
Mutual Funds & Financial Institutions	12,40,122	2.86
State Government	30	0.00
Insurance Companies	14,78,997	3.42
Nationalized, Foreign and other Banks	3,928	0.01
Domestic Corporate Bodies / Trusts / Clear-ing Members / LLPs / NBFCs/Suspense Es-crow	11,66,376	2.69
Investor Education & Protection Fund	2,10,703	0.49
Alternate Investment Funds	10	0.00
Resident Individual Investors	48,61,373	11.23
Total *	4,32,85,640	100.00

* Out of the 4,32,85,640 equity shares of Rs. 10 each, 682 equity shares of Rs. 10 each were issued and allotted pursuant to the Rights Issue(s) in 1995 and 1996 due to pending legal cases/ disputes and held in abeyance owing to the same.

- (l) Dematerialization of shares: The Company's equity shares are held in dematerialized form by the National Securities Depository Limited (NSDL) and the Central Depository Services (India) Limited (CDSL) under ISIN INE373A01013. As on March 31, 2026, 4,31,35,462 equity shares, representing 99.65% of the voting capital of the Company have been dematerialized.
- (m) As of date, the Company has not issued GDRs/ADRs/Warrants or any convertible instruments.
- (n) Locations of Manufacturing Plants as on March 31, 2026:

Dahej, Gujarat	Panoli, Gujarat
4B, Dahej Industrial Estate, Village Dahej, Taluka Vagra, District Bharuch, Gujarat – 392130.	Village Umarwada, Survey No 432/1+2, 393001, Taluka Ankleshwar, Gujarat, India
Navi Mumbai, Maharashtra	
Plot No. 12, TTC Industrial Area, MIDC, Thane-Belapur Road, Turbhe, Navi Mumbai – 400705, Maharashtra.	
Mangalore, Karnataka	
Bala/Thokur Village, Surathkal-Bajpe Road, Mangalore Taluka, Dakshina Kannada District, Karnataka – 575030.	

- (o) Address for correspondence for shares related queries:
Mr. Pankaj Bahl, Senior Manager – Legal & Secretarial
Unit No. 10A, 10B, 10C (Part), 10th Floor,
Godrej One, Pirojsha Nagar,
Eastern Express Highway,
Vikhroli (East) Mumbai - 400 079, India
Tel +91 22 6834 7000
Email: pankaj.bahl@basf.com

(p) Top Ten Shareholders of the Company as on March 31, 2026:

Sr. No.	Name of the Shareholder(s)	No. of shares	% of the total capital
1.	BASF SE	2,28,35,320	52.75
2.	BASF SCHWEIZ AG	89,07,900	20.58
3.	TATA MUTUAL FUND	7,63,051	1.76
4.	GENERAL INSURANCE CORPORATION OF INDIA	6,50,539	1.50
5.	TATA INDIAN OPPORTUNITIES FUND	4,79,893	1.11
6.	RIAMBEL CAPITAL PCC – RCC1	4,24,621	0.98
7.	BAJAJ LIFE INSURANCE COMPANY LTD.	4,19,005	0.97
8.	TATA LARGE AND MID – CAP FUND	2,63,657	0.61
9.	ATUL LIMITED	2,61,396	0.60
10.	PLUTUS WEALTH MANAGEMENT LLP	2,25,695	0.52

(q) Closing Share Price: Rs. 3801 per share on BSE Limited as on May 19, 2026

12. DISCLOSURES IN RESPECT OF ‘LOANS AND ADVANCES IN THE NATURE OF LOANS TO FIRMS/ COMPANIES IN WHICH DIRECTORS ARE INTERESTED BY NAME AND AMOUNT’:

During the financial year 2025-2026, the Company has placed Inter-Corporate Deposits with BASF India Coatings Private Limited, Wholly Owned Subsidiary. The amount outstanding as of March 31, 2026 was Rs. 120 million.

13. CODE OF CONDUCT

The Company has framed a Code of Conduct for its Board Members and Senior Management Personnel. The Company has also formulated a Code on Prevention of Insider Trading.

The Code of Conduct for the Board Members and Senior Management personnel is available on the Company’s website at: <https://www.basf.com/in/en/india-investors/listing-compliances/code-of-conduct-and-other-policies-basf-india#content-1568758805>

All the Board Members and Senior Management Personnel have complied with the Code of Conduct.

14. DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/UNCLAIMED SUSPENSE ACCOUNT

In accordance with the circular issued by the Securities and Exchange Board of India (SEBI) dated January 30, 2026 on “Ease of Doing Investment and Ease of Doing Business”, the requirement for issuance of a Letter of Confirmation (LOC) in lieu of physical share certificates pursuant to investor service requests has been dispensed with. Upon verification of the investor service request and completion of due diligence, the Company or its Registrar and Share Transfer Agent (RTA) shall directly credit the securities in dematerialised form to the demat account of the shareholder or claimant through the depository system. Shareholders or claimants are required to submit the prescribed service request forms along with a valid and duly attested Client Master List of their demat account. The securities shall be credited directly to the demat account within the timelines prescribed by SEBI. Any Letters of Confirmation issued prior to the effective date of the said circular shall remain valid for dematerialization within one hundred twenty (120) days from the date of issuance, and upon expiry of such validity, the provisions of the January 2026 circular shall be applicable.

Details of shares transferred to / released from Demat Suspense Account / Unclaimed Suspense Account (SEDA) during the FY 2025-2026 are as under:

Particulars	No. of shares
Shares lying in SEDA as on April 1, 2025	953
Shares transferred to SEDA during the year	1,782
Shares claimed back from SEDA during the year	61
Shares lying in SEDA as on March 31, 2026	2,674

On behalf of the Board of Directors
For BASF India Limited

PRADIP P. SHAH
Chairman
(DIN: 00066242)

ALEXANDER GERDING
Managing Director
(DIN: 09797186)

Mumbai
Dated: May 19, 2026

ANNEXURE-1

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of BASF INDIA LIMITED having CIN L33112MH1943FLC003972 and having registered office at Unit No. 10A, 10B, 10C (Part), 10th Floor, Godrej One, Pirojsha Nagar, Eastern Express Highway, Vikhroli (East), Mumbai - 400 079, India (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Date of appointment
1.	Mr. Pradip Panalal Shah	00066242	31/01/2000
2.	Mr. Alexander Gerding	09797186	01/01/2023
3.	Dr. Ramkumar Dhruva	00223237	10/08/2018
4.	Mr. Andrew Postlethwaite	03532678	01/12/2025
5.	Mrs. Shyamala Gopinath	02362921	23/01/2019
6.	Mr. Bahram Vakil	00283980	01/04/2024
7.	Ms. Sonia Singh	07108778	01/04/2024
8.	Mr. Narendranath J. Baliga	07005484	01/01/2025
9.	Mr. Anil Kumar Choudhary	07733817	01/01/2023

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

For HSPN & ASSOCIATES LLP
Company Secretaries

Hemant S. Shetye
Designated Partner
FCS No.: 2827
COP No.: 1483

Date : May 19, 2026

Place : Mumbai

ICSI UDIN : F002827H000404866

PEER REVIEW NO: 6035/2024

CHIEF EXECUTIVE OFFICER (CEO) & CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

May 19, 2026

BASF India Ltd
Unit No. 10A, 10B, 10C (Part),
10th Floor, Godrej One, Pirojsha Nagar,
Eastern Express Highway,
Vikhroli (East),
Mumbai - 400 079, India

COMPLIANCE CERTIFICATE

As stipulated under Regulation 17(8) and Part B of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we hereby certify that:

We have reviewed financial statements and the cash flow statement for the 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.
- 3) There are, to the best of our knowledge and belief, no transactions entered into by the Company during the year ended March 31, 2026 which are fraudulent, illegal or violative of the Company's Code of Conduct.
- 4) 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.
- 5) We have indicated to the Auditors and the Audit Committee:
 - significant changes in internal control over financial reporting during the year;
 - significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - 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.

For BASF India Limited

ALEXANDER GERDING
Managing Director

(DIN: 09797186)

NARENDRANATH J. BALIGA
Chief Financial Officer &
Whole-Time Director
(DIN: 07005484)

Mumbai
Dated: May 19, 2026

INDEPENDENT AUDITOR'S CERTIFICATE

TO THE MEMBERS OF BASF INDIA LIMITED

CERTIFICATE ON CORPORATE GOVERNANCE

1. This certificate is issued in accordance with the terms of our engagement letter dated July 04, 2025.
2. We, Deloitte Haskins & Sells LLP, Chartered Accountants, the Statutory Auditors of BASF India Limited ("the Company"), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended on March 31, 2026 as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

Managements' Responsibility

3. The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Auditor's Responsibility

4. Our responsibility is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.
5. We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.
6. We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. 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

8. Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the Listing Regulations during the year ended March 31, 2026.
9. We 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.

For DELOITTE HASKINS & SELLS LLP

Chartered Accountants
(Firm's Registration No. 117366W/W-100018)

Viral R. Shah

Partner

Membership No. 117654

UDIN:26117654TIEOPJ5931

Place: Mumbai

Date: May 19, 2026

Independent Auditor's Report to the Members of BASF India Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of BASF India Limited (the "Company"), which comprise the Balance Sheet as at March 31, 2026, and the Statement of Profit and Loss (including Other Comprehensive Loss), the Statement of Cash Flows and the Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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 (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, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, its profit and other comprehensive loss, its cash flows and the changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the *Auditor's Responsibility 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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Key Audit Matters

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

Key Audit Matter	Auditor's Response
Assessment of Contingent liabilities and provisions against litigations. (Refer Note 17, 40 and 46 to the standalone financial statements) The Company undergoes assessment proceedings from time to time with direct and indirect tax authorities and litigations with certain other parties. As at March 31, 2026, in respect of certain direct and indirect tax and other litigations (comprising various claims filed by other parties not acknowledged as debt), the Company carries provisions of Rs. 268.0 million and has disclosed contingent liability of Rs. 2,358.6 million. There is a significant level of management judgement involved in estimating the possible outflow of economic resources and the level of provisioning and / or the disclosures required in the standalone financial statements. The management's assessment is supported by advice from independent tax and legal consultants, where considered necessary by the management. Any unexpected adverse outcomes could significantly impact the Company's reported profit and financial position. We considered the above area as a key audit matter due to associated uncertainty related to the outcome of these tax and litigation matters and application of judgement in the interpretation of related laws.	Principal audit procedures performed included the following: - Understanding and evaluating the process and controls designed and implemented by the management around assessment of tax and other litigations including testing of operating effectiveness of the relevant controls; - Enquired with the relevant company personnel including the Company's tax and regulatory department heads to obtain a complete list of matters under litigation; - Obtaining details of the litigation matters, inspecting the supporting evidence and critically assessing management's evaluation through enquiry with management on both the likelihood of outcome and the magnitude of potential outflow of economic resources; - Understanding the current status of the tax assessments and other litigations; - Reading recent orders and / or communication received from the tax authorities and with certain other parties, and management's responses to such communication; - Where relevant, reading the independent tax / legal advice obtained by management and evaluating the grounds presented therein; - Evaluating independence, objectivity, and competence of the management's tax / legal consultants; - Obtaining direct written confirmations from the Company's legal / tax consultants to confirm the facts and circumstances and assessment of the likely outcome; - Where relevant, together with the auditor's tax experts, assessing the management's evaluation of the likelihood of the outcomes of the litigations and potential financial exposure; and - Evaluating the appropriateness of the presentation and adequacy of disclosures in the standalone financial statements. Based on the above procedures performed, we did not identify any material exceptions to management's assessment of provisions and contingent liabilities.

Independent Auditor's Report

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

- The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Directors report, Management Discussion and Analysis, Corporate Governance Report and Business Responsibility and Sustainability Report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our 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. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Standalone Financial Statements

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

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

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

Auditor's Responsibility for the Audit of the Standalone Financial Statements

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

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

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

Independent Auditor's Report

- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Loss, the Statement of Cash Flows and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
- e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164(2) of the Act.
- f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statement.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements - Refer note 40 to the standalone financial statements;
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
 - iv. (a) The Management has represented that, to the best of its knowledge and belief, 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, directly or indirectly lend or invest in other persons or entities identified in

Independent Auditor's Report

any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The Management has represented, that, to the best of its knowledge and belief, 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, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

v. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with section 123 of the Act, as applicable.

As stated in note 39(b) to the standalone financial statements, the Board of Directors of the Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. Such dividend proposed is in accordance with section 123 of the Act, as applicable.

vi. Based on our examination, which included test checks, the Company has used accounting software systems for maintaining its books of account for the financial year ended March 31, 2026 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

2. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "**Annexure B**" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No.: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No. 046830
UDIN: 26046930DRFAZT7679

Place : Mumbai
Date : May 19, 2026

Annexure “A” to the Independent Auditor’s Report

To The Members of BASF India Limited

(Referred to in paragraph 1(f) under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

Report on the Internal Financial Controls with reference to standalone financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the “Act”)

We have audited the internal financial controls with reference to standalone financial statements of BASF India Limited (the “Company”) as at March 31, 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management’s and Board of Directors’ Responsibilities for Internal Financial Controls

The Company’s management and Board of Directors are responsible for establishing and maintaining internal financial controls with reference to standalone financial statements based on the internal control with reference to standalone financial statements 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. 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 Companies Act, 2013.

Auditor’s Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to 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 financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company’s internal financial controls with reference to standalone financial statements.

Meaning of Internal Financial Controls with reference to standalone financial statements

A company’s internal financial control with reference to standalone 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 control with reference to standalone 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.

Annexure “A” to the Independent Auditor’s Report

Inherent Limitations of Internal Financial Controls with reference to standalone financial statements

Because of the inherent limitations of internal financial controls with reference to 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 standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2026, based on the criteria for internal financial control with reference to standalone financial statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm’s Registration No.: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No. 046830
UDIN: 26046930DRFAZT7679

Place : Mumbai
Date : May 19, 2026

Annexure “B” to the Independent Auditor’s Report

To The Members of BASF India Limited

(Referred to in paragraph 2 under ‘Report on Other Legal and Regulatory Requirements’ section of our report of even date)

In terms of the information and explanations sought by us and given by the Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- i. In respect of the Company’s property, plant and equipment, and intangible assets:
 - (a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and capital work-in-progress.
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) Some of the Property, Plant and Equipment were physically verified during the year by the Management in accordance with a programme of verification, which in our opinion provides for physical verification of all the Property, Plant and Equipment, at reasonable intervals of 2 years having regard to the size of the Company and the nature of its activities. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Based on the examination of the registered sale deed provided to us, we report that, the title deeds of all the immovable properties of land and buildings (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the financial statements included in property, plant and equipment, are held in the name of the Company as at the balance sheet date, except in the case of an immovable property of the Company as listed below whose title deeds are under dispute:

Description of property	As at the Balance sheet date		Held in the name of	Whether promoter, director or their relative or employee	Period held	Reason for not being held in name of Company
	Gross carrying value (Rs. in million)	Carrying value in the financial statements (Rs. in million)				
Land at Mangalore Location	48.3	48.3	Karnataka Industrial Areas Development Board	No	From October 21, 2014	The Company has submitted the necessary documents to Karnataka Industrial Areas Development Board for execution of the Sale Deed for land at Mangalore and the process is ongoing

- (d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) and intangible assets during the year.
- (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The inventories, except for goods-in-transit and stocks held with third parties, were physically verified during the year by the Management at reasonable intervals. In our opinion and based on the information and explanation given to us, the coverage and procedure of such verification by the management is appropriate having regard to the size of the Company and the nature of its operations. For stocks held with third parties at the year-end, written confirmations have been obtained and in respect of goods in transit, substantial portion of goods have been received subsequent to the year end. No discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventories/alternate procedures performed as applicable when compared with books of account.
- (b) According to the information and explanations given to us, the Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at any point of time during the year, from banks or financial institutions on the basis of security of current assets. Hence, reporting on the quarterly returns or statements filed by the Company with such banks or financial institutions is not applicable.

Annexure “B” to the Independent Auditor’s Report

- iii. The Company has made investments in a wholly owned subsidiary, granted unsecured interest free loans to employees and provided interest bearing inter-corporate deposits to two fellow subsidiaries and a wholly owned subsidiary during the year. The Company has not granted any secured loans / advances in nature of loans, or stood guarantee, or provided security to any other parties.
- (a) The Company has provided unsecured interest free loans to employees and interest bearing inter – corporate deposits in the nature of loans to its fellow Subsidiaries and a wholly owned subsidiary, during the year and details of which are given below:

(Rs. in million)

	Loans
A. Aggregate amount granted / provided during the year:	
- Fellow Subsidiary	8,950.0 [including Rs. 7,450.0 million which were renewed during the year. Also refer our comments under paragraph 3(iii)(e)]
- Wholly Owned Subsidiary	2,390.0 [including Rs. 1,290.0 million which were renewed during the year. Also refer our comments under paragraph 3(iii)(e)]
- Loan to employees	0.5
B. Balance outstanding as at balance sheet date in respect of above cases:	
- Wholly Owned Subsidiary	120.0
- Loan to employees*	0.6

* Includes opening balances

- (b) The investments made, and the terms and conditions of the grant of all the above-mentioned loans and inter – corporate deposits in the nature of loans, during the year are, in our opinion, not prejudicial to the Company’s interest.
- (c) In respect of loans granted and inter – corporate deposits in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are regular as per stipulation.
- (d) In respect of loans granted and inter – corporate deposits in the nature of loans provided by the Company, there is no amount overdue for more than 90 days at the balance sheet date.
- (e) Following inter-corporate deposits were granted to same parties, which had fallen due during the year and were renewed. Further, there are no inter-corporate deposits which had fallen due during the year and were extended or no fresh loans were granted to same parties to settle the existing overdue loans /advances in nature of loan.

Name of the parties	Aggregate amount of inter-corporate deposits granted during the year (including renewals) (Rs. in million)	Aggregate amount settled by renewal (Rs. in million)	Percentage of aggregate amount renewed to the total inter-corporate deposits granted during the year
BASF Catalysts India Private Limited	8,300.0	7,200.0	87%
BASF India Coatings Private Limited	2,390.0	1,290.0	54%
BASF Chemicals India Private Limited	650.0	250.0	38%

- (f) According to information and explanations given to us and based on the audit procedures performed, the Company has not granted any loans and inter – corporate deposits in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

Annexure “B” to the Independent Auditor’s Report

- iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted and investments made. The Company has not provided guarantees or securities to parties that are covered under the provisions of sections 185 or 186 of the Companies Act, 2013.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed cost records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.
- vii. (a) Undisputed statutory dues, including Goods and Service tax, Provident Fund, Employees’ State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues applicable to the Company have been regularly deposited by it with the appropriate authorities in all cases during the year.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees’ State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

- (b) Details of statutory dues referred to in sub-clause (a) above which have not been deposited as on March 31, 2026 on account of disputes are given below:

Name of the Statute	Nature of the Dues	Amount of demand after netting off amount paid under protest (in million)	Amount paid under protest (in million)	Period to which the Amount Relates	Forum where Dispute is Pending
Income Tax Act, 1961	Income Tax liability (including interest and penalty, as applicable)	2,093.2	19.2	Assessments Years 2002- 03, 2004-05, 2007-08, 2018-19, 2021-22 and 2022-23	Appellate Authority - up to Commissioner's level
		73.6	25.0	Assessment Years 2007- 08, 2009-11 and 2016-17	Income Tax Appellate Tribunal
		10.9	–	Assessment Year 2006-07	High Court
Sub Total		2,177.7	44.2		
The Central Sales Tax Act, 1956 and Local Sales Tax Acts	Sales Tax and Value Added Tax liability (including interest and penalty, as applicable)	18.4	0.3	Financial Years 2002-03, 2005-06 to 2009-10 and 2011-12.	Appellate Authority - up to Commissioner's level
		0.7	1.1	Financial Years 1993-94, 1994-95, 2006-07 and 2010-11	Sales Tax Appellate Tribunal
		185.2	0.3	Financial Years 2014-15 to 2017-18 (upto June 2017)	High Court
Sub Total		204.3	1.7		

Annexure B to the Independent Auditor's Report

Name of the Statute	Nature of the Dues	Amount of demand after netting off amount paid under protest (in million)	Amount paid under protest (in million)	Period to which the Amount Relates	Forum where Dispute is Pending
The Finance Act, 1994	Service Tax Liability (including interest and penalty, as applicable)	3.4	0.3	Financial Years 2007-08, 2014-15 to 2017-18	Appellate Authority - up to Commissioner's level
		1,406.4	64.4	Financial Years 2004-05 to 2017-18 (up to June 2017)	Custom, Excise and Service Tax Appellate Tribunal
Sub Total		1,409.8	64.7		
The Customs Tariffs Act, 1975	Customs Duty (including interest and penalty, as applicable)	43.6	–	Financial Year 2007-08	Supreme Court of India
		242.6	–	Financial Year 2014-15, 2017-18	Custom, Excise and Service Tax Appellate Tribunal
		330.0	20.5	Financial Year 2010-11, 2017-25	Appellate Authority - up to Commissioner's level
Sub Total		616.2	20.5		
Central Excise Act, 1944	Excise Duty Liability (including interest and penalty, as applicable)	3.0	–	Financial Years 2007- 2008, 2012-13	Appellate Authority - up to Commissioner's level
		0.9	1.2	Financial Year 1981-1982, 2012-2013	Custom, Excise and Service Tax Appellate Tribunal
		6.3	–	Financial Year 2011-12	High Court
Sub Total		10.2	1.2		
The Central Goods and Service Tax Act, 2017	Goods and Service Tax Liability (including interest and penalty, as applicable)	1,080.9	101.6	FY 2017-18 to FY 2022-23	Appellate Authority- upto Commissioner's level
		214.1	108.5	FY 2017-18 to FY 2023-24 (up to July 23)	GST Appellate Tribunal
		0.5	0.8	FY 2018-19	High court
Sub Total		1,295.5	210.9		

- viii. There were no transactions relating to previously unrecorded income that were surrendered or disclosed as income in the tax assessments under the Income Tax Act, 1961 (43 of 1961) during the year.
- ix. (a) In our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.
- (b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
- (c) The Company has not taken any term loan during the year and there are no unutilized term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have not been used during the year for long-term purposes by the Company.
- (e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
- (f) The Company has not raised loans during the year on the pledge of securities held in its subsidiaries and hence, reporting on clause 3(ix) (f) of the order is not applicable.
- x. (a) The Company has not issued any of its securities (including debt instruments) during the year and hence, reporting under clause 3(x)(a) of the Order is not applicable.
- (b) During the year the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable to the Company.

Annexure B to the Independent Auditor's Report

- xi. (a) To the best of our knowledge, no fraud by the Company and no material fraud on the Company by its officers or employees has been noticed or reported during the year.
- (b) To the best of our knowledge, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
- (c) We have taken into consideration the whistle blower complaints received by the Company during the year and upto the date of this report and provided to us, when performing our audit.
- xii. The Company is not a Nidhi Company and hence reporting under clause 3 (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. (a) In our opinion, the Company has an adequate internal audit system commensurate with the size and the nature of its business.
- (b) We have considered, the internal audit reports issued to the Company during the year and covering the period upto March 31, 2026.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.
- (d) The Group does not have any CIC as part of the group and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. (a) The Company has not undertaken any "other than ongoing projects" in pursuance of its Corporate Social Responsibility Policy. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable to the Company.
- (b) In respect of ongoing projects, the Company has transferred unspent Corporate Social Responsibility (CSR) amount, to a Special account before the date of this report and within a period of 30 days from the end of the financial year in compliance with the provision of section 135(6) of the Act.

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No.: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No. 046830
UDIN: 26046930DRFAZT7679

Place : Mumbai
Date : May 19, 2026

Standalone Balance Sheet as at March 31, 2026

Rs. in million

	Notes	March 31, 2026	March 31, 2025
ASSETS			
Non-current assets			
Property, plant and equipment	1 A	5,896.5	5,386.0
Right-of-use assets	1 B	1,347.3	1,538.8
Capital work-in-progress	1 C	1,598.7	837.2
Goodwill	1 D	—	2.1
Other intangible assets	1 D	8.0	13.1
Financial assets			
(i) Investments	2A	80.9	2,134.1
(ii) Loans	2B	0.4	0.8
(iii) Other financial assets	3	218.3	247.3
Deferred tax assets (net)	4	797.2	613.8
Income tax assets (net)	5	1,289.5	2,127.4
Other non-current assets	6	863.9	848.5
Total non-current assets		12,100.7	13,749.1
Current assets			
Inventories	7	27,089.1	27,944.1
Financial assets			
(i) Trade receivables	8	27,470.5	25,085.4
(ii) Cash and cash equivalents	9a	8,689.0	7,628.1
(iii) Bank balances other than cash and cash equivalents	9b	47.0	442.9
(iv) Loans	10	120.2	5,100.3
(v) Other financial assets	11	968.2	240.2
Other current assets	12	3,211.1	3,114.8
Assets classified as held for sale	13	2,119.1	—
Total current assets		69,714.2	69,555.8
Total assets		81,814.9	83,304.9
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	432.9	432.9
Other equity	15	39,342.1	36,138.2
Total equity		39,775.0	36,571.1
LIABILITIES			
Non-current liabilities			
Financial liabilities			
(i) Lease liabilities	42	848.5	1,030.8
(ii) Other financial liabilities	16	147.2	132.6
Provisions	17	1,020.9	764.2
Other non-current liabilities	18	11.8	—
Total non-current liabilities		2,028.4	1,927.6
Current liabilities			
Financial liabilities			
(i) Lease liabilities	42	475.3	536.8
(ii) Trade payables	19		
(a) Total outstanding dues of micro enterprises and small enterprises		305.8	393.3
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		36,135.2	40,572.9
(iii) Other financial liabilities	20	755.2	1,014.4
Other current liabilities	23	1,765.3	1,784.0
Provisions	21	408.1	368.2
Current tax liabilities	22	166.6	136.6
Total current liabilities		40,011.5	44,806.2
Total liabilities		42,039.9	46,733.8
Total equity and liabilities		81,814.9	83,304.9

Material accounting policies

1.1

The accompanying notes to the standalone financial statements.

1A - 58

As per our report of even date attached

For Deloitte Haskins & Sells LLP

Chartered Accountants

Firm Registration No: 117366W/W-100018

Rupen K. Bhatt

Partner

Membership No: 046930

For and on behalf of Board of Directors of

BASF India Limited

CIN No.: L33112MH1943FLC003972

Pradip P. Shah

Chairman

DIN : 00066242

Narendranath J. Baliga

Chief Financial Officer

DIN : 07005484

Alexander Gerding

Managing Director

DIN : 09797186

Manohar Kamath

Company Secretary

ACS No: 19749

Shyamala Gopinath DIN: 02362921

Bahram Vakil DIN: 00283980

Sonia Singh DIN: 07108778

Anil Kumar Choudhary DIN: 07733817

Directors

Place : Mumbai

Date : May 19, 2026

Place : Mumbai

Date : May 19, 2026

Standalone Statement of Profit and Loss for the year ended March 31, 2026

Rs. in million

	Notes	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations	52		
Sale of products		148,462.6	146,702.1
Sale of services		1,255.4	1,290.0
Other operating revenues		136.0	122.3
		149,854.0	148,114.4
Other income	24	703.3	796.7
Total Income		150,557.3	148,911.1
Expenses			
Cost of materials consumed	25	45,281.3	48,650.8
Purchase of stock-in-trade		78,761.7	83,644.0
Changes in inventories of finished goods, stock-in-trade and work-in-progress	26	1,382.7	(6,842.5)
Employee benefits expense	27	4,648.5	3,887.0
Finance costs	28	196.1	155.0
Depreciation and amortisation expenses	29	1,451.5	1,703.2
Other expenses	30	13,215.6	11,352.6
Total Expenses		144,937.4	142,550.1
Profit before exceptional items and tax		5,619.9	6,361.0
Exceptional items	44	—	365.3
Profit before tax		5,619.9	6,726.3
Tax expense / (credit):	31		
Current tax		1,604.8	1,843.9
Excess tax provision for earlier years		(1.9)	—
Deferred tax (Credit)		(152.2)	(128.6)
		1,450.7	1,715.3
Profit for the year from Continuing operations		4,169.2	5,011.0
Discontinued operations			
Loss before tax from discontinued operations		—	(27.1)
Tax expense / (Credit) on discontinued operations		—	(8.1)
Loss for the year from discontinued operations		—	(19.0)
Profit for the year		4,169.2	4,992.0
Other comprehensive loss from continuing operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans		(124.1)	(5.7)
Income tax relating to above item		31.2	1.4
Other comprehensive loss for the year, net of tax		(92.9)	(4.3)
Other comprehensive income from discontinued operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans		—	2.4
Income tax relating to above item		—	(0.6)
Other comprehensive income for the year, net of tax		—	1.8
Total comprehensive income for the year		4,076.3	4,989.5
Weighted average number of equity shares outstanding during the year		43,284,958	43,284,958
Basic and diluted earnings per share from continuing operations (in Rs.)		96.3	115.7
Basic and diluted earnings per share from discontinued operations (in Rs.)		—	(0.4)
Basic and diluted earnings per share from continuing operations and discontinued operations (in Rs.)		96.3	115.3
Face value per share (in Rs.)		10.0	10.0

Material accounting policies

1.1

The accompanying notes to the standalone financial statements.

1A - 58

As per our report of even date attached

For Deloitte Haskins & Sells LLP

Chartered Accountants

Firm Registration No: 117366W/W-100018

Rupen K. Bhatt

Partner

Membership No: 046930

For and on behalf of Board of Directors of

BASF India Limited

CIN No.: L33112MH1943FLC003972

Pradip P. Shah

Chairman

DIN : 00066242

Narendranath J. Baliga

Chief Financial Officer

DIN : 07005484

Alexander Gerding

Managing Director

DIN : 09797186

Manohar Kamath

Company Secretary

ACS No: 19749

Shyamala Gopinath DIN: 02362921

Bahram Vakil DIN: 00283980

Sonia Singh DIN: 07108778

Anil Kumar Choudhary DIN: 07733817

Directors

Place : Mumbai

Date : May 19, 2026

Place : Mumbai

Date : May 19, 2026

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

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025*
A. Cash flow from operating activities		
Profit before tax	5,619.9	6,699.2
Continuing operations	5,619.9	6,726.3
Discontinued operations	—	(27.1)
Adjustments for:		
Exceptional items (Refer Note 44)	—	(365.3)
Depreciation and amortisation expenses	1,451.5	1,777.9
Finance costs	196.1	155.5
Profit on sale of property plant and equipment (net)	(54.2)	(6.8)
Interest income	(340.5)	(629.1)
Interest on income tax refunds	(81.2)	(22.6)
Write back of other provisions	(11.3)	—
Unrealised loss/ (gain) on derivative transactions (net)	(1,290.9)	648.5
Unrealised (gain)/ loss on foreign exchange (net)	1,069.0	(400.7)
Employee stock option (credit)	—	(4.9)
Loss allowance on account of expected credit loss (net)	205.5	128.1
Operating cash flows before movements in working capital	6,763.9	7,979.8
Adjustments for changes in working capital:		
(Increase)/ Decrease in trade receivables	(2,560.8)	(49.5)
(Increase)/ Decrease in other financial assets	(7.1)	(63.2)
(Increase)/ Decrease in other current and non-current assets	(189.2)	(847.3)
(Increase)/ Decrease in inventories	855.0	(7,696.4)
Increase/ (Decrease) in other financial liabilities	236.1	52.8
Increase/ (Decrease) in non-current provisions	132.6	100.1
Increase/ (Decrease) in trade payables	(5,630.5)	5,898.1
Increase/ (Decrease) in other current and non-current liabilities	(7.0)	513.1
Increase/ (Decrease) in current provisions	51.2	(63.3)
Cash generated / (used in) from operations	(355.8)	5,824.2
Income taxes paid (net)	(653.8)	(1,933.6)
Net cash generated / (used in) from operating activities	(1,009.6)	3,890.6
B. Cash flow from investing activities:		
Purchase of property plant and equipment and other intangible assets (net movement in capital work-in-progress, capital creditors and including capital advances)	(1,969.3)	(2,000.4)
Proceeds on sale of property, plant and equipment and residential properties	61.1	315.1
Interest received from others	175.9	299.9
Interest received from Inter corporate deposits given	188.0	346.9
Deposits placed	—	(404.3)
Deposits matured	404.3	0.2
Cost related to transfer of business	—	(5.8)
Investment in equity share of subsidiary (Refer Note 2A)#	0.0	—
Investment in equity share of others (Refer Note 2A)	(65.9)	(15.0)
Inter corporate deposits given (Refer Note 51) (excluding renewals during the year)	(2,450.0)	(2,300.0)
Inter corporate deposits repaid (Refer Note 51) (excluding renewals during the year)	7,430.0	2,650.0
Net cash generated from / (used in) investing activities	3,774.1	(1,113.4)

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

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025*
C. Cash flow from financing activities		
Proceeds from loans and borrowings	37,000.0	9,700.0
Repayments of loans and borrowings	(37,000.0)	(9,700.0)
Dividend paid	(864.1)	(647.2)
Interest paid (including interest on lease liabilities)	(196.1)	(139.0)
Repayment of principal portion of lease liabilities	(643.4)	(581.5)
Net cash used in financing activities	(1,703.6)	(1,367.7)
Net increase in cash and cash equivalents	1,060.9	1,409.5
Cash and cash equivalents at the beginning of the financial year (Refer Note 9)	7,628.1	6,218.6
Cash and cash equivalents at the end of the financial year (Refer Note 9)	8,689.0	7,628.1

Rs. in million

	March 31, 2026	March 31, 2025
Cash and cash equivalents comprise of the following:		
Opening cash and cash equivalents		
Cheques on hand	—	17.2
Balances with banks:		
— In current accounts	821.4	189.3
Deposits with original maturity of less than three months	6,806.7	6,012.1
	7,628.1	6,218.6
Closing cash and cash equivalents		
Balances with banks:		
— In current accounts	166.9	821.4
Deposits with original maturity of less than three months	8,522.1	6,806.7
	8,689.0	7,628.1

*Includes amount related to discontinued operations

#Amount is below rounding off norms

Notes:

- The above Standalone Cash Flow Statement has been prepared under the "Indirect Method" setout in Indian Accounting Standard - 7 on Statement of Cash Flows.

Material accounting policies (Refer Note 1.1)

The accompanying notes to the standalone financial statements. (Refer Note 1A-58)

As per our report of even date attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration No: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No: 046930

Place : Mumbai
Date : May 19, 2026

For and on behalf of Board of Directors of
BASF India Limited
CIN No.: L33112MH1943FLC003972

Pradip P. Shah
Chairman
DIN : 00066242

Narendranath J. Baliga
Chief Financial Officer
DIN : 07005484

Alexander Gerding
Managing Director
DIN : 09797186

Manohar Kamath
Company Secretary
ACS No: 19749

Place : Mumbai
Date : May 19, 2026

Shyamala Gopinath DIN: 02362921
Bahram Vakil DIN: 00283980
Sonia Singh DIN: 07108778
Anil Kumar Choudhary DIN: 07733817
Directors

Standalone Statement of Changes in Equity as at March 31, 2026

Rs. in million

	Notes	Total
A. Equity share capital		
As at April 1, 2024		432.9
Changes in equity share capital	14	—
As at March 31, 2025		432.9
Changes in equity share capital	14	—
As at March 31, 2026		432.9

Rs. in million

	Reserves and Surplus						Capital reserve	Total
	Share options outstanding account reserve	Securities premium	Amalgamation reserve	General reserve	Retained earnings			
B. Other equity (Refer Note 15)								
Balance as at April 1, 2024	35.0	2,203.2	371.7	10,046.9	22,003.5	(2,857.4)		31,802.9
Profit for the year	—	—	—	—	4,992.0	—		4,992.0
Other comprehensive income:								
– Remeasurement of the net defined benefit asset / liability, net of tax effect	—	—	—	—	(2.5)	—		(2.5)
Total	35.0	2,203.2	371.7	10,046.9	26,993.0	(2,857.4)		36,792.4
Transactions with owners in their capacity as owners:								
– Dividends	—	—	—	—	(649.3)	—		(649.3)
– Employee stock option charge / (credit)	(4.9)	—	—	—	—	—		(4.9)
Balance as at March 31, 2025	30.1	2,203.2	371.7	10,046.9	26,343.7	(2,857.4)		36,138.2
Balance as at April 1, 2025	30.1	2,203.2	371.7	10,046.9	26,343.7	(2,857.4)		36,138.2
Profit for the year	—	—	—	—	4,169.2	—		4,169.2
Other comprehensive income:								
– Remeasurement of the net defined benefit asset / liability, net of tax effect	—	—	—	—	(92.9)	—		(92.9)
Total	30.1	2,203.2	371.7	10,046.9	30,420.0	(2,857.4)		40,214.5
Transactions with owners in their capacity as owners:								
– Dividends	—	—	—	—	(865.8)	—		(865.8)
– Employee stock option charge / (credit)	(6.6)	—	—	—	—	—		(6.6)
Balance as at March 31, 2026	23.5	2,203.2	371.7	10,046.9	29,554.2	(2,857.4)		39,342.1

For material accounting policies, refer Note 1.1

The accompanying notes to the standalone financial statements. (Refer Note 1A-58)

As per our report of even date attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration No: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No: 046930

Place : Mumbai
Date : May 19, 2026

For and on behalf of Board of Directors of

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Sonia Singh DIN: 07108778
Anil Kumar Choudhary DIN: 07733817
Directors

Notes to the Standalone Financial Statements for the year ended March 31, 2026

Background of the Company

BASF India Limited (the 'Company') is a public limited Company domiciled in India with its registered office located in Mumbai. The Company is listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE). The Company's portfolio consists of five segments: Agricultural Solutions, Materials, Industrial Solutions, Nutrition & Care and Chemicals.

1.1 Material accounting policies

a. Basis of preparation

(i) Compliance with Ind AS

The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ('the Act') read together with the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions and amendments of the Act.

The financial statements are presented in Indian Rupees (INR) which is also the Company's functional currency. All amounts have been rounded off to the nearest millions, unless otherwise indicated.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the Schedule III to the Act. The Company has identified twelve months as its operating cycle.

The accounting policies adopted in the preparation of the financial statements are consistent with those of the previous year.

(ii) Basis of measurement

The financial statements have been prepared on an accrual basis and on a historical cost basis, except for the following items:

- certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value,
- assets held for sale – measured at carrying amount or fair value less cost to sale whichever is low,
- Net defined benefit (asset)/liability – Fair value of plan assets less present value of defined benefit obligations; and
- share-based payments measured at fair value on grant date with no subsequent adjustment to the payments recognised.

(iii) New and amended standards adopted by the Company

The Ministry of Corporate Affairs vide notification dated September 9, 2024 and September 28, 2024 notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024 and Companies (Indian Accounting Standards) Third Amendment Rules, 2024, respectively, which amended/ notified certain accounting standards (see below), and are effective for annual reporting periods beginning on or after April 1, 2024:

- Insurance contracts - Ind AS 117; and
- Lease Liability in Sale and Leaseback – Amendments to Ind AS 116

Ind AS 1, Presentation of Financial Statements, w.e.f April 1, 2025:

The amendment relates to classification of liabilities as current or non current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants.

Ind AS 107, Financial Instruments: Disclosures, w.e.f. April 1, 2025:

The amendment introduces enhanced disclosure requirements for supplier finance arrangements (such as supply-chain finance or reverse factoring). Entities are required to disclose information that enables users of financial statements to assess the effects of such arrangements on the entity's liabilities, cash flows and exposure to liquidity risk. The disclosures include the nature and terms of the arrangements, the carrying amounts of related financial liabilities, the portion for which suppliers have already been paid by finance providers, and a comparison of payment terms under supplier finance arrangements with those of normal trade payables.

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

b. Use of estimates and judgements

The presentation of financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made by management that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as on the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognised in the period in which the results are known/materialise.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.1 Material accounting policies (Continued)

b. Use of estimates and judgements (Continued)

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes:

- a. Measurement of defined benefit obligations – Note 48
- b. Measurement and likelihood of occurrence of provisions and contingencies - Note 40, 46 and 1.1(i)
- c. Measurement of useful lives for property, plant and equipment & intangible assets and impairment– Note 1.1(d), 1.2(c) and 1.2(e)
- d. Loss allowance on trade receivables and other financial assets – Note 1.1(g), Note 1.2(d) and Note 38(iv)
- e. Determination of lease terms and incremental borrowing rate – Note 42 and Note 1.1(h)

c. Revenue Recognition

Sales of products are recognised when control of the products has been transferred based on the agreed terms. Sales are net of returns, trade discounts, rebates and goods and service tax (GST), as applicable.

Sale of services includes indent commission and revenue from technical and service charges to group and other companies based on terms of the respective agreement. Revenue from sale of services are recognised as and when the services are provided.

The Company evaluates the arrangement with customers/ suppliers whether it is acting as a principal or an agent of the customers/ suppliers, considering underlying substance and terms and conditions of the arrangements. Accordingly, revenue is accounted either on gross or net basis based on the fulfillment of criteria of principal or agency.

The Company operates Customer incentive programs where direct/ indirect customers accumulate points for purchases made of the Company's products, which entitle them for rewards in form of gift cards equal to the value of such points. A contract liability for the award points is recognised at the time of sale.

At contract inception, since for most of the contracts it is expected that the period between the transfer of the promised goods or services to a customer and payment for these goods or services by the customer will be one year or less, practical expedient in Ind AS 115 have been applied and accordingly:

- The Company does not adjust the promised amount of consideration for the effects of a significant financing component
- The Company recognises the incremental costs of obtaining a contract as an expense when incurred
- No information on remaining performance obligations as of March 31, 2026 that have an expected original term of one year or less was reported.

d. Depreciation on Property, Plant and Equipment

Depreciation on property plant and equipment is calculated on a straight-line basis considering the following useful lives estimated by the Management based on technical evaluation or those prescribed under Schedule II of the Act:

Assets Category	Useful life
Buildings	10-33 years
Plant and machinery	5-20 years
Computers	4 years
Vehicles	4 years
Furniture and fixtures	5-10 years
Office equipment	5 years

Property, Plant and Equipment individually costing Rs. 5,000 or below are fully depreciated in the year of purchase. Depreciation on additions / deletions is calculated on a monthly pro-rata basis.

The annual depreciation charge for property, plant and equipment is sensitive to changes in the estimated useful economic lives and residual values of the assets. The Company reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

Leasehold land and Leasehold Improvements are amortised over the period of lease or useful life whichever is lower, unless the entity expects to use the assets beyond the lease term.

e. Inventories

Inventories including raw materials, packing materials, work-in-progress, stores and spares, traded and finished goods are valued at cost or estimated net realisable value, whichever is lower. The costs are determined on weighted average basis and includes expenditure incurred in acquiring inventories, production of conversion costs and other costs incurred in bringing them to their present location and condition. Fixed production overheads are allocated on the basis of normal capacity of production facilities. Goods and service tax (GST) is excluded from valuation of finished goods. The comparison of cost and net realisable value is made on an item-by-item basis.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.1 Material accounting policies (Continued)

f. Financial instruments

The Company classifies its financial asset at amortised cost only when if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect contractual cash flows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

The amortised cost of a financial asset is also adjusted for impairment loss, if any.

g. Trade receivables

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business and reflects the Company's unconditional right to consideration (that is, payment is due only on the passage of time). Trade receivables are recognised initially at the transaction price as they do not contain significant financing components. The company holds the trade receivables with the objective of collecting the contractual cash flows and therefore measures them subsequently at amortised cost, less loss allowance on account of expected credit loss.

For trade receivables only, the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime credit losses to be recognised from initial recognition of the receivables. The impairment losses and reversals are recognized in statement of profit and loss.

h. Leases

As a Lessee

As a lessee, the Company generally recognises for all leases a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Company.

The Company separates non-lease components, such as services from lease payments. Lease liabilities are measured at the present value of the remaining lease payments, taking into account the incremental borrowing rate.

Lease payments are discounted using the interest rate implicit in the lease contracts if that rate can be determined from the lease contracts. If the discount rate cannot be readily determined, which is generally the case for leases in the Company, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Company uses a risk free rate of interest which is adjusted for lease term, country risk and currency risk.

A right-of-use asset is recognized at the same amount as the lease liability. After capitalization at commencement date, whereby the right-of-use asset is measured at cost, the right-of-use asset is generally depreciated over the lease term using the straight-line method. Lease payments are allocated between principal and finance cost. The finance cost is charged to statement of profit and loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of liability for each period.

A number of leases include extension and termination options. Extension and termination options are taken into account on recognition of the lease liability only if the Company is reasonably certain that these options will be exercised in the future. Estimates and expectations which are asserted at the commencement date of the lease liability and the right-of-use asset and pertain to future payments not yet determined on the date of provision are assessed continuously during the lease term. If subsequently improved or changed knowledge influences the expected payment profile over time, the lease liability is remeasured. Any amount on account of re-measurement of lease liabilities is adjusted to the right-of-use assets. Where the carrying amount of the right-of-use assets is reduced to zero and there is a further reduction in the measurement of the lease liability, the Company recognises any remaining amount of the re-measurement in the income statement.

Initial direct costs are excluded for the measurement of right-of-use assets at the date of initial application. The Company exercises the exemption for lease arrangements with a maximum term of 12 months (short-term leases) and low-value assets. Payments associated with such short-term leases and low-value assets are recognised as an expense in Statement of Profit and Loss. Variable lease payments that depend on usage and / or other variable conditions are recognised in the Statement of Profit and Loss in the period in which the conditions that trigger those payments occur.

i. Provisions and contingent liabilities

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.1 Material accounting policies (Continued)

i. Provisions and contingent liabilities (Continued)

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made, unless the possibility of outflow of resources embodying economic benefits are remote. When some or all of the economic benefits required to settle, a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

j. Non-current assets held for sale and/or discontinued operations

Non-current assets and disposal groups shall be classified as held for sale if their carrying amount is expected to be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when:

- Management is committed to a plan to sell the asset or disposal group.
- The asset/disposal group is available for immediate sale in its present condition, subject only to usual and customary terms;
- An active program to locate a buyer and complete the plan has been initiated;
- The sale is highly probable, generally expected to be completed within twelve months of classification;
- The asset/disposal group is being actively marketed at a price reasonable in relation to its fair value; and
- Actions required to complete the plan indicate that it is unlikely the plan will be withdrawn or significantly changed.

Non-current assets held for sale and disposal groups are measured at the lower of their carrying amount and the fair value less costs to sell. Assets and liabilities classified as held for sale are presented separately in the balance sheet. Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortised.

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss before tax from discontinued operations in the consolidated statement of profit and loss.

When the Company is committed to a sale plan involving disposal of an investment, or a portion of an investment in subsidiary, the investment or the portion of the investment that will be disposed off is classified as held for sale when the criteria described above are met.

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

1.2 Other Accounting Policies

a. Revenue Recognition

As part of the adoption of Ind AS 115, contract liabilities are disclosed in the Balance Sheet. A contract liability is the Company's obligation to transfer goods or services to a customer, for which the Company has already received consideration from customers.

Income from export incentives is recognised on accrual basis to the extent the ultimate realisation is reasonably certain.

Interest income is recognised using the effective interest rate method. When calculating the effective interest rate, the company estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

b. Property, plant and equipment

Recognition and measurement

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Items such as stores, spare parts and stand by equipment are recognized as property, plant and equipment when it is held for use in production or supply of goods or services, or for administrative purpose and are expected to be used for more than one year. Otherwise such items are classified as inventory.

Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is de-recognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

1.2 Other Accounting Policies (Continued)

b. Property, plant and equipment (Continued)

Derecognition

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the item. Any gain or loss arising on disposal or retirement of item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the item and is recognized in the statement of profit and loss.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss.

c. Intangible assets and amortization

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over their estimated useful lives. Computer software is amortized over a period of four years and other intangible assets are amortized over a period of 2 to 4 years. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

d. Financial Instruments

Financial asset

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument.

Measurement

At initial recognition, the Company measures a financial asset (excluding trade receivables which do not contain a significant financing component) at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Subsequent measurement

For subsequent measurement, the Company classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Financial liabilities

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instrument.

Financial liabilities are initially measured at fair value minus, in case of financial liabilities not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial liabilities.

Subsequent to initial recognition these financial liabilities are measured at amortised cost using effective interest method.

Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts in the normal course of business and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

Impairment of financial assets (other than trade receivables)

The Company assesses on a forward-looking basis the expected credit loss associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk since its initial recognition. Note 38 details how the Company determines whether there has been a significant increase in credit risk.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.2 Other Accounting Policies (Continued)

d. Financial Instruments (Continued)

Derecognition of financial assets and financial liabilities

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

The Company derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire. The Company also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. The difference between the carrying amount and the financial liability extinguished and the new liability with modified terms is recognized in the Statement of Profit and Loss.

Measurement of fair values

The Company measures financial instruments at fair value in accordance with the accounting policies mentioned above. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market of the asset or liability; or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy that categorises into three levels, as described as follows, the inputs to valuation techniques used to measure value. The fair value hierarchy gives highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and lowest priority to unobservable inputs (level 3 inputs).

The Company recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

e. Impairment of non-financial assets

The carrying amounts of assets are reviewed at each Balance Sheet date for any indication of impairment based on internal/external factors. Where the carrying value exceeds the estimated recoverable amount, provision for impairment is made to adjust the carrying value to the recoverable amount. The recoverable amount is the greater of the assets estimated net realizable value and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using an appropriate discounting rate. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). If at the Balance Sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

f. Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in Statement of Profit and Loss over the period of the borrowings using the effective interest method.

Borrowings are derecognized when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in Statement of Profit and Loss as other gains/(losses).

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.2 Other Accounting Policies (Continued)

f. Borrowings (Continued)

Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

Borrowing costs that are attributable to the acquisition and construction of qualifying assets are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the Statement of Profit and Loss, within finance costs.

g. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting and are based on monitoring of operating results by the Chief Operating Decision Maker, separately for making decision about resource allocation and performance assessment. The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Company.

h. Foreign Currency

Transactions in foreign currencies are translated in to currency of the primary economic environment in the which the entity operates (the 'functional currency' of the Company) using the exchange rates prevailing on the date of transaction. Monetary items in foreign currencies are stated at the closing exchange rate.

Gains/losses on conversion/translation are recognised in the Statement of Profit and Loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

i. Employee Benefits

Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and are recognized in the Statement of Profit and Loss as an expense at the undiscounted amount on an accrual basis.

Post Employment Employee Benefits

The Company's contributions to defined contribution plans such as Superannuation Fund (administered through BASF India Limited Superannuation Fund Trust), Employee State Insurance and Labour Welfare Fund are recognized as expense in the Statement of Profit and Loss on an accrual basis. The Company does not have any further obligation beyond this contribution.

The Company's liability towards gratuity, which is a defined benefit plan, is determined on the basis of valuations, as at Balance Sheet date, carried out by an independent actuary using Projected Unit Credit Method. Remeasurement of the net defined benefit liability which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling if any (excluding interest) are recognised immediately in the Balance Sheet with a charge or credit recognised in Other Comprehensive Income in the period in which they occur. Re-measurement recognised in Other Comprehensive Income is recognised immediately in retained earnings and will not be reclassified to Statement of Profit and Loss.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

Eligible employees receive benefits from a provident fund which is a defined contribution plan. Both the employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary. The company pays provident fund contributions to publicly administered provident funds as per local regulations. The company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.2 Other Accounting Policies (Continued)

i. Employee Benefits (Continued)

Other Long Term Employee Benefits

The Company's liabilities towards Compensated Absences and Long Service Awards to employees are determined on the basis of valuations, as at Balance Sheet date, carried out by an independent actuary using Projected Unit Credit Method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in the Statement of Profit and Loss.

The obligations are presented as current liabilities in the Balance Sheet if the entity does not have an unconditional right to defer the settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

Termination Benefits

Compensation paid to employees under Voluntary Retirement Scheme/Severance payments are recognised as an expense in the Statement of Profit and Loss when employees accept the scheme/payments.

Share based payments

The Ultimate Holding Company ('BASF SE') offers Share Price based compensation program (Long term incentive program - 'LTI') for senior executives of BASF group. Participation in this program is voluntary.

LTI plans mentioned above are offered by BASF SE and the cost of such plans is not recharged to the Company. However, the Company recognises these share based payment transactions of BASF SE in accordance with the requirement of paragraph 43 A and 43 B of Ind AS 102 - Share Based Payments. As required under para 43B of Ind AS 102, since the Company receives the services of the employees to whom the options have been granted by BASF SE and the Company has no obligation to settle these options, the Company accounts for these services as an equity settled share based payment transaction.

Further for new PSUs granted effective 2024, the settlement shall be borne by the Company in accordance with changes in group policy and accordingly the same has been recognised as cash settled share based payment.

j. Taxation

Current tax is determined as the amount of tax payable in respect of taxable income for the year computed in accordance with relevant provisions of Income Tax Act, 1961 adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. It measures its tax balances either based on the most likely amount or the expected value, depending on which method provides a better prediction of the resolution of the uncertainty. It establishes provisions where appropriate on the basis of amounts expected to be paid to tax authorities.

Deferred tax charge or credit and correspondingly deferred tax liability or asset is recognised using tax rates that have been enacted or substantively enacted at the Balance Sheet date. Deferred tax is recognised, subject to the consideration of prudence, on temporary differences, being the difference between carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized to the extent that it probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of history of recent losses, the Company recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized.

Deferred tax assets – unrecognized or recognized are reviewed at each reporting date and are recognized/reduced to the extent that it is probable/no longer probable respectively that related tax benefit will be realized. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets and these relate to income taxes levied by the same tax authorities and are intended to settle current tax liabilities and assets on a net basis or such tax assets and liabilities will be realized simultaneously.

Notes to the Standalone Financial Statements for the year ended March 31, 2026

1.2 Other Accounting Policies (Continued)

j. Taxation (Continued)

Current tax assets and liabilities are offset where the entity has legally enforceable right to offset and intends either to settle on net a net basis, or to realise the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

k. Earnings per share

The basic earnings per share are computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

l. Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with financial institutions, other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash which are subject to an insignificant risk of change in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.

m. Derivative financial instruments

The Company enters majorly into foreign exchange forward contracts to mitigate the foreign currency exposure risk.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in Statement of Profit and Loss immediately. Derivative assets and derivative liabilities are presented on gross basis in the Balance Sheet.

n. Lease

As a lessor

Lease income from operating lease where the Company is a lessor is recognized in income on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying asset and recognized as expense over the lease term on the same basis as lease income. The respective leased assets are included in the balance sheet based on their nature.

o. Dividends

The final dividend on shares is recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Company's Board of Directors.

p. Exceptional items

Exceptional items reflect items which individually or, if of a similar type, in aggregate, are disclosed separately due to their size or incidence in order to obtain clear and consistent presentation of the Company's performance.

q. Investments in subsidiary

Subsidiary:

Subsidiaries are all entities over which the Company has control, including through its subsidiaries. Control is achieved when the Company has power over the investee, is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to use its power to affect its returns.

Investments in subsidiaries are accounted at cost less provision for impairment.

r. New and amended standards issued but not effective

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2026, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

Notes to the Standalone Financial Statements as at March 31, 2026

1(A). Property, plant and equipment

Rs. in million

Particulars	Gross Block				Depreciation				Net Block
	As at April 1, 2025	Additions	Deductions	As at March 31, 2026	As at April 1, 2025	For the year	Deductions	As at March 31, 2026	As at March 31, 2026
Freehold land (Refer Note 33)	55.4	—	—	55.4	—	—	—	—	55.4
Buildings	3,734.8	103.9	4.8	3,833.9	1,232.9	203.4	3.8	1,432.5	2,401.4
Plant & machinery and Computers	12,359.6	1,246.4	70.2	13,535.8	9,685.2	599.4	64.8	10,219.8	3,316.0
Furniture and fixtures	324.7	11.2	2.4	333.5	225.4	24.7	2.4	247.7	85.8
Vehicles	100.2	—	9.1	91.1	74.1	13.4	8.7	78.8	12.3
Office equipment	223.6	10.5	4.5	229.6	194.7	13.4	4.1	204.0	25.6
Total	16,798.3	1,372.0	91.0	18,079.3	11,412.3	854.3	83.8	12,182.8	5,896.5

1(B). Right-of-use assets

(Refer Notes 42)

Rs. in million

Particulars	Gross Block				Depreciation				Net Block
	As at April 1, 2025	Additions	Deductions	As at March 31, 2026	As at April 1, 2025	Additions	Deductions	As at March 31, 2026	As at March 31, 2026
Right-of-use land	195.3	7.4	0.1	202.6	34.3	6.0	0.1	40.2	162.4
Right-of-use Buildings	1,397.9	371.6	319.3	1,450.2	607.9	293.9	177.6	724.2	726.0
Right-of-use Plant & machinery and Computers	1,357.6	113.1	86.5	1,384.2	913.0	230.5	86.5	1,057.0	327.2
Right-of-use Vehicles	376.2	49.4	15.4	410.2	233.0	60.7	15.2	278.5	131.7
Total	3,327.0	541.5	421.3	3,447.2	1,788.2	591.1	279.4	2,099.9	1,347.3

1(C). Capital work-in-progress

(Refer Note 34)

Rs. in million

Particulars	As at April 1, 2025	Additions	Amounts Capitalised	As at March 31, 2026
Capital work-in-progress	837.2	2,132.1	1,370.6	1,598.7

1(D). Intangible assets

Rs. in million

Particulars	Gross Block				Amortisation/Impairment				Net Block
	As at April 1, 2025	Additions	Deductions	As at March 31, 2026	As at April 1, 2025	For the year	Deductions	As at March 31, 2026	As at March 31, 2026
A. Goodwill									
Goodwill [Refer Note (a) below]	2.1	—	—	2.1	—	2.1	—	2.1	—
Total (A)	2.1	—	—	2.1	—	2.1	—	2.1	—
B. Other intangible assets									
Software	179.1	—	1.4	177.7	169.2	3.6	0.3	172.5	5.2
Other intangible assets	5.9	—	—	5.9	2.7	0.4	—	3.1	2.8
Total (B)	185.0	—	1.4	183.6	171.9	4.0	0.3	175.6	8.0
Total (A+B)	187.1	—	1.4	185.7	171.9	6.1	0.3	177.7	8.0

Note:

a) Goodwill has been impaired during the year.

Notes to the Standalone Financial Statements as at March 31, 2026

1(A). Property, plant and equipment

Rs. in million

Particulars	Gross Block				Depreciation				Net Block
	As at April 1, 2024	Additions	Deductions/ Transfer Out*	As at March 31, 2025	As at April 1, 2024	For the year	Deductions/ Transfer Out*	As at March 31, 2025	As at March 31, 2025
Freehold land (Refer Note 33)	54.3	1.1	—	55.4	—	—	—	—	55.4
Buildings [Refer Note (a) below]	3,553.7	594.9	413.8	3,734.8	1,200.4	192.6	160.1	1,232.9	2,501.9
Plant & machinery and Computers	12,794.1	658.3	1,092.8	12,359.6	9,332.2	920.4	567.4	9,685.2	2,674.4
Furniture and fixtures	320.5	54.5	50.3	324.7	234.6	28.0	37.2	225.4	99.3
Vehicles	110.2	3.3	13.3	100.2	68.9	18.5	13.3	74.1	26.1
Office equipment	272.7	16.7	65.8	223.6	237.9	17.2	60.4	194.7	28.9
Total	17,105.5	1,328.8	1,636.0	16,798.3	11,074.0	1,176.7	838.4	11,412.3	5,386.0

*Refer note 50

1(B). Right-of-use assets

(Refer Notes 42)

Rs. in million

Particulars	Gross Block				Depreciation				Net Block
	As at April 1, 2024	Additions	Deductions/ Transfer Out*	As at March 31, 2025	As at April 1, 2024	Additions	Deductions/ Transfer Out*	As at March 31, 2025	As at March 31, 2025
Right-of-use land	193.7	1.6	—	195.3	28.6	5.7	—	34.3	161.0
Right-of-use Buildings	1,095.0	568.9	266.0	1,397.9	575.5	269.9	237.5	607.9	790.0
Right-of-use Plant & machinery and Computers	1,629.7	7.9	280.0	1,357.6	929.3	262.8	279.1	913.0	444.6
Right-of-use Vehicles	336.9	39.3	—	376.2	172.7	60.3	—	233.0	143.2
Total	3,255.3	617.7	546.0	3,327.0	1,706.1	598.7	516.6	1,788.2	1,538.8

*Refer note 50

1(C). Capital work-in-progress

(Refer Note 34)

Rs. in million

Particulars	As at April 1, 2024	Additions	Amounts Capitalised	Transfer Out*	As at March 31, 2025
Capital work-in-progress	614.8	1,562.2	1,167.0	172.8	837.2

*Refer note 50

1(D). Intangible assets

Rs. in million

Particulars	Gross Block				Amortisation				Net Block
	As at April 1, 2024	Additions	Deductions	As at March 31, 2025	As at April 1, 2024	For the year	Deductions	As at March 31, 2025	As at March 31, 2025
A. Goodwill									
Goodwill	2.1	—	—	2.1	—	—	—	—	2.1
Total (A)	2.1	—	—	2.1	—	—	—	—	2.1
B. Other intangible assets									
Software	168.8	11.0	0.7	179.1	167.8	2.1	0.7	169.2	9.9
Other intangible assets	5.9	—	—	5.9	2.3	0.4	—	2.7	3.2
Total (B)	174.7	11.0	0.7	185.0	170.1	2.5	0.7	171.9	13.1
Total (A+B)	176.8	11.0	0.7	187.1	170.1	2.5	0.7	171.9	15.2

Note:

- a) Includes gross block of Rs 8.3 million and net block Rs. 1.7 million for which LIC Housing Finance Ltd. (LICHFL) has claimed a charge on the apartment building, which was disputed. The Company was in process of settling ongoing litigation with LICHFL for which no-lien certificate is received from LICHFL on April 29, 2024 and withdrawal of pending suit at Karnataka High Court has been initiated. On September 11, 2024 the suit has been withdrawn and the litigation stands concluded.

Notes to the Standalone Financial Statements as at March 31, 2026

2A. Investments (non-current)

(Unsecured, considered good)

Unquoted Investments

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Investment in Others		
1,163,650 equity shares of Rs. 12.87 each fully paid-up (Previous year: 1,163,650 equity shares of Rs. 12.87 each fully paid-up) in Clean Renewable Energy KK 2C Private Limited (Refer note 56)	15.0	15.0
82,585 equity shares of Rs. 10 each fully paid-up (Previous Year: Nil) in Clean Max Amalfi Private Limited (Refer note 55)	65.9	—
Investment in wholly owned subsidiary company		
211,910,000 equity shares of Rs.10 each fully paid-up in BASF India Coatings Private Limited (Refer note 50)	—	2,119.1
7 equity shares of Rs.10 each fully paid-up (March 31, 2025: Nil equity shares of Rs.10 each fully paid-up) in BASF India Agricultural Solutions Limited (Refer note 57)*	0.0	—
	80.9	2,134.1

* Amount is below rounding off norms

2B. Loans (non-current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Loan to employees	0.4	0.8
	0.4	0.8

3. Other financial assets (non-current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Security deposits	212.0	225.2
	212.0	225.2
Less: Loss allowance on Security deposits	16.1	15.7
Lease receivable (Refer note 42)	22.4	37.8
	218.3	247.3

4. Deferred tax assets (net)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Deferred tax assets		
Temporary differences on account of:		
Loss allowance on account of expected credit loss	228.9	192.4
Impact of lease liabilities	358.7	433.2
MTM revaluation	(41.2)	9.6
Carrying value of property plant and equipment	78.6	96.6
Others (Amounts allowable on a payment basis under the Income Tax Act, 1961)	504.9	277.2
Total deferred tax assets	1,129.9	1,009.0
Deferred tax liabilities		
Temporary differences on account of:		
Impact of right-of-use assets	(333.1)	(394.5)
Lease Receivable	0.4	(0.7)
Total deferred tax liabilities	(332.7)	(395.2)
Deferred tax assets (net)	797.2	613.8

Notes to the Standalone Financial Statements as at March 31, 2026

5. Income tax assets (net)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Advance payment of Income Tax [Net of Provision for Taxation Rs. 16,813.0 million (Previous Year Rs. 14,969.3 million)]	1,289.5	2,127.4
	1,289.5	2,127.4

6. Other non-current assets

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Capital advances	231.5	309.0
Other Advances:		
– Prepayments	134.0	20.5
– Amount recoverable from tax authorities	498.4	519.0
	863.9	848.5

7. Inventories

(Valued at lower of cost and net realisable value)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Raw materials	5,815.4	5,320.9
Finished goods	7,348.5	7,563.0
Stock-in-trade	13,220.6	14,371.0
Work-in-progress	0.8	18.6
Others		
Packing materials	264.6	176.0
Stores and spares	439.2	494.6
	27,089.1	27,944.1
Goods in transit (included above)		
Raw materials	2,651.9	2,455.6
Stock-in-trade	7,895.0	7,393.7
Finished goods	499.5	1,983.1
Packing materials	—	1.3

Amounts recognised in Statement of Profit and Loss

Write down of inventories to net realisable value amounted to **Rs. 147.5 million** (Previous year: write down of Rs. 120.0 million). These were recognised in the Statement of Profit and Loss during the year under the heads 'cost of materials consumed' and 'Changes in inventories of finished goods, stock-in-trade and work-in-progress'.

8. Trade receivables

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Considered good:		
Secured	21.6	14.0
Unsecured	27,448.9	25,071.4
	27,470.5	25,085.4
Credit impaired	909.4	764.4
	28,379.9	25,849.8
Less : Loss allowance on account of expected credit loss	909.4	764.4
	27,470.5	25,085.4
<i>Of the above, dues from companies where directors are interested</i>	185.0	40.7

For Trade receivables from related parties, refer Note 51.

For aging of Trade receivables, refer Note 35.

Notes to the Standalone Financial Statements as at March 31, 2026

9. Cash and bank balances

Rs. in million

	As at March 31, 2026	As at March 31, 2025
9a Cash and cash equivalents		
Balances with banks:		
– In current accounts	166.9	821.4
Deposits with original maturity of less than three months	8,522.1	6,806.7
	8,689.0	7,628.1
9b Bank balances other than cash and cash equivalents		
– In unclaimed dividend account	10.7	9.0
– Corporate social responsibility ("CSR") unspent account	36.3	29.6
– Deposits with original maturity of more than three months but less than twelve months	—	404.3
	47.0	442.9
Of the above		
Earmarked bank balances (unclaimed dividend account and CSR Unspent account)	47.0	38.6

10. Loans (current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Loan to employees	0.2	0.3
Inter Corporate Deposits ("ICDs") given (Refer Note 51)	120.0	5,100.0
	120.2	5,100.3

Inter Corporate Deposit is given to wholly owned subsidiary during the year:

- BASF India Coatings Private Limited in the range of 5.40% - 7.15% interest rate (Previous Year – Nil), repayable by April 2026, for their working capital requirements. The maximum outstanding during the year is Rs 650.0 million (Previous year Nil)

Inter Corporate Deposits are given to fellow subsidiaries during the year:

- BASF Catalysts India Private Limited in the range of 5.47% - 6.65% interest rate (Previous Year 6.61% - 7.22% interest rate). The maximum outstanding during the year is Rs 5,100.0 million (Previous year Rs 5,100.0 million), and
- BASF Chemicals India Private Limited in the range of 5.40% - 6.01% interest rate (Previous Year 6.61% - 7.22% interest rate). The maximum outstanding during the year is Rs 200.0 million (Previous year Rs 400.0 million)

11. Other financial assets (current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Derivatives assets towards:		
– Foreign currency forward contract (Positive fair value)	732.0	8.7
Security deposits	3.3	12.2
Refund receivable from government authorities	176.2	115.0
Interest accrued on Bank deposits	10.7	11.6
Interest accrued on ICDs to related parties (Refer Note 51)*	0.0	22.6
Others receivable including related parties (Refer Note 51)	23.9	51.6
Lease Receivable (Refer note 42)	22.1	18.5
	968.2	240.2

*Amount for the current year is below rounding off norms

Notes to the Standalone Financial Statements as at March 31, 2026

12. Other current assets

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Prepayments	122.3	119.8
Advances to vendors	152.7	108.3
Balances with government authorities	2,934.7	2,886.1
Advances to employees	1.4	0.6
	3,211.1	3,114.8

13. Assets classified as held for sale

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Assets held for sale	2,119.1	—
211,910,000 equity shares of Rs.10 each fully paid-up of BASF India Coatings Private Limited (Refer note 50 and 51)		
	2,119.1	—

14. Equity Share capital

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Authorised:		
71,559,715 (Previous Year 71,559,715) Equity Shares of Rs.10/- each	715.6	715.6
Issued:		
43,285,640 (Previous Year 43,285,640) Equity Shares of Rs.10/- each	432.9	432.9
Subscribed and paid-up:		
43,284,958 (Previous Year 43,284,958) Equity Shares of Rs.10/- each fully paid	432.9	432.9
	432.9	432.9

a. Reconciliation of number of equity shares outstanding as at the beginning and at the end of reporting year

	As at March 31, 2026		As at March 31, 2025	
Particulars	Number	Rs. in million	Number	Rs. in million
Shares outstanding at the beginning and at the end of the year	43,284,958	432.9	43,284,958	432.9

b. Rights, preferences and restrictions attached to the shares

The Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

Notes to the Standalone Financial Statements as at March 31, 2026

14. Equity Share capital (Continued)

c. Equity shares held by Ultimate Holding Company/ Holding Company and /or their associates or subsidiaries

Name of Shareholder	Relationship	As at March 31, 2026	As at March 31, 2025
BASF Societas Europea	Ultimate Holding Company	22,835,320	22,835,320
BASF Schweiz AG	Subsidiary of Ultimate Holding Company	8,907,900	8,907,900

d. Equity shares in the Company held by each shareholder holding more than 5% shares

Name of Shareholder	Relationship	As at March 31, 2026		As at March 31, 2025	
		Number	Percentage	Number	Percentage
BASF Societas Europea	Ultimate Holding Company	22,835,320	52.75%	22,835,320	52.75%
BASF Schweiz AG	Subsidiary of Ultimate Holding Company	8,907,900	20.58%	8,907,900	20.58%

e. Information on equity shares allotted without receipt of cash or allotted as bonus shares or shares bought back for a period of five years immediately preceeding March 31, 2026:

None

f. Details of shareholding of promoters:

Name of the promoter	As at March 31, 2026			As at March 31, 2025		
	Number of shares	Percentage of total number of shares	Percentage of change during the year ended March 31, 2026	Number of shares	Percentage of total number of shares	Percentage of change during the year ended March 31, 2025
BASF Societas Europea	22,835,320	52.75%	—	22,835,320	52.75%	—
BASF Schweiz AG	8,907,900	20.58%	—	8,907,900	20.58%	—
Total	31,743,220	73.33%	—	31,743,220	73.33%	—

15. Other equity

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Securities premium	2,203.2	2,203.2
Amalgamation reserve	371.7	371.7
Share options outstanding account reserve	23.5	30.1
General reserve	10,046.9	10,046.9
Retained earnings	29,554.2	26,343.7
Capital reserve	(2,857.4)	(2,857.4)
	39,342.1	36,138.2

(a) Securities premium

Securities premium is used to record the premium received on issue of shares. It is utilised in accordance with the provisions of the Act.

Rs. in million

Securities premium	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	2,203.2	2,203.2
Balance as at end of the year	2,203.2	2,203.2

Notes to the Standalone Financial Statements as at March 31, 2026

15. Other equity (Continued)

(b) Amalgamation reserve

Amalgamation reserve is used to record difference between the share capital of the amalgamating companies. It is utilised in accordance with the provisions of the Act.

Rs. in million

Amalgamation reserve	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	371.7	371.7
Balance as at end of the year	371.7	371.7

(c) Share options outstanding account reserve

Share Options Outstanding Account is used to account for effects from employee stock option expense.

Rs. in million

Share options outstanding account reserve	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	30.1	35.0
Add: Employee stock option (credit) (Refer Note 48)	(6.6)	(4.9)
Balance as at end of the year	23.5	30.1

(d) General reserve

General reserves are the retained earnings of the Company which are kept aside out of the profits to meet future (known or unknown) obligations.

Rs. in million

General reserve	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	10,046.9	10,046.9
Balance as at end of the year	10,046.9	10,046.9

(e) Retained earnings

This represents surplus of profit and loss account.

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	26,343.7	22,003.5
Add: Profit for the year	4,169.2	4,992.0
Items of other comprehensive income/(loss):		
Less: Remeasurement of the defined benefit plans, net of tax effect	(92.9)	(2.5)
Appropriations:		
Less: Dividend (Refer Note 39(b))	(865.8)	(649.3)
Balance as at end of the year	29,554.2	26,343.7

(f) Capital reserve

The excess of carrying value of investments in erstwhile BASF Performance Polyamides India Private Limited over net value of assets, liabilities and reserves has been debited to Capital reserve.

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	(2,857.4)	(2,857.4)
Balance as at end of the year	(2,857.4)	(2,857.4)

Notes to the Standalone Financial Statements as at March 31, 2026

16. Other financial liabilities (non-current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Deposits from customers	37.6	27.6
Accrual for employee benefits	109.6	105.0
	147.2	132.6

17. Provisions (non-current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits (Refer Note 48)		
— Long service award	47.4	42.9
— Gratuity	696.6	455.2
— Share-based payments	8.9	2.1
Other provisions (Refer Note 46)	268.0	264.0
	1,020.9	764.2

18. Other non-current liabilities

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Accrual for CSR Unspent Balance (Refer Note 47)	11.8	—
	11.8	—

19. Trade payables

Rs. in million

	As at March 31, 2026	As at March 31, 2025
(a) Total outstanding dues of micro enterprises and small enterprises	305.8	393.3
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	36,135.2	40,572.9
	36,441.0	40,966.2

For payables to related parties, refer Note 51.

For aging of Trade payables, refer Note 36.

20. Other financial liabilities (current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Unclaimed dividends*	10.7	9.0
Capital creditors	133.8	48.6
Derivatives liabilities towards:		
— Foreign currency forward contract (Negative fair value)	1.0	568.6
Accrual for employee benefits	609.7	388.2
	755.2	1,014.4

* There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund except in the case of disputes.

Notes to the Standalone Financial Statements as at March 31, 2026

21. Provisions (current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits (Refer Note 48)		
— Compensated absences	405.1	363.8
— Long service award	3.0	4.4
	408.1	368.2

22. Current tax liabilities

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Provision for Income Tax [Net of taxes paid Rs 1,436.3 million (Previous Year Rs 1,707.3 million)]	166.6	136.6
	166.6	136.6

23. Other current liabilities

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Advances received from customers	546.2	579.9
Accrual for customer incentive schemes	850.6	863.1
Accrual for CSR Unspent Balance (Refer Note 47)	113.1	151.7
Statutory dues payable	255.4	189.3
	1,765.3	1,784.0

24. Other income

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest income	340.5	629.1
Interest on income tax refunds	81.2	22.6
Profit on sale of property plant and equipment (net)	54.2	6.8
Write back of other provisions	11.3	—
Miscellaneous income*	216.1	138.2
	703.3	796.7

* Mainly includes tank rental income

25. Cost of materials consumed

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Raw materials :		
Stock at the beginning of the year	5,320.9	5,450.1
Add: Purchases	44,891.8	49,870.4
Less: Stock at the end of the year	(5,815.4)	(5,320.9)
Cost of raw materials consumed	44,397.3	49,999.6
Packing materials consumed	884.0	1,016.1
	45,281.3	51,015.7
Less : Related to discontinued operations (Refer Note 50)	—	(2,364.9)
	45,281.3	48,650.8

Notes to the Standalone Financial Statements as at March 31, 2026

26. Changes in inventories of finished goods, stock-in-trade and work-in-progress

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Stock at the end of the year:		
Finished goods	7,348.5	7,563.0
Stock-in-trade	13,220.6	14,371.0
Work-in-progress	0.8	18.6
Sub-total	20,569.9	21,952.6
Stock at the beginning of the year:		
Finished goods	(7,563.0)	(5,116.1)
Stock-in-trade	(14,371.0)	(9,953.6)
Work-in-progress	(18.6)	(56.1)
Sub-total	(21,952.6)	(15,125.8)
Less : Related to discontinued operations (Refer Note 50)	—	(15.7)
	1,382.7	(6,842.5)

27. Employee benefit expenses

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries, wages and bonus	4,050.2	3,338.8
Contribution to provident and other funds (Refer Note 48)	322.0	302.9
Employee stock option charge (Refer Note 48)	6.6	4.1
Gratuity (Refer Note 48)	117.3	95.2
Staff welfare expense	152.4	146.0
	4,648.5	3,887.0

28. Finance costs

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest on borrowings	96.2	15.9
Interest on income tax	—	16.5
Interest on lease liabilities	92.7	110.8
Interest- others	7.2	11.8
	196.1	155.0

29. Depreciation and amortisation expenses

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation of Property, plant and equipment (Refer Note 1A)	854.3	1,106.9
Depreciation of Right-of-use assets (Refer Note 1B and Note 42)	591.1	593.8
Amortisation/Impairment of intangible assets (Refer Note 1D)	6.1	2.5
	1,451.5	1,703.2

Notes to the Standalone Financial Statements as at March 31, 2026

30. Other expenses

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Freight and handling charges	2,686.6	2,357.2
Power and fuel	1,016.3	975.5
Professional charges (Refer Note 32)	2,555.3	1,548.3
Communication / system expenses	1,447.8	1,188.4
Foreign exchange loss (net) [Includes net gain of Rs. 1,290.9 million (Previous Year: net loss of Rs. 811.7 million) on fair valuation of forward contracts]	472.0	509.7
Sales promotion expenses	1,006.7	1,065.1
Travelling	301.3	344.9
Subcontracting charges	425.5	401.9
Rent (Refer Note 42 and 51)	176.1	102.2
Royalty	1,352.0	1,195.3
Consumption of stores and spare parts	108.6	146.9
Service fees	49.3	42.9
Repairs		
— Machinery	74.4	60.2
— Buildings	156.8	176.5
— Others	150.0	153.2
Insurance	210.5	252.6
Rates and taxes	129.8	44.6
Bad debts written-off	60.5	24.9
Less: Utilisation of loss allowance on account of expected credit loss	(60.5)	(24.9)
	—	—
Loss allowance on account of expected credit loss (net)	205.5	128.1
Corporate Social Responsibility expenses (Refer Note 47)	129.3	138.2
Miscellaneous expenses	561.8	520.9
	13,215.6	11,352.6

Notes to the Standalone Financial Statements as at March 31, 2026

31. Tax expense

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
(a) Income tax expense		
Current tax		
Current tax	1,604.8	1,843.9
Income tax for previous periods	(1.9)	—
Income tax impact on items included in Other comprehensive income	—	—
Total current tax expense	1,602.9	1,843.9
Deferred tax (including tax on Other comprehensive income) (Refer Note 4)		
(i) (Increase) / Decrease in deferred tax assets:	(120.9)	(142.8)
(ii) Increase / (Decrease) in deferred tax liabilities	(62.5)	5.3
Total deferred tax (credit)/ expense [(i)+(ii)]	(183.4)	(137.5)
Total tax (credit)/ expense	1,419.5	1,706.4
(b) Reconciliation of tax expense and the accounting profit multiplied by India's tax rate		
Profit before income tax expense from continuing operations	5,619.9	6,726.3
Profit before income tax expense from discontinued operations	—	(27.1)
Other comprehensive income (before tax) from continuing operations	(124.1)	(5.7)
Other comprehensive income (before tax) from discontinued operations	—	2.4
Total	5,495.8	6,695.9
Income tax rate	25.17%	25.17%
Tax on income	1,383.3	1,685.4
Tax effect of items in reconciliations		
Income tax for previous periods	(1.9)	—
Impact of Corporate Social Responsibility expenses and others	38.1	21.0
Total tax expense	1,419.5	1,706.4

Notes to the Standalone Financial Statements as at March 31, 2026

32. Payment to auditors (net of taxes)

Professional charges in Note 30 includes payment to auditors as follows:

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
As auditors :		
- Statutory Audit Including Limited Review and Corporate Governance*	14.5	14.3
- Tax Audit	1.5	1.5
- Group Audit	4.7	4.7
For other services#	2.3	0.3
For reimbursement of expenses*	3.5	0.4
Total	26.5	21.2

(Includes Statutory Audit fees and other services of Rs. 1.1 million for BASF Agricultural Solutions Limited borne by the Company) (Refer Note 57)

* (Previous year includes Rs 1.4 million paid to erstwhile auditor)

33 Title deeds of Immovable Properties not held in the name of the Company

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value as on March 31, 2026 (Rs. in million)	Gross carrying value as on March 31, 2025 (Rs. in million)	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the company
Property, plant and equipment	Land held at Mangalore location	48.3	48.3	Karnataka Industrial Areas Development Board	No	October 21, 2014	The Company has submitted the necessary documents to Karnataka Industrial Areas Development Board for execution of the Sale Deed for land at Mangalore and the process is ongoing

34. Aging of Capital work-in-progress (CWIP)

(a) Aging of CWIP:

Rs. in million

	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	1,274.3 747.1	254.3 86.0	66.1 4.1	4.0 -	1,598.7 837.2
Total	1,274.3 747.1	254.3 86.0	66.1 4.1	4.0 -	1,598.7 837.2

The previous year's figures are given in italic light type below each item.

There were no temporarily suspended projects as on Balance Sheet date of current year as well as previous year.

(b) Completion schedule for capital work-in-progress whose completion is overdue or has exceeded its cost compared to its original plan:

Rs. in million

	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress:	65.4	-	-	-	65.4
Routine Small Capex	120.2	-	-	-	120.2
Total	65.4 120.2	- -	- -	- -	65.4 120.2

The previous year's figures are given in italic light type below each item.

Notes to the Standalone Financial Statements as at March 31, 2026

35. Aging of Trade Receivables:

Rs. in million

	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables							
Considered good	25,292.0	2,146.8	21.3	10.4	—	—	27,470.5
	22,211.1	2,814.2	48.6	0.9	4.8	5.8	25,085.4
Credit impaired	124.7	141.9	78.9	33.2	5.7	53.6	438.0
	114.5	—	132.0	55.2	24.8	52.8	379.3
Disputed Trade Receivables							
Credit impaired	—	3.1	8.7	59.3	42.7	357.6	471.4
	—	—	—	—	1.9	383.2	385.1
Total	25,416.7	2,291.8	108.9	102.9	48.4	411.2	28,379.9
	22,325.6	2,814.2	180.6	56.1	31.5	441.8	25,849.8

The previous year's figures are given in italic light type below each item.

36. Aging of Trade Payables:

Rs. in million

	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Payables							
Micro enterprises and small enterprises	—	284.4	21.4	—	—	—	305.8
	40.0	309.8	43.5	—	—	—	393.3
Others	1,618.1	27,594.6	5,871.9	739.3	67.9	242.8	36,134.6
	1,978.4	29,029.9	8,293.9	765.9	348.0	156.8	40,572.9
Disputed Trade Payables							
Micro enterprises and small enterprises	—	—	—	—	—	—	—
	—	—	—	—	—	—	—
Others	—	—	—	—	—	0.6	0.6
	—	—	—	—	—	—	—
Total	1,618.1	27,879.0	5,893.3	739.3	67.9	243.4	36,441.0
	2,018.4	29,339.7	8,337.4	765.9	348.0	156.8	40,966.2

The previous year's figures are given in italic light type below each item.

Notes to the Standalone Financial Statements as at March 31, 2026

37. Financial Ratios:

Ratio	Numerator	Denominator	Current year ended March 31, 2026	Previous year ended March 31, 2025	% variance	Reason for variance (wherever % variance is > 25%)
Current Ratio (times)	Current Assets	Current Liabilities	1.7	1.6	6%	Below threshold
Return on Equity (net worth) (%)	Profit After Tax (PAT)	Average Total Equity	10.9%	14.5%	-25%	Below threshold
Inventory Turnover Ratio (times)	Cost of goods sold [Refer Note (i) below]	Average Inventory	4.6	5.2	-12%	Below threshold
Trade Receivables Turnover Ratio (times)	Revenue from Operations	Average Trade Receivables	5.7	6.0	-5%	Below threshold
Trade Payables Turnover Ratio (times)	Total Purchases [Refer Note (ii) below]	Average Trade Payables	3.2	3.5	-9%	Below threshold
Net Capital Turnover Ratio (times)	Revenue from Operations	Average working capital (Current assets - Current liabilities)	5.5	6.4	-14%	Below threshold
Net Profit Ratio (%)	Profit After Tax (PAT)	Revenue from Operations	2.8%	3.3%	-15%	Below threshold
Return on Capital Employed (%)	Earnings Before Interest & Tax (EBIT) before exceptional items	Average Capital Employed (Shareholder's Equity + borrowings)	15.2%	18.9%	-20%	Below threshold
Operating Profit Margin (%)	Earnings Before Interest & Tax (EBIT) before exceptional items	Revenue from Operations	3.9%	4.3%	-10%	Below threshold
Interest Coverage Ratio (times)	Earnings Before Interest Tax & Depreciation (EBITDA) before exceptional items	Finance cost	37.1	53.2	-30%	Decreased on account of lower profit for the year

Notes:

- (i) Cost of goods sold = Cost of materials consumed + Purchase of stock-in-trade + Changes in inventories of finished goods, stock-in-trade and work-in-progress.
- (ii) Total purchases = Purchase of Raw Materials (as disclosed in Note 25) + Purchase of stock-in-trade.
- (iii) Average balances are derived by taking average of Opening balance and closing balance.

38. Fair value measurement

Financial instruments

To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under Indian accounting standard 113 - 'Fair value measurement'.

Explanation of each

Level 1: Determination of the fair value based on quoted, unadjusted prices on active markets.

Level 2: Determination of fair value based on parameters for which directly or indirectly quoted prices on active market are available.

Level 3: Determination of fair value based on parameters for which there is no observable market data.

Fair values for financial assets and liabilities (other than those disclosed below) approximates the carrying amount. All other financial assets and financial liabilities are carried at amortised costs.

Rs. in million

	Fair value hierarchy	Valuation category and technique	As at March 31, 2026	As at March 31, 2025
Financial assets				
Derivatives - no hedge accounting	Level 2	Fair value through profit and loss. Valuation technique - use of dealer quotes for similar instruments.	732.0	8.7
Financial liabilities				
Derivatives - no hedge accounting	Level 2	Fair value through profit and loss. Valuation technique - use of dealer quotes for similar instruments.	1.0	568.6

There are no reclassification between different levels during the year.

Notes to the Standalone Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

Risk Exposure:

(i) Foreign currency risk

The Company is exposed to foreign-currency risks during the normal course of business. These risks are hedged through a determined strategy employing derivative instruments. Hedging is only employed for underlying items from the operating business. The risks from the underlying transactions and the derivatives are constantly monitored. Where the derivatives have a positive value, the Company is exposed to credit risks from the derivative transactions in the event of nonperformance of the other party. To minimise the default risk on derivatives with the positive market values, transactions are exclusively conducted with credit worthy banks and partners and are subject to predefined credit limits. The contracting and execution of derivative financial instruments for hedging purposes are conducted according to internal guidelines and subject to strict control mechanism.

The sensitivity analysis is conducted by simulating a 10% appreciation/ depreciation of the functional currency against respective other currencies.

(a) Foreign currency risk exposure:

The Company's exposure to foreign currency risk at the end of the reporting period is as follows:

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Trade payable		
USD	30,102.3	33,420.0
EUR	824.0	336.2
Capital Creditors		
USD	0.7	0.6
EUR	21.0	—
Trade receivables		
USD	854.7	788.8
EUR	65.2	184.0
Cash and cash equivalents (EEFC account)		
USD	31.5	7.7

	As at March 31, 2026	As at March 31, 2025
Forward contracts		
USD	26,532.3	30,750.1
EUR	648.6	105.6

	As at March 31, 2026	As at March 31, 2025
Net exposure (after forward contracts)		
USD	2,684.5	1,874.1
EUR	131.3	46.6

(b) Sensitivity

The sensitivity of profit or loss to changes in exchange rates by 10%* arises mainly from foreign currency denominated financial instruments. Impact of sensitivity on net exposure for major currency balances is as follows:

Rs. in million

Currency	As at March 31, 2026		As at March 31, 2025	
	Increase in exchange rate	Decrease in exchange rate	Increase in exchange rate	Decrease in exchange rate
USD	268.5	(268.5)	187.4	(187.4)
EUR	13.1	(13.1)	4.7	(4.7)

* Holding all other variables constant

(ii) Interest rate risk

Interest rate risk results from changes in prevailing market interest rates, which can cause a change in the fair value of fixed-rate instruments and changes in the interest payments of the variable-rate instruments. To hedge interest rate risk, mix of variable and fixed instruments is judiciously applied for financing the Company's requirements.

Notes to the Standalone Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

(iii) Liquidity risk

The Company recognises any risk from cash flow fluctuations as a part of liquidity planning. The Company has access to sufficient liquidity from unutilised credit lines from banks and ongoing commercial paper programme.

(a) Financing arrangements

The Company has access to undrawn borrowing facilities from banks for **Rs. 14,934.9 million** (Previous Year: Rs. 15,108.1 million) as on March 31, 2026. The Company also has unused Commercial Papers limit of **Rs. 7,500.0 million** (Previous Year: Rs. 7,500.0 million).

(b) Maturities of financial liabilities

The interest and principal payments as well as other payments for derivative financial instruments are relevant for the presentation of the maturities of the contractual cash flows from financial liabilities. Derivatives are included using their net cash flow, provided they have a negative fair value and therefore represent a liability. Derivatives with positive fair values are assets and are therefore not considered. Trade accounts payable are generally interest-free and due within one year. Therefore, the carrying amount of trade accounts payable equals the sum of future cash flows. Contractual maturities of lease liabilities are disclosed on an undiscounted basis.

Rs. in million

Contractual maturities of financial liabilities As at March 31, 2026	Upto 1 year	1 year to 2 years	2 years to 3 years	more than 3 years	Total
Non derivatives					
Trade payables	36,441.0	—	—	—	36,441.0
Lease liabilities	542.9	519.8	278.0	112.5	1,453.2
Other financial liabilities	754.2	147.2	—	—	901.4
Total non derivative liabilities	37,738.1	667.0	278.0	112.5	38,795.6
Derivatives					
Derivatives with negative fair values	1.0	—	—	—	1.0
Total derivative liabilities	1.0	—	—	—	1.0

Rs. in million

Contractual maturities of financial liabilities As at March 31, 2025	Upto 1 year	1 year to 2 years	2 years to 3 years	more than 3 years	Total
Non derivatives					
Trade payables	40,966.2	—	—	—	40,966.2
Lease liabilities	616.9	421.3	399.8	315.2	1,753.2
Other financial liabilities	445.8	132.6	—	—	578.4
Total non derivative liabilities	42,028.9	553.9	399.8	315.2	43,297.8
Derivatives					
Derivatives with negative fair values	568.6	—	—	—	568.6
Total derivative liabilities	568.6	—	—	—	568.6

(iv) Credit risk

Trade receivables

Credit risk arise when counterparties do not fulfil their contractual obligations. The Company regularly analyses the credit worthiness of relevant customers and grants credit limits on the basis of this analysis. Due to the diversified customer structure of the Company, there is no significant concentration of default risk. The company uses simplified approach for trade receivables whereby the loss allowance is measured at an amount equal to the lifetime expected credit losses. The carrying amount of all receivables subject to expected credit loss and default risk represents the maximum default risk for the Company. The expected credit losses are calculated taking into consideration the credit rating of the customer, probability of default for various different credit ratings and loss given default.

Counterparties generally considered as stage 3 when they becomes insolvent or are in a finance related legal dispute with the company. Receivable are derecognised when they are definitively found to be uncollectable such as in the event of concluded insolvency proceedings.

Accordingly expected credit loss is recognised under two stages as follows :

Stage 2 - Loss allowance at an amount equivalent lifetime expected credit losses at the reporting date for the customers with High, Medium and Low rating based on internal and external credit ratings

Stage 3 - Loss allowance on account of credit impaired at the reporting date

Notes to the Standalone Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

(iv) Credit risk (Continued)

Loans to related parties

The company considers the probability of default upon initial recognition of loan and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the company compares the risk of a default occurring on the loan as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forwarding-looking information. Especially the following indicators are incorporated:

- internal credit rating
- external credit rating (as far as available)
- actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the borrower's ability to meet its obligations
- actual or expected significant changes in the operating results of the borrower

Macroeconomic information (such as market interest rates or growth rates) is incorporated as part of the internal rating model. Regardless of the analysis above, a significant increase in credit risk is presumed if a counterparty is more than 30 days past due in making a contractual payment. A default on a financial asset is when the counterparty fails to make contractual payments within 60 days of when they fall due.

Cash and bank balances

For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted.

Security deposits and other receivables

The Company periodically monitors the recoverability and credit risks of its security deposits and other receivables. The Company evaluates 12 month expected credit losses of all the financial assets for which credit risk has not increased. In case credit risk has increased significantly, the Company considers life time expected credit losses for the purpose of impairment provisioning.

Accordingly, Loans to related parties, Cash and bank balances, Security deposits and other receivables, are subject to the impairment requirements of Ind AS 109 and the identified impairment loss was immaterial.

(a) Provision for expected credit loss:

Rs. in million

For trade receivables	Gross carrying amount	
Creditworthiness	As at March 31, 2026	As at March 31, 2025
High/medium credit rating	16,078.8	14,257.1
Low credit rating	11,528.6	10,951.7

– For trade receivables under life time expected credit loss model (simplified approach)

Year ended March 31, 2026

Rs. in million

Ageing	Stage 2	Stage 3	Total
Gross carrying amount	27,607.4	772.5	28,379.9
Expected loss rate	0.5%	100.0%	
Expected credit losses (loss allowance provision)	136.9	772.5	909.4
Carrying amount of trade receivable (net of impairment)	27,470.5	—	27,470.5

Year ended March 31, 2025

Rs. in million

Ageing	Stage 2	Stage 3	Total
Gross carrying amount	25,208.8	641.0	25,849.8
Expected loss rate	0.5%	100.0%	
Expected credit losses (loss allowance provision)	123.4	641.0	764.4
Carrying amount of trade receivable (net of impairment)	25,085.4	—	25,085.4

Notes to the Standalone Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

(iv) Credit risk (Continued)

- For other financial assets – High quality assets, negligible credit risk (under 12 months expected credit loss)

Rs. in million

Particulars	Estimated gross carrying amount at default	Expected probability of default	Expected credit loss	Carrying amount net of impairment provision
March 31, 2026	10,059.2	0.2%	16.1	10,043.1
March 31, 2025	13,675.3	0.1%	15.7	13,659.6

(b) Reconciliation of loss allowance on account of expected credit loss

Rs. in million

Loss allowance on April 1, 2024	661.2
Less: Utilisation towards bad debts	(24.9)
Add: Changes in loss allowance	128.1
Loss allowance on March 31, 2025	764.4
Less: Utilisation towards bad debts	(60.5)
Add: Changes in loss allowance	205.5
Loss allowance on March 31, 2026	909.4

Significant estimates and judgements

Impairment of financial assets

The impairment provision for the financial assets disclosed above are based on credit ratings, 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 the Company's past history, existing market conditions as well as forward looking estimates at the end of each reporting year.

39. Capital management

(a) Risk management

The aim of capital structure management is to maintain the financial flexibility needed to further develop the Company's business portfolio and take advantage of strategic opportunities. The objective of the Company's financing policy are to secure solvency, limit financial risks and optimise the cost of capital.

The Company's capital structure is managed using equity and debt ratios as a part of the Company's financial planning.

Generally a mix of commercial paper programme, inter corporate deposits, overdraft facilities and bank loans are used for short term financing while group external commercial borrowings are used for financing long term requirements.

The goal is to optimise the Company's capital cost financing conditions.

The Company monitors capital on the basis of the following ratios:

- Equity ratio - Total equity divided by Total assets

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Total equity	39,775.0	36,571.1
Total assets	81,814.9	83,304.9
Equity ratio	48.6%	43.9%

(b) Dividends

Rs. in million

	As at March 31, 2026	As at March 31, 2025
(i) Equity shares		
Dividend paid during the year ended March 31, 2025 of Rs. 20 (Previous year ended March 31, 2024 of Rs. 15) per fully paid share	865.8	649.3
Proposed dividend		
(ii) Dividend not recognised at the end of reporting year		
In addition to the above dividends, since year end, the Board of Directors have recommended the payment of a dividend of Rs. 25 for the year ended March 31, 2026 (Previous year: Rs. 20) per fully paid share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	1,082.1	865.8

Notes to the Standalone Financial Statements as at March 31, 2026

40. Contingent liabilities

Rs. in million

Nature	As at March 31, 2026	As at March 31, 2025
Contingent liabilities (excluding interest & penalties)		
a) Claims against the Company not acknowledged as debts	13.7	13.7
In respect of which the Company has counterclaim	–	–
b) Demand for taxes and duties in respect of which the company has preferred appeals with appropriate authorities		
a. Income tax*	2,233.2	1,972.8
b. Goods and Service Tax#	111.7	127.6
Total	2,358.6	2,114.1

* The contingent liability for Income Tax arises from assessments in Transfer Pricing adjustments pertaining to Cost Sharing Agreement, adjustments to mark up on provision of services, disallowances of product development charges, product registration charges, etc.

The contingent liability for Goods and Service Tax arises majorly from discrepancies in Input Tax Credit (ITC) pertaining to mismatch between ITC availed and GSTR-2A/GSTR-2B, denial of HSN classification and levy of RCM tax liability basis supplier's declaration, etc.

The above claims are pending before various Appellate Authorities. The management, including its advisors, expect that its position will likely be upheld on ultimate resolution and will not have a material adverse effect on the Company's financial statements.

It is not practicable for the company to estimate the timings of cash out flows, if any, in respect of the pending resolution of the respective proceedings as it is determinable only on receipt of judgements/decisions pending with various forums/authorities. The company does not expect any reimbursements in respect of the contingent liabilities.

41. Commitments

Estimated amount of contracts remaining to be executed on capital account and not provided (net of advances) for Rs. 821.5 million (Previous Year Rs. 886.6 million)

42. Leases

A) Lease as lessee

The company leases warehouse, vehicles, office facilities, storage tanks, equipments etc. The lease liabilities are measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate. The weighted average incremental borrowing rate used to discount the gross lease liability additions during the current year & previous year was 4 to 9%.

a) Amounts recognised in the Statement of Profit and Loss:

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
(i) Depreciation charge on Right-of-use assets (Refer Notes 1(B) and 29)	591.1	593.8
(ii) Interest expense for lease liabilities (Refer Note 28)	92.7	110.8
(iii) Rent expense (Refer Note 30):		
– Expenses for variable lease payments not included in lease liabilities	4.7	3.5
– Expenses for short-term leases and others	171.4	98.7
Total	176.1	102.2

Notes to the Standalone Financial Statements as at March 31, 2026

42. Leases (Continued)

b) Other disclosures:

(i) Lease liabilities:

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Non-current lease liabilities	848.5	1,030.8
Current lease liabilities	475.3	536.8
Total lease liabilities	1,323.8	1,567.6

For maturity profile of Lease liabilities, refer Note 38(iii)(b)

(ii) Additions to the right-of-use assets and carrying values of right-of-use assets as at end of reporting period are disclosed in Note 1(B).

c) Net debt Reconciliation

Rs. in million

Net debt Reconciliation	As at March 31, 2026		As at March 31, 2025	
	Cash and Cash Equivalents	Liabilities from financing activities	Cash and Cash Equivalents	Liabilities from financing activities
Opening Net debt	7,628.1	—	6,218.6	—
Cash inflow (net)	1,060.9	92.7	1,409.5	111.3
Interest expense	—	103.4	—	27.7
Interest Paid	—	(196.1)	—	(139.0)
Closing Net debt (I)	8,689.0	—	7,628.1	—
Opening lease liabilities	—	1,567.6	—	1,560.7
Interest on lease liabilities	—	92.7	—	111.3
Change in lease liabilities during the year (net of deletions/ transfers)	—	306.9	—	477.1
Repayment of lease liabilities	—	(643.4)	—	(581.5)
Closing lease liabilities (II)	—	1,323.8	—	1,567.6
Total closing Net debt (I+II)	8,689.0	1,323.8	7,628.1	1,567.6

B) Lease as lessor

During the year ended March 31, 2026, the company has leased 4 stainless steel tanks (Bulk Facility) together with accessories to Hyundai Transys India Private Limited for storage of its products purchased from the company during the calendar years 2026, 2027 and 2028. Upon purchase of agreed minimum quantity during this tenure, the company shall transfer the ownership of the bulk facility to Hyundai Transys India Private Limited.

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Amounts receivable under finance leases:		
Less than one year	22.5	19.1
One to two years	22.5	19.2
Two to three years	—	19.2
Total undiscounted lease receivable	45.0	57.5
Unearned finance income	0.5	1.2
Net investment in the lease	44.5	56.3

Notes to the Standalone Financial Statements as at March 31, 2026

43. Micro, Small and Medium Enterprises Development Act, 2006

On the basis of information and records available with the Management, the following disclosure pursuant to the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act') are made for the amounts due to the Micro and Small enterprises, who have registered with the competent authorities:

Rs. in million

Particulars	As at March 31, 2026	As at March 31, 2025
The principal amount and the interest due thereon remaining unpaid to any supplier registered under the MSMED Act as at the end of the year.		
– Principal amount	255.9	353.3
– Interest amount	0.3	0.6
The interest paid / settled by the buyer in terms of Sections 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of payments made beyond the appointed date during each account year		
– Principal amount	1,126.3	1,487.3
– Interest amount	–	–
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	9.6	15.7
The amount of interest accrued and remaining unpaid at the end of each accounting year.	9.9	16.3
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the micro, small and medium enterprise.	49.9	40.0

44. Exceptional items

Rs. in million

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit on sale of its non-core assets (i.e. residential properties)	–	292.8
Profit on transfer of Coatings Business (Refer Note 50)	–	72.5
Total	–	365.3

45. Offsetting financial assets and financial liabilities

Rs. in million

	Gross amounts	Gross amounts set off in the balance sheet	Net amounts presented in balance sheet
	(Financial Assets - Trade Receivables)	(Financial Liabilities - Rebates / Discounts)*	(Net Financial Assets - Trade Receivables)
March 31, 2026	28,748.9	1,278.4	27,470.5
Total	28,748.9	1,278.4	27,470.5
March 31, 2025	26,930.0	1,844.6	25,085.4
Total	26,930.0	1,844.6	25,085.4

* Amounts set off under "Not due" aging bucket in Note 35.

Trade receivables

The Company gives rebates/ discounts for certain business units. Under the terms of contract, the amounts payable by the Company are offset against receivables from customers and only the net amount is settled (i.e. after adjustment of credit notes towards rebates/ discounts). The relevant amounts have therefore been presented net in the Balance Sheet.

Notes to the Standalone Financial Statements as at March 31, 2026

46. Other provisions

Rs. in million

	As at March 31, 2026	As at March 31, 2025
At the commencement of the year	264.0	263.8
Add: Provisions made / (reversed) during the year (net)	4.0	0.6
Less: Utilisation during the year	—	0.4
At the end of the year	268.0	264.0

Other provisions represents provisions for certain income tax, indirect taxes and other legal matters, the outflow of which would depend on settlement/ conclusion of these matters with the relevant authorities or cessation of the respective events.

47. Corporate Social Responsibility ('CSR')

As per Section 135 of the Act, a Company meeting the applicability threshold, needs to spend atleast 2% of its average net profit for the immediately preceding three financial years on CSR activities. The major areas for CSR activities are promoting education facilities, sanitation and making available safe drinking water. A CSR committee has been formed by the Company as per the Act.

(a) Gross amount required to be spent by the Company during the year: Rs. 129.3 million (Previous Year: Rs. 138.2 million)

(b) The areas of CSR activities and contributions made thereto are as follows:

Rs. in million

Amount spent during the year on:	For the year ended March 31, 2026	For the year ended March 31, 2025
1) Construction / Acquisition of any assets	—	—
2) For purposes other than (1) above:		
– Promoting sanitation and making available safe drinking water	47.2	19.6
– Promoting education facilities & rural infrastructure	76.6	65.0
– Ensuring environmental sustainability, conservation of natural resources and ecological balance.	25.7	—
– Administration Expenses	6.6	6.9
	156.1	91.5

(c) Details of excess CSR expenditure under Section 135(5) of the Act:

Rs. in million

	Amount required to be spent during the year	Amount spent during the year	Amount b/f from previous year	Funds towards Ongoing Projects deposited to CSR unspent bank account
For the year ended March 31, 2026 ##*	129.3	40.7	—	88.6
For the year ended March 31, 2025 #	138.2	18.3	2.3	122.2

Subsequently deposited to CSR unspent bank account as on April 23, 2025

Subsequently deposited to CSR unspent bank account as on April 8, 2026

Details of CSR expenditure on ongoing projects under Section 135(6) of the Act:

Rs. in million

	Opening Balance (In Separate CSR Bank Account)	Funds towards Ongoing Projects deposited to CSR unspent bank account	Amount Spent during the year (From Separate CSR Bank Account)	Closing Balance (In Separate CSR Bank Account)
For the year ended March 31, 2026*	29.5	122.2	115.4	36.3
For the year ended March 31, 2025*	17.1	85.6	73.2	29.5

* Refer Note 18 and 23

Notes to the Standalone Financial Statements as at March 31, 2026

48. Employee Benefits

(a) Defined contribution plans:

The Company's contribution to defined contribution funds comprising of Superannuation fund, provident fund, Employees' State Insurance Schemes and National Pension System (NPS) scheme amounting to **Rs. 322.0 million** (Previous Year Rs. 302.9 million) (net of recoveries) has been charged to the Statement of Profit and Loss.

(b) Defined benefit plans:

(i) Gratuity

Gratuity is payable to all eligible employees of the Company on retirement, death, permanent disablement and resignation in terms of provisions of the Social Security rules, or as per the Company's scheme whichever is more beneficial. The Company irrevocably contributes funds to a separate Gratuity Trust which is recognised by Income Tax authorities.

Rs. in million

	Gratuity Funded	
	As at March 31, 2026	As at March 31, 2025
I) Reconciliation of present value of defined benefit obligation		
Balance at the beginning of the year	895.3	961.9
Benefits paid from plan	(67.9)	(83.2)
Current service cost	75.3	65.7
Past service cost	10.7	—
Interest cost	59.3	64.9
Transfer out (Refer note 50)	—	(93.1)
Actuarial gain/loss recognised in other comprehensive income		
– Changes in financial assumptions	1.9	19.6
– Changes of experience adjustments	69.9	(40.5)
Balance at the end of the year	1,044.5	895.3
II) Reconciliation of present value of plan assets		
Balance at the beginning of the year	440.1	570.3
Contributions paid into plan	—	—
Benefits paid	(67.9)	(83.2)
Transfer out (Refer note 50)	—	(59.9)
Return on plan assets (excluding interest income)	(52.3)	(24.2)
Interest income	28.0	37.1
Balance at the end of the year	347.9	440.1
Net liability (I-II)	696.6	455.2
III) Expenses recognised in the Statement of Profit and Loss		
Current service cost	75.3	65.7
Interest cost	59.3	64.9
Past service cost	10.7	—
Interest income	(28.0)	(37.1)
Expenses recognised in the Statement of Profit and Loss	117.3	93.5
IV) Remeasurements recognised in other comprehensive income		
Actuarial loss/ (gain) on defined benefit obligation	71.8	(20.9)
Return on plan assets excluding interest income	52.3	24.2
	124.1	3.3

Notes to the Standalone Financial Statements as at March 31, 2026

48. Employee Benefits (Continued)

(b) Defined benefit plans: (Continued)

The plan assets under the Gratuity scheme are deposited under approved securities. The major categories of plan assets as a percentage of total plan assets are provided below :-

	As at March 31, 2026	As at March 31, 2025
Government of India securities	24%	30%
State government securities	13%	12%
Public Sector Unit bonds	36%	32%
Fixed deposit and others	0%	16%
Special deposit scheme	5%	0%
Mutual funds	21%	10%
Total	100%	100%

The assumptions used for actuarial valuation are as follows:-

	As at March 31, 2026	As at March 31, 2025
Discount rate	6.85%	6.88%
Expected salary increase rate	6% - 8% p.a.	6% - 8% p.a.
Attrition Rate	2% - 9% p.a.	2% - 9% p.a.
In-service mortality rates	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate

The expected rate of return on assets is based on the expectation of the average long term rate of return on investment of the fund, during the estimated term of obligation.

The obligations are measured at the present value of estimated future cash flows by using a discount rate that is determined with reference to the market yields at the Balance Sheet date on Government Bonds which is consistent with the estimated terms of the obligation.

The estimate of future salary increase, considered in the actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Rs. in million

Expected total benefit payments	As at March 31, 2026	As at March 31, 2025
Year 1	114.4	87.4
Year 2	160.5	98.7
Year 3	104.2	134.2
Year 4	136.4	88.4
Year 5	123.5	121.3
Next 5 years	523.0	442.2

Sensitivity analysis - defined benefit obligation end of period

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Discount rate +100 basis points	983.6	842.1
Discount rate -100 basis points	1,108.9	953.6
Salary Increase Rate +1%	1,106.2	950.3
Salary Increase Rate -1%	987.7	844.9
Attrition Rate +1%	1,037.2	889.3
Attrition Rate -1%	1,052.3	902.0

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of defined benefit obligation calculated with projected unit credit method at the end of reporting period) has been applied as when calculating the defined benefit liability recognised in the Balance Sheet. The method and type of assumptions used in preparing the sensitivity analysis for current year are in line with previous year.

The contribution expected to be made by the Company during the financial year 2026-27 is Rs. Nil (Previous Year Rs. Nil).

Notes to the Standalone Financial Statements as at March 31, 2026

48. Employee Benefits (Continued)

(b) Defined benefit plans: (Continued)

Risk exposure

The fund assets for Gratuity are maintained by BASF trust fund, a legally independent funded plan, which is financed by contribution of employees and the employer as well as the return on plan asset.

Following risk-mitigating strategies are adopted for the Funds:

Being managed passively, the debt segments of the portfolios are predominantly exposed to Credit Risk and Reinvestment Risk. These risks are managed in the following manner:

Reinvestment risk: Reinvestment risk is minimized by spreading maturities of debt investments across various years. Here a balance is struck between minimizing reinvestment risk and maximizing yield given the term structure of interest rates, issuance pattern of debt instruments and their liquidity.

Owing to the investment regulation, the Funds have also invested in Equity Mutual Funds which are exposed to Market Risk.

Market risk: Market risk is minimized by (a) ensuring that schemes selected for investment have high-ranking by independent agencies (b) large-cap orientation and (c) have a track record of superior down-side management. Further, volatilities in returns of these schemes are minimized by staggering deployment in the schemes across months which bring in cost-averaging. Performance of the schemes is monitored on a monthly basis. Corrective action, if required, is recommended for schemes that underperform their peers and the benchmark consistently.

Credit risk: Credit risk is minimized by spreading exposure to multiple debt issuers, i.e. by not allowing exposure to an individual debt issuer to exceed by 5%-10% (depending on the issuer type) of the total portfolio at any time. Further, investments are made only in high grade bonds. Rating migrations in the instruments held in the portfolios are tracked regularly and are reported to the Trustees in case of downgrades. Corrective action on downgrades is suggested, if deemed necessary.

(c) Share-based payments (Long Term Incentive):

The Ultimate Holding Company ('BASF SE') offers following two types of Share Price based compensation program for senior executives of BASF group. Participation in these programs is voluntary.

(i) BASF Option Program ('BOP'):

The option program starts every year on July 1. After the two-year vesting period, the options can be exercised for a period of four years. Options that have not been exercised by the end of the exercise period of the respective program are forfeited, without any subsequent payment obligations towards the bearer. BOP was offered for the last time in 2020. All option rights granted during the BOP program years remain valid until the end of their respective exercise periods.

The model used in the valuation of the option plans are based on the arbitrage-free valuation model according to Black-Scholes. The fair values of the options are determined using the binomial model.

(ii) 'Strive!' – Performance Share Units (PSUs):

Since 2020, a new Long term incentive program, known as Strive!, is established in the form of a performance share plan. The new plan is based on achievement of strategic targets and takes into account BASF SE's share price and dividend performance (total shareholder return) over a four-year period.

A Strive! plan includes a four-year performance period with a fixed disbursement date. A target amount is determined at the beginning of a new Strive! plan for every participant. This target amount is converted into a preliminary number of virtual performance share units (PSUs) by dividing it by the average BASF share price. The number of PSUs that are ultimately paid out at the end of the performance period depends on the achievement of the strategic targets.

Since the Company receives the services of the employees to whom the options have been granted by BASF SE and the Company has no obligation to settle these options, the Company has recognized both the above plans as equity settled share based payment transactions in accordance with the requirements of paragraph 43 A and 43 B of Ind AS 102 Share Based Payments.

Further for new PSUs granted effective 2024 under "Strive", the settlement shall be borne by the Company in accordance with changes in group policy and accordingly the same has been recognised as cash settled share based payment.

Notes to the Standalone Financial Statements as at March 31, 2026

48. Employee Benefits (Continued)

(c) Share-based payments (Long Term Incentive): (Continued)

Charge for the year and related assumptions are summarised in below tables:

BASF Option Program ('BOP'):

		For the year ended March 31, 2026	For the year ended March 31, 2025
Charge / (Credit) included in employee benefit expense (net of reversals)	Rs. in million	(7.0)	(6.9)
Options outstanding at the beginning of the year	Nos	12,430.0	14,373.0
Options granted during the year	Nos	–	–
Options forfeited, exercised or expired during the year	Nos	(2,586.0)	(1,943.0)
Outstanding at the end of the year	Nos	9,844.0	12,430.0

'Strive!' – Performance Share Units (PSUs):

		For the year ended March 31, 2026	For the year ended March 31, 2025
Charge / (Credit) included in employee benefit expense	Rs. in million	6.6	4.1
PSUs outstanding at the beginning of the year	Nos	6,416.0	5,832.0
PSUs granted during the year	Nos	2,761.0	2,136.0
PSUs forfeited, exercised or expired during the year	Nos	(1,775.0)	(1,552.0)
Outstanding at the end of the year	Nos	7,402.0	6,416.0
Fair value of options and parameters used for valuation		As at December 31, 2025	As at December 31, 2024
Fair value / PSU	Euro	43.2	42.3
Weighted target achievement	%	108.3	109.0
Base price of BASF SE's shares	Euro	44.6	43.9

(d) Other long term employee benefits:

(i) Long service awards:

Long Service Awards are payable to employees on completion of specified years of service.

(ii) Compensated absences:

Eligible employees can carry forward and encash leave on superannuation, death, permanent disablement and resignation as per Company's policy.

For compensated absences, the amount of the provision of **Rs. 405.1 million** (Previous Year: Rs. 363.8 million) is presented as current, since the Company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. Leave obligations not expected to be settled within the next 12 months is **Rs. 361.8 million** (Previous Year: Rs. 330.2 million) based on actuarial valuation.

Notes to the Standalone Financial Statements as at March 31, 2026

49. Operating Segments

The Company has following business segments for reporting purpose. The divisions are allocated to the segments based on their business models.

Details of type of products included in each segment:

- Agricultural Solutions - The Agricultural Solutions segment consists of the Crop Protection division. Agricultural Solutions is seasonal in nature
- Materials – The Materials segment comprises Performance Materials divisions, the Monomers divisions and Polyamides business
- Industrial Solutions - The Industrial Solutions segment consists of the Dispersions & Pigments divisions and Performance Chemicals divisions*
- Surface Technologies - The Surface Technologies segment comprises of Coatings divisions (Refer note 50)
- Nutrition & Care - The Nutrition & Care segment consists of the Care Chemicals and Nutrition & Health divisions
- Chemicals - The Chemicals segment consists of the Petrochemicals and Intermediates divisions
- Others – Others includes activities that are not allocated to any of the continued operating divisions. These includes remaining activities after divestiture of leather and textile chemicals business, paper wet-end and water chemicals business, technical and service charges other than those specifically identifiable to above segments.

Un-allocable Corporate Assets mainly includes Current tax assets (net), Deferred tax assets (net), Cash and cash equivalents, Inter corporate deposits and other un-allocable assets.

Un-allocable Corporate Liabilities mainly includes Current tax liabilities (net) and other un-allocable liabilities.

* As part of the implementation of the new strategy, the Catalysts division which was part of Surface Technologies Segment was restructured and is reported as part of the Performance Chemicals division in the Industrial Solutions segment, effective January 1, 2025. As a result, the Surface Technologies segment will now comprise only one standalone business i.e. the Coatings division. Comparative figures for prior periods / years have been restated to conform to the current period/ year presentation, in accordance with Ind AS 108 "Operating Segments".

(a) Business Segments

The previous year's figures are given in italic light type below each item

Rs. in million

	Agricultural Solution	Materials	Industrial Solutions	Surface Technologies (Discontinued Operations)	Nutrition & Care	Chemicals	Others	Un-allocated	Total
Segment revenue	19,440.2	46,311.9	29,655.6	—	35,005.9	18,478.3	962.1	—	149,854.0
	20,647.3	49,434.8	27,959.1	3,509.1	28,749.6	19,965.8	1,357.8	—	151,623.5
Less : Inter-segment revenue	—	—	—	—	—	—	—	—	—
Sales / Revenue from operations	19,440.2	46,311.9	29,655.6	—	35,005.9	18,478.3	962.1	—	149,854.0
	20,647.3	49,434.8	27,959.1	3,509.1	28,749.6	19,965.8	1,357.8	—	151,623.5
Segment result	2,542.9	1,847.3	1,522.3	—	311.8	302.3	(118.4)	—	6,408.2
	3,105.5	1,605.2	974.1	(27.1)	647.0	363.1	152.4	—	6,820.2
Finance costs								196.1	196.1
								155.0	155.0
Other un-allocable expenditure (net of un-allocable income)								592.2	592.2
								331.3	331.3
Profit/ (Loss) before tax and exceptional item									5,619.9
									6,333.9
Exceptional item gain / (loss) (net) (Refer note 44)							—		—
							365.3		365.3
Tax									1,450.7
									1,707.2
Profit/ (Loss) after tax									4,169.2
									4,992.0

Notes to the Standalone Financial Statements as at March 31, 2026

49. Operating Segments (Continued)

(a) Business Segments (Continued)

Rs. in million

	Agricultural Solution	Materials	Industrial Solutions	Surface Technologies (Assets classified as held for sale)	Nutrition & Care	Chemicals	Others	Un-allocated	Total
OTHER INFORMATION									
Segment assets	14,889.7	22,788.7	12,383.5	2,119.1	12,712.6	4,974.1	1,004.5	10,942.7	81,814.9
	16,630.8	20,532.0	11,710.4	—	10,359.3	4,951.2	3,209.0	15,912.2	83,304.9
Segment liabilities	7,678.9	13,096.8	7,276.9	—	8,867.6	4,712.7	229.8	177.2	42,039.9
	4,433.8	17,208.8	9,254.3	—	8,873.7	6,439.9	377.9	145.4	46,733.8
Capital expenditure	8.1	1,519.0	506.4	—	98.4	0.2	—	—	2,132.1
	117.4	773.9	523.5	18.6	123.8	3.6	1.4	—	1,562.2
Depreciation and amortisation	271.1	537.7	473.0	—	136.2	33.2	0.3	—	1,451.5
	239.2	584.8	512.5	74.7	284.2	60.6	21.9	—	1,777.9
Non-cash charges – Loss allowance on trade receivables	174.4	20.8	3.4	—	10.8	(1.8)	(2.1)	—	205.5
	115.0	8.2	5.3	0.1	(1.7)	0.4	0.8	—	128.1

(b) Geographic Segments

Rs. in million

	Domestic	Exports	Total
Revenue	146,369.6	3,484.4	149,854.0
	147,867.8	3,755.7	151,623.5
Non-current assets (excluding financial instruments & deferred/ income tax asset)	9,714.4	—	9,714.4
	8,625.7	—	8,625.7

Note:

Revenue from major customer:

The Company is not reliant on revenues from transactions with any single customer and does not receive 10% or more of its revenue from transactions with any single external customers.

50. Restructuring of Business

Globally, BASF's Coatings division had decided to migrate from the existing Enterprise Resource Planning (ERP) system to a new ERP system, i.e., S/4HANA. Due to this intended migration and to capture the potential benefits of the new ERP system, the Coatings businesses worldwide, which were part of legal entities with multiple operating divisions, were to be transferred to separate legal entities.

In view of the above, BASF India Limited ('the Company') had incorporated BASF India Coatings Private Limited ('the Subsidiary') as its wholly owned subsidiary on December 11, 2023. The Subsidiary had share capital consisting of equity shares of Rs 1,00,000/- which were subscribed by the Company on January 11, 2024.

The Board of Directors of the Company at its meeting held on February 12, 2024 had approved the transfer of Company's Coatings business to its wholly owned subsidiary, on slump sale and at arm's length basis as determined by an Independent Valuer, subject to necessary adjustments stated in Business Transfer Agreement.

Effective January 1, 2025 (i.e Closing Date), the Coatings Business of the company has been transferred to the Subsidiary, for a total consideration of Rs 2,119.0 million in accordance with the conditions specified in the business transfer agreement

BASF SE, Germany (Ultimate Holding Company) had globally announced on October 10, 2025 that BASF SE and funds managed by global investment firm Carlyle (NASDAQ: CG), in partnership with Qatar Investment Authority (QIA), has entered into a binding transaction agreement relating to BASF's automotive OEM coatings, automotive refinish coatings, and surface treatment businesses ("BASF Coatings"). Further, BASF will reinvest in the coatings business holding a 40% equity stake.

Notes to the Standalone Financial Statements as at March 31, 2026

50. Restructuring of Business (Continued)

Accordingly, disclosures as required under Indian Accounting Standard (Ind AS) 105 “Non-Current Assets Held for Sale and Discontinued Operations”, in the standalone financials for the previous year has been suitably presented for the operations of Coatings division as part of the Company’s segment for the period April 1, 2024 to December 1, 2024.

Further during the year, the Board of Directors of the Company at its meeting held on March 30, 2026 has decided & approved the transfer / sale of the 100% stake held in BASF India Coatings Private Limited, a Wholly Owned Subsidiary of the Company, to Bond German BidCo 2 GmbH and Bond France BidCo SAS (Carlyle Group Companies) at a consideration of Rs. 2,301.6 million (as determined by an Independent Valuer), subject to adjustments as necessary, at closing. The transaction is expected to close by first quarter of FY 2026-27 and thereafter BASF India Coatings Private Limited would cease to be wholly owned subsidiary of the Company.

The financial performance and cash flows for Discontinuing/ restructuring operations in respect of Coatings segment (upto December 31, 2024)

I Statement of Loss from discontinuing/restructuring operations

Rs. in million	
Particulars	For the period April 1, 2024 to December 31, 2024
Revenue from Operations	3,509.1
Other income	—
Total Income	3,509.1
Total Expenses	3,536.2
Loss before exceptional items and tax	(27.1)
Exceptional items	—
Loss before tax	(27.1)
Tax expense/ (credit):	(8.1)
Loss for the periods/year	(19.0)
Other comprehensive income	
Items that will not be reclassified to statement of profit and loss	
Remeasurement of the defined benefit plans	2.4
Income tax relating to above item	(0.6)
Other Comprehensive Income/(Loss) for the periods/year, net of tax	1.8
Total comprehensive loss	(17.2)

II Net cash flows attributable to the discontinuing/restructuring operations

Rs. in million	
Particulars	For the period April 1, 2024 to December 31, 2024
Net cash generated from operating activities	52.2
Net cash generated from investing activities	1.9
Net cash (used in) financing activities	(54.0)

Notes to the Standalone Financial Statements as at March 31, 2026

50. Restructuring of Business (Continued)

III Information of Statement of Profit and Loss restated in respect of audited financial statements of March 31, 2025 is as follows:

Rs. in million

Particulars	Reported amount for the year ended March 31, 2025	Coatings Business classified as Discontinued Operations	Restated Amount for the year ended March 31, 2025
Revenue from operations			
Sale of products	150,169.0	3,466.9	146,702.1
Sale of services	1,317.7	27.7	1,290.0
Other operating revenues	136.8	14.5	122.3
	151,623.5	3,509.1	148,114.4
Other income	796.7	—	796.7
Total Income	152,420.2	3,509.1	148,911.1
Expenses			
Cost of materials consumed	51,015.7	2,364.9	48,650.8
Purchase of stock-in-trade	83,647.6	3.6	83,644.0
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(6,826.8)	15.7	(6,842.5)
Employee benefits expense	4,167.5	280.5	3,887.0
Finance costs	155.5	0.5	155.0
Depreciation and amortisation expenses	1,777.9	74.7	1,703.2
Other expenses	12,148.9	796.3	11,352.6
Total Expenses	146,086.3	3,536.2	142,550.1
Profit / (Loss) before exceptional items and tax	6,333.9	(27.1)	6,361.0
Exceptional items (Refer Note 44)	365.3	—	365.3
Profit / (Loss) before tax	6,699.2	(27.1)	6,726.3
Tax expense/ (credit):			
Current tax	1,843.9	—	1,843.9
Excess tax provision for earlier years	—	—	—
Deferred tax (Credit)	(136.7)	(8.1)	(128.6)
	1,707.2	(8.1)	1,715.3
Profit / (Loss) for the year from Continuing operations	4,992.0	(19.0)	5,011.0
Discontinued operations			
Loss before tax from discontinued operations	—	—	(27.1)
Tax expense / (Credit) on discontinued operations	—	—	(8.1)
Loss for the year from discontinued operations	4,992.0	—	(19.0)
Profit for the year	4,992.0	—	4,992.0
Other comprehensive loss from continuing operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans	(3.3)	—	(5.7)
Income tax relating to above item	0.8	—	1.4
Other comprehensive loss for the year, net of tax	(2.5)	—	(4.3)
Other comprehensive income from discontinued operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans	—	2.4	2.4
Income tax relating to above item	—	(0.6)	(0.6)
Other comprehensive income for the year, net of tax	—	1.8	1.8
Total comprehensive income / (loss) for the year	4,989.5	(17.2)	4,989.5

Note: There are no assets and liabilities in respect of Coatings business as on March 31, 2025.

Notes to the Standalone Financial Statements as at March 31, 2026

51. Related Party Disclosure

a) Parties where control exists

BASF Societas Europaea ('SE')	Ultimate Holding Company
BASF Schweiz AG	Subsidiary of Ultimate Holding Company

b) Wholly owned Subsidiary

BASF India Coatings Private Limited (w.e.f. December 11, 2023)
 BASF Agricultural Solutions India Limited (w.e.f. May 2, 2025)

c) Other related parties with whom transactions have taken place during the year or balances outstanding at the year end

Parties under common control	
BASF Advanced Chemicals Co. Ltd.	BASF Nederland B.V.
BASF Agricultural Solutions Deutschland GmbH	BASF New Zealand Ltd.
BASF Agricultural Solutions US LLC	BASF Pakistan (Pvt.) Limited
BASF Agro B.V.	BASF Performance Polyamides Korea Co. Ltd.
BASF Agrochemical Products B.V.	BASF PETRONAS Chemicals Sdn. Bhd.
BASF AS	BASF Pharma (Callanish) Ltd.
BASF Asia-Pacific Service Centre Sdn .Bhd.	BASF Polyurethane Specialties (China) Co., Ltd.
BASF Australia Ltd.	BASF Polyurethanes (China) Co. Ltd.
BASF Bangladesh Ltd	BASF Polyurethanes (Chongqing) Co., Ltd.
BASF Belgium Coordination Center Comm. V.	BASF Polyurethanes GmbH
BASF Business Services Holding GmbH	BASF S.A.
BASF Care Chemicals (Shanghai) Co. Ltd.	BASF Saudi Arabia Limited Company
BASF Catalysts India Private Limited	BASF Schwarzheide GmbH
BASF Chemicals Company, Ltd.	BASF Services Europe GmbH
BASF Chemicals India Private Limited	BASF Shanghai Coatings Co. Ltd.
BASF Coatings Española S.L.U	BASF Shanshan Battery Materials Co.
BASF Coatings France SAS	BASF South East Asia Pte. Ltd.
BASF Coatings GmbH	BASF Specialty Chemicals (Nanjing) Co. Ltd.
BASF Company Ltd.	BASF Specialty Material (Jiangsu) Co., Ltd.
BASF Construction Additives GmbH	BASF Taiwan Ltd.
BASF Corporation	BASF Tuerk Kimya Sanayi ve Ticaret Ltd. Sti.
BASF Crop Protection (Jiangsu) Co. Ltd.	BASF Vietnam Co. Ltd.
BASF Digital Solutions GmbH (earlier known as BASF Business Services GmbH)	BASF - YPC Company Limited
BASF East Asia Regional Headquarters Ltd.	BASF (China) Company Ltd.
BASF Espanola S.L.U.	BASF (Malaysia) Sdn. Bhd.
BASF FZE	BASF (Thai) Limited
BASF Hong Kong Ltd.	Chemetall India Private Limited
BASF Integrated Site (Guangdong) Co. Ltd.	Cognis IP Management GmbH
BASF IP Licensing GmbH	hte GmbH
BASF Italia S.p.A.	Isobionics B.V.
BASF Japan Ltd.	Nunhems India Private Limited
BASF Lanka (Private) Limited	P.T. BASF Indonesia
BASF Metals LLC	PT BASF Care Chemicals Indonesia
BASF Mexicana, S.A. de C.V.	Shanghai BASF Polyurethane Co. Ltd.
	Thai Ethoxylate Co., Ltd.
	Toray BASF PBT Resin SDN. BHD.

d) Post employment benefit plans

BASF India Ltd. Employees Gratuity Fund
 BASF India Ltd. Superannuation Fund Trust

Notes to the Standalone Financial Statements as at March 31, 2026

51. Related Party Disclosure (Continued)

e) Key management personnel

Mr. Pradip P. Shah (Chairman, Independent director till March 31, 2024 and Chairman, Non-Executive Non-Independent director w.e.f. April 1, 2024)

Mr. Alexander Gerding (Managing Director)

Dr. Ramkumar Dhruva (Non-Executive Director)

Mr. Marcelo R. Lu (Non-Executive Director) (w.e.f. February 12, 2024 till November 30, 2025)

Mr. Andrew Poslethwaite (Non-Executive Director) (w.e.f. December 1, 2025)

Mrs. Shyamala Gopinath (Independent Director)

Mr. Bahram Vakil (Independent Director) (w.e.f. April 1, 2024)

Ms. Sonia Singh (Independent Director) (w.e.f. April 1, 2024)

Mr. Narendranath J. Baliga (Chief Financial Officer & Alternate Director till December 31, 2024 and Chief Financial Officer & Whole time Director w.e.f January 1, 2025)

Mr. Anil kumar Choudhary (Manufacturing Head & Whole time Director)

Mr. Manohar Kamath (Company Secretary)

f) Details of transactions with parties where control exists/ under common control for the year ended March 31, 2026

Rs. in million

Nature of Transactions	Parties where control exists		Parties under common control		Total	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Sale of Goods						
BASF SE	98.9	64.6	—	—	98.9	64.6
BASF Hong Kong Ltd.	—	—	1,313.3	1,154.3	1,313.3	1,154.3
BASF Australia Ltd.	—	—	135.6	90.4	135.6	90.4
Others	—	—	381.3	533.9	381.3	533.9
Sub-Total	98.9	64.6	1,830.2	1,778.6	1,929.1	1,843.2
Services Rendered (including reimbursements)						
BASF SE	693.4	535.6	—	—	693.4	535.6
BASF South East Asia Pte. Ltd.	—	—	86.1	98.4	86.1	98.4
BASF Chemicals India Private Limited	—	—	179.0	177.6	179.0	177.6
Others	—	—	230.5	424.8	230.5	424.8
Sub-Total	693.4	535.6	495.6	700.8	1,189.0	1,236.4
Interest Income on Inter Corporate Deposits given						
BASF Chemicals India Private Limited	—	—	3.3	22.8	3.3	22.8
BASF Catalysts India Private Limited	—	—	122.2	313.6	122.2	313.6
Sub – Total	—	—	125.5	336.4	125.5	336.4
Purchase of Goods/Materials						
BASF SE	7,224.5	9,269.2	—	—	7,224.5	9,269.2
BASF Hong Kong Ltd.	—	—	35,531.9	39,214.4	35,531.9	39,214.4
BASF South East Asia Pte. Ltd.	—	—	14,351.9	11,757.7	14,351.9	11,757.7
BASF Petronas Chemicals Sdn Bhd	—	—	9,319.0	8,542.3	9,319.0	8,542.3
BASF Company Ltd.	—	—	12,855.2	12,297.0	12,855.2	12,297.0
Others	—	—	17,429.7	24,248.7	17,429.7	24,248.7
Sub-Total	7,224.5	9,269.2	89,487.7	96,060.1	96,712.2	105,329.3
Services Received (including reimbursements)						
BASF SE	1,290.1	1,129.9	—	—	1,290.1	1,129.9

Notes to the Standalone Financial Statements as at March 31, 2026

51. Related Party Disclosure (Continued)

f) Details of transactions with parties where control exists/ under common control for the year ended March 31, 2026 (Continued)

Rs. in million

Nature of Transactions	Parties where control exists		Parties under common control		Total	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
BASF Asia-Pacific Service Centre Sdn. Bhd.	—	—	760.3	624.9	760.3	624.9
BASF Chemicals India Private Limited	—	—	216.6	204.1	216.6	204.1
BASF Digital Solutions GmbH	—	—	770.7	576.8	770.7	576.8
Others	—	—	313.5	442.7	313.5	442.7
Sub-Total	1,290.1	1,129.9	2,061.1	1,848.5	3,351.2	2,978.4
Royalty						
BASF SE	529.5	727.4	—	—	529.5	727.4
BASF IP Licensing GmbH	—	—	815.2	467.8	815.2	467.8
BASF Coatings GmbH	—	—	—	107.1	—	107.1
Others	—	—	7.3	—	7.3	—
Sub-Total	529.5	727.4	822.5	574.9	1,352.0	1,302.3
Dividend						
BASF SE	456.7	342.5	—	—	456.7	342.5
BASF Schweiz AG	178.2	133.6	—	—	178.2	133.6
Sub-Total	634.9	476.1	—	—	634.9	476.1
Inter Corporate Deposits given during the year (including renewals during the year)						
BASF Chemicals India Private Limited	—	—	650.0	1,320.0	650.0	1,320.0
BASF Catalysts India Private Limited	—	—	8,300.0	19,300.0	8,300.0	19,300.0
Sub – Total	—	—	8,950.0	20,620.0	8,950.0	20,620.0
Inter Corporate Deposits repayment received during the year (including renewals during the year)						
BASF Chemicals India Private Limited	—	—	650.0	1,670.0	650.0	1,670.0
BASF Catalysts India Private Limited	—	—	13,400.0	19,300.0	13,400.0	19,300.0
Sub – Total	—	—	14,050.0	20,970.0	14,050.0	20,970.0
Purchase of Assets						
BASF (MALAYSIA) SDN.BHD.	—	—	—	4.2	—	4.2
Sub-Total	—	—	—	4.2	—	4.2
Sale of Assets						
BASF Polyurethanes GmbH	—	—	0.1	—	0.1	—
BASF Chemicals India Private Limited	—	—	1.6	—	1.6	—
Sub-Total	—	—	1.7	—	1.7	—
Outstanding Receivables						
BASF SE	314.2	194.9	—	—	314.2	194.9
BASF Hong Kong Ltd.	—	—	299.8	277.3	299.8	277.3
BASF Chemicals India Private Limited	—	—	45.6	63.7	45.6	63.7

Notes to the Standalone Financial Statements as at March 31, 2026

51. Related Party Disclosure (Continued)

f) Details of transactions with parties where control exists/ under common control for the year ended March 31, 2026 (Continued)

Rs. in million

Nature of Transactions	Parties where control exists		Parties under common control		Total	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Others	—	—	162.8	199.7	162.8	199.7
Sub-Total	314.2	194.9	508.2	540.7	822.4	735.6
Outstanding Payables						
BASF SE	5,683.7	5,173.6	—	—	5,683.7	5,173.6
BASF Hong Kong Ltd.	—	—	10,019.6	10,887.1	10,019.6	10,887.1
BASF South East Asia Pte. Ltd.	—	—	3,619.1	2,683.2	3,619.1	2,683.2
BASF Company Ltd.	—	—	2,813.8	2,859.3	2,813.8	2,859.3
BASF Polyurethanes GmbH	—	—	1,750.4	3,352.4	1,750.4	3,352.4
Others	—	—	6,913.0	10,082.5	6,913.0	10,082.5
Sub-Total	5,683.7	5,173.6	25,115.9	29,864.5	30,799.6	35,038.1
Inter Corporate Deposits Given Outstanding (including interest accrued not due)						
BASF Catalysts India Private Limited	—	—	—	5,125.1	—	5,125.1
Sub – Total	—	—	—	5,125.1	—	5,125.1

g) Details of transactions with wholly owned subsidiary companies for the year ended March 31, 2026

BASF Agricultural Solutions India Limited

Rs. in million

Nature of transactions	2025-26	2024-25
Investment* (Refer Note 57)	0.0	-
Reimbursement of expenses	1.5	-
Outstanding Payables	1.5	-

* Amount is below rounding off norms

BASF India Coatings Private Limited

Rs. in million

Nature of transactions	2025-26	2024-25
Sale of Business	—	2,119.0
Sale of Goods	137.7	161.1
Services Rendered (including reimbursements)	289.2	88.8
Services Received (including reimbursements)	3.5	—
Inter Corporate Deposits given during the year (including renewals during the year)	2,390.0	—
Inter Corporate Deposits repayment received during the year (including renewals during the year)	2,270.0	—
Interest Income on Inter Corporate Deposits given	14.9	—
Inter Corporate Deposits Given Outstanding (including interest accrued not due)	120.0	—
Outstanding Receivables	139.4	289.2
Outstanding Payables	3.5	—

Notes to the Standalone Financial Statements as at March 31, 2026

51. Related Party Disclosure (Continued)

h) Details of transactions with Key Management Personnel

Rs. in million

Particulars	2025-26	2024-25
Short term employee benefits	174.5	149.1
Post-employment benefits	10.4	(7.7)
Employee share based payments*	8.7	4.6
Total	193.6	146.1

* Key managerial personnel Mr. Alexander Gerding, Mr. Narendranath J. Baliga and Mr. Anil Choudhary are eligible for share price based payments (Long Term Incentive) of the Ultimate Holding Company. For schemes announced until 2023, there is no cash outflow from the Company. Further for new share based payments applicable from the year 2024 onwards payouts shall be made by the Company. (Refer note 17 and 48)

i) Payments to independent directors

Rs. in million

Particulars	2025-26	2024-25
Sitting fees	7.4	5.6
Commission	5.3	5.3
Total	12.7	10.9

j) Terms and conditions

- All outstanding balances are unsecured and are repayable as per terms of credit and settlement occurs in cash.
- All related party transactions entered during the year were in ordinary course of business and on arms length basis.

52. Disclosure under Indian Accounting Standard 115

(a) Contract liability:

- Contract liability in respect of amount collected in advance towards satisfaction of performance obligations for goods/ services to customers has been reflected as "Advances received from customers" in Note 23 - Other Current Liabilities.
- The Company operates a customer incentive programme where retail customers accumulate reward points for purchases made which entitle them to incentives. A contract liability for the reward points is recognised at the time of the sale. Contract liability in respect of customer incentive schemes has been adjusted in Revenue and reflected as "Accrual for customer incentive schemes" in Note 23 - Other Current Liabilities.

(b) Reconciliation of Revenue recognised with contract price

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Contract Price	155,010.0	156,900.3
Adjustment for: Rebates/ discounts/ customer incentive scheme	(5,156.0)	(5,276.8)
Revenue (point in time)	149,854.0	151,623.5

- Disaggregation of revenue recognized from contracts with customers by geographical area and business segment is disclosed in segment reporting (Refer Note 49)

(d) Contract liabilities :

Rs. in million

	2025-26	2024-25
Balance at the beginning of the year	579.9	214.4
Add: Addition during the year	546.2	579.9
Less : Amount of revenue recognized during the year	(579.9)	(214.4)
Balance at the end of the year	546.2	579.9

Notes to the Standalone Financial Statements as at March 31, 2026

53. Relationship with Struck off Companies

a) Struck off companies holding shares of the Company as at year end:

Rs. in million

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding as on March 31, 2026	Balance outstanding as on March 31, 2025	Relationship with the Struck off company, if any, to be disclosed
Inventa Investments Pvt. Ltd.*	Shares held by struck off company	—*	—*	Not applicable
Popular Stock & Share Services Ltd.*	Shares held by struck off company	—*	—*	Not applicable

* Value of shares held is below rounding off norms.

b) Struck off companies having transactions during the year:

The company did not have any transactions with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the current and previous financial year.

54. The Company uses SAP ERP system as its primary accounting software for recording all the accounting transactions and maintaining its books of accounts for the year. SAP has a feature of recording audit trail (edit log) facility and has been operated effectively throughout the year. The Company has adequate mechanisms in form of security audit logging, review of change activities and access rights authorisation review in place for changes made by users with specific privilege access rights and direct changes if any made on database level.

Further, the Company has been maintaining daily backup of books of accounts and other records, on servers physically located in India throughout the year and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

55. The company has entered into a a Share Purchase Agreement with Clean Max Enviro Energy Solutions Limited on November 11, 2025 for procuring renewable energy from the hybrid solar and wind farm in the district of Jamnagar, in the State of Gujarat, under the captive power generation mechanism.

Pursuant to this, the Company holds 26% equity share capital of Special Purpose Vehicle, Clean Max Amalfi Private Limited, incorporated by Clean Max Enviro Energy Solutions Limited (“the Developer”) for expected procurement of ~ 28,860 MWh annually (including green attributes as applicable under law) of renewable power (wind-solar hybrid) for its manufacturing sites at Dahej and Panoli under Captive Power Generation Mechanism, as per the prevailing renewable energy policy of the State of Gujarat and the Electricity Act 2003 and the Rules thereunder (“Applicable Laws”).

56. The Company has entered into a 25-year long-term Power Purchase Agreement (“PPA”) with Clean Renewable Energy KK 2C Private Limited (‘Special purpose vehicle’ or ‘SPV’) incorporated by Hero Rooftop Energy Private Limited(“the Developer”) for 2.7 MW of renewable power at its Mangalore site under the prevailing renewable energy policy of the State of Karnataka and the Electricity Act 2003 and the Rules thereunder. This agreement stipulates a lock-in period of 10 years for 100% offtake by the Company of electricity produced by the SPV at agreed rates.

The Company, SPV and the developer have signed a Share Subscription and Shareholder Agreement on April 1, 2024, pursuant to which the Company hold 27% equity share capital of SPV as required under the Applicable Laws. On August 22, 2024, Clean Renewable Energy KK 2C Private Limited has allotted 27% of its paid-up equity share capital to the Company

57. The Board of Directors of the Company, at its meeting held on April 25, 2025, has approved the Company’s acquisition of 7 fully paid equity shares having face value of Rs. 10 each for a cash consideration aggregating Rs. 70/- (as per independent fair valuation), representing 100% equity interest of BASF Agricultural Solutions India Ltd from BASF SE, Germany (Ultimate Holding Company and promoter of the Company) and its nominee shareholders. The transaction was completed on May 2, 2025, and accordingly, BASF Agricultural Solutions India Ltd has become a wholly owned subsidiary of the company.

Further, the Committee of Independent Directors and Audit Committee, the Board of Directors of the Company, at its meeting held on May 14, 2025, has approved a Scheme of Arrangement (“Scheme”) amongst BASF India Ltd (“Demerged Company”), BASF Agricultural Solutions India Limited (“Resulting Company”) and their respective shareholders, providing for the demerger of the Company’s Agricultural Solutions Business in compliance with Sections 230 to 232 and other applicable provisions of the Companies Act, 2013.

Notes to the Standalone Financial Statements as at March 31, 2026

Subsequent to the approval, the Company received “no objection” letters from BSE Limited and the National Stock Exchange of India Limited on 30th January 2026 and 2nd February 2026, respectively. Further, the National Company Law Tribunal (NCLT), by its order dated April 8, 2026, dispensed with the requirement of convening meetings of secured and unsecured creditors of both the Demerged Company and the Resulting Company, as well as the equity shareholders’ meeting of the Resulting Company. The NCLT has, however, directed the Company to convene a meeting of its equity shareholders within 90 days from the date of the order to seek approval for the scheme.

The Proposed Transaction is, inter alia, subject to receipt of requisite approvals from statutory and regulatory authorities.

- 58.** The financial statements were approved for issue by the board of directors on May 19, 2026 and are subject to the approval of the shareholders at the Annual General meeting.

As per our report of even date attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration No: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No: 046930

Place : Mumbai
Date : May 19, 2026

For and on behalf of Board of Directors of
BASF India Limited
CIN No.: L33112MH1943FLC003972

Pradip P. Shah
Chairman
DIN : 00066242

Narendranath J. Baliga
Chief Financial Officer
DIN : 07005484

Alexander Gerding
Managing Director
DIN : 09797186

Manohar Kamath
Company Secretary
ACS No: 19749

Place : Mumbai
Date : May 19, 2026

Shyamala Gopinath DIN: 02362921
Bahram Vakil DIN: 00283980
Sonia Singh DIN: 07108778
Anil Kumar Choudhary DIN: 07733817
Directors

Independent Auditor's Report to the Members of BASF India Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of BASF India Limited (the "Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as the "Group"), which comprise the Consolidated Balance Sheet as at March 31, 2026, and the Consolidated Statement of Profit and Loss (including Other Comprehensive Loss), the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity for the year ended on that date, and notes to the financial statements, including a summary of material accounting policies and other explanatory information.

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, ("Ind AS") and other accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at March 31, 2026, their consolidated profit and their consolidated other comprehensive loss, their consolidated cash flows and their consolidated changes in equity for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SA"s) specified under section 143 (10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibility 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 made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Key audit matters

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

Key audit matter	Auditor's Response
Assessment of Contingent liabilities and Provisions against litigations. (Refer Note 17, 40 and 45 to the consolidated financial statements) The Parent Company undergoes assessment proceedings from time to time with direct and indirect tax authorities and litigations with certain other parties. As at March 31, 2026, in respect of certain direct and indirect tax and other litigations (comprising various claims filed by other parties not acknowledged as debt), the Company carries provisions of Rs. 268.0 million and has disclosed contingent liability of Rs. 2,358.6 million. There is a significant level of management judgement involved in estimating the possible outflow of economic resources and the level of provisioning and / or the disclosures required in the consolidated financial statements. The management's assessment is supported by advice from	Principal audit procedures performed included the following: - Understanding and evaluating the process and controls designed and implemented by the management around assessment of tax and other litigations including testing of operating effectiveness of the relevant controls; - Enquired with the relevant Parent Company personnel including the Parent Company's tax and regulatory department heads to obtain a complete list of matters under litigation; - Obtaining details of the litigation matters, inspecting the supporting evidence and critically assessing management's evaluation through enquiry with management on both the likelihood of outcome and the magnitude of potential outflow of economic resources; - Understanding the current status of the tax assessments and other litigations; - Reading recent orders and / or communication received from the tax authorities and with certain other parties, and management's responses to such communication; - Where relevant, reading the independent tax / legal advice obtained by management and evaluating the grounds presented therein;

Independent Auditor's Report

Key audit matter	Auditor's Response
independent tax and legal consultants, where considered necessary by the management. Any unexpected adverse outcomes could significantly impact the Parent Company's reported profit and financial position. We considered the above area as a key audit matter due to associated uncertainty related to the outcome of these tax and litigation matters and application of judgement in the interpretation of related laws.	- Evaluating independence, objectivity, and competence of the management's tax / legal consultants; - Obtaining direct written confirmations from the Parent Company's legal / tax consultants to confirm the facts and circumstances; - Where relevant, together with the auditor's tax experts, assessing the management's evaluation of the likelihood of the outcomes of the litigations and potential financial exposure; and - Evaluating the appropriateness of the presentation and adequacy of disclosures in the consolidated financial statements. Based on the above procedures performed, we did not identify any material exceptions to management's assessment of provision and contingent liability.

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

- The Parent's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, Management Discussion and Analysis, Corporate Governance Report and Business Responsibility and Sustainability Report, but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.
- Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.
- 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. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Consolidated Financial Statements

The Parent's Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive loss, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including Ind AS specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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 Parent, as aforesaid.

In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group are responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Board of Directors either intend to liquidate their respective entities or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

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.

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

- Identify and assess the risks of material misstatement of the 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.

Independent Auditor's Report

- Obtain an understanding of internal financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Parent Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the 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.
- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of entities included in the consolidated financial statements of which we are the independent auditors. We remain solely responsible for our audit opinion.

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

We communicate with those charged with governance of the Parent 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 financial controls that we identify during our audit.

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit we report, that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Group, including relevant records so far as it appears from our examination of those books.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Loss, the Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e) On the basis of the written representations received from the directors of the Parent as on March 31, 2026 taken on record by the Board of Directors of the Company and reports of the statutory auditor of its subsidiary companies, incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.

Independent Auditor's Report

- f) With respect to the adequacy of the internal financial controls with reference to consolidated financial statements and the operating effectiveness of such controls, refer to our separate Report in "**Annexure A**" which is based on the auditors' reports of the Parent and its subsidiary companies, incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of internal financial controls with reference to consolidated financial statements of those companies.
- g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Parent and its subsidiary companies, incorporated in India, as applicable, to its directors during the year is in accordance with the provisions of section 197 of the Act.
- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i) The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group. Refer Note 40 to the consolidated financial statements.
 - ii) The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.
 - iii) There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Parent and its subsidiary companies, incorporated in India.
 - iv) (a) The respective Managements of the Parent and its subsidiary companies, which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, 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 Parent or any 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Parent or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (b) The respective Managements of the Parent and its subsidiary companies, which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds have been received by the Parent or any 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 Parent or any of such subsidiaries shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - (c) Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances performed by us, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v) The final dividend proposed in the previous year, declared and paid by the Parent, whose financial statements have been audited under the Act, where applicable, during the year is in accordance with section 123 of the Act, as applicable.

As stated in note 39(b) to the consolidated financial statements, the Board of Directors of the Parent, whose financial statements have been audited under the Act, where applicable, have proposed final dividend for the year which is subject to the approval of the members of the Parent at the ensuing respective Annual General Meetings. Such dividend proposed is in accordance with section 123 of the Act, as applicable.

None of the subsidiaries, which are companies incorporated in India, have declared or paid any dividend during the year or have proposed final dividend for the year.

- vi) Based on our examination which included test checks, the Parent and its subsidiary companies incorporated in India, have used accounting software systems for maintaining their respective books of account for the financial year ended March 31, 2026 which have the feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software systems. Further, during the course of audit, we have not come across any instance of the audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Parent and above referred subsidiary companies, incorporated in India, as per the statutory requirements for record retention.

Independent Auditor's Report

2. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor's Report) Order, 2020 ("CARO"/ "the Order") issued by the Central Government in terms of Section 143(11) of the Act, according to the information and explanations given to us, and based on the CARO reports issued by us for the Parent and the Subsidiary Companies, incorporated in India, we report that there are no qualifications or adverse remarks in the CARO reports of the said companies included in the consolidated financial statements.

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No.: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No. 046830
UDIN:26046930NETMMV4379

Place: Mumbai
Date: May 19, 2026

Annexure A to the Independent Auditor's Report

To The Members of BASF India Limited

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls with reference to consolidated financial statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

In conjunction with our audit of the consolidated financial statements of the Company as at and for the year ended March 31, 2026, we have audited the internal financial controls with reference to consolidated financial statements of BASF India Limited (hereinafter referred to as "Parent") and its subsidiary companies, which are companies incorporated in India, as of that date.

Management's and Board of Directors' Responsibilities for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary companies, which are companies incorporated in India, based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the Institute of Chartered Accountants of India and the Standards on Auditing, prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls with reference to consolidated financial statements. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Parent and its subsidiary companies, which are companies incorporated in India.

Meaning of Internal Financial Controls with reference to consolidated financial statements

A company's internal financial control with reference to 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 control with reference to 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.

Annexure A to the Independent Auditor's Report

Inherent Limitations of Internal Financial Controls with reference to consolidated financial statements

Because of the inherent limitations of internal financial controls with reference to 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 consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion to the best of our information and according to the explanations given to us, the Parent and its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2026, based on the criteria for internal financial control with reference to consolidated financial statements established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm's Registration No.: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No. 046830
UDIN:26046930NETMMV4379

Place: Mumbai
Date: May 19, 2026

Consolidated Balance Sheet as at March 31, 2026

Rs. in million

	Notes	March 31, 2026	March 31, 2025
ASSETS			
Non-current assets			
Property, plant and equipment	1 A	5,896.5	6,204.1
Right-of-use assets	1 B	1,347.3	1,549.7
Capital work-in-progress	1 C	1,598.7	972.7
Goodwill	1 D	—	2.1
Other intangible assets	1 D	8.0	13.1
Financial assets			
(i) Investments	2A	80.9	15.0
(ii) Loans	2B	0.4	1.0
(iii) Other financial assets	3	218.3	249.7
Deferred tax assets (net)	4	800.8	651.2
Income tax assets (net)	5	1,289.5	2,127.3
Other non-current assets	6	863.9	848.5
Total non-current assets		12,104.3	12,634.4
Current assets			
Inventories	7	27,089.1	29,221.6
Financial assets			
(i) Trade receivables	8	27,344.6	25,941.3
(ii) Cash and cash equivalents	9a	8,689.0	7,761.1
(iii) Bank balances other than cash and cash equivalents	9b	47.0	442.9
(iv) Loans	10	0.2	5,100.3
(v) Other financial assets	11	969.8	292.9
Other current assets	12	3,211.1	3,229.9
Assets classified as held for sale	13	4,901.3	—
Total current assets		72,252.1	71,990.0
Total assets		84,356.4	84,624.4
EQUITY AND LIABILITIES			
Equity			
Equity share capital	14	432.9	432.9
Other equity	15	39,141.7	35,909.9
Total equity		39,574.6	36,342.8
LIABILITIES			
Non-current liabilities			
Financial liabilities			
(i) Lease liabilities	42	848.4	1,035.7
(ii) Other financial liabilities	16	147.2	172.9
Provisions	17	1,020.9	808.3
Other non-current liabilities	18	11.8	—
Total non-current liabilities		2,028.3	2,016.9
Current liabilities			
Financial liabilities			
(i) Borrowings	18A	—	320.8
(ii) Lease liabilities	42	477.3	544.5
(iii) Trade payables	19		
(a) Total outstanding dues of micro enterprises and small enterprises		305.8	424.2
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises		36,138.9	41,579.4
(iv) Other financial liabilities	20	755.2	1,061.0
Other current liabilities	23	1,765.3	1,793.1
Provisions	21	408.1	411.4
Current tax liabilities	22	166.6	130.3
Liabilities associated with Assets classified as held for sale	23A	2,736.3	—
Total current liabilities		42,753.5	46,264.7
Total liabilities		44,781.8	48,281.6
Total equity and liabilities		84,356.4	84,624.4

Material accounting policies

1.1

The accompanying notes to the consolidated financial statements.

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As per our report of even date attached

For Deloitte Haskins & Sells LLP

Chartered Accountants

Firm Registration No: 117366W/W-100018

Rupen K. Bhatt

Partner

Membership No: 046930

For and on behalf of Board of Directors of

BASF India Limited

CIN No.: L33112MH1943FLC003972

Pradip P. Shah

Chairman

DIN : 00066242

Narendranath J. Baliga

Chief Financial Officer

DIN : 07005484

Alexander Gerding

Managing Director

DIN : 09797186

Manohar Kamath

Company Secretary

ACS No: 19749

Shyamala Gopinath DIN: 02362921

Bahram Vakil DIN: 00283980

Sonia Singh DIN: 07108778

Anil Kumar Choudhary DIN: 07733817

Directors

Place : Mumbai

Date : May 19, 2026

Place : Mumbai

Date : May 19, 2026

Consolidated Statement of Profit and Loss for the year ended March 31, 2026

Rs. in million

	Notes	Year ended March 31, 2026	Year ended March 31, 2025
Revenue from operations			
Sale of products		148,320.3	146,445.6
Sale of services		983.3	1,235.7
Other operating revenues		136.4	122.3
		149,440.0	147,803.6
Other income	24	658.0	788.0
Total Income		150,098.0	148,591.6
Expenses			
Cost of materials consumed	25	45,201.5	48,582.8
Purchase of stock-in-trade		78,700.5	83,536.4
Changes in inventories of finished goods, stock-in-trade and work-in-progress	26	1,382.7	(6,842.5)
Employee benefits expense	27	4,637.9	3,887.0
Finance costs	28	191.2	153.7
Depreciation and amortisation expenses	29	1,451.5	1,703.3
Other expenses	30	12,920.1	11,338.5
Total Expenses		144,485.4	142,359.2
Profit before exceptional items and tax		5,612.6	6,232.4
Exceptional items	44	—	292.9
Profit before tax		5,612.6	6,525.3
Tax expense / (credit):	31		
Current tax		1,604.8	1,843.9
(Excess)/Short tax provision for earlier years		(1.9)	—
Deferred tax (Credit)		(152.6)	(157.2)
		1,450.3	1,686.7
Profit for the year from Continuing operations		4,162.3	4,838.6
Discontinued operations			
Profit/(Loss) before tax from discontinued operations		30.7	(64.7)
Tax expense / (Credit) on discontinued operations		(8.0)	(16.7)
Profit/(Loss) for the year from discontinued operations		38.7	(48.0)
Profit for the year		4,201.0	4,790.6
Other comprehensive loss from continuing operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans		(124.1)	(5.7)
Income tax relating to above items		31.2	1.4
Other Comprehensive Loss for the year, net of tax		(92.9)	(4.3)
Other comprehensive income/(loss) from discontinued operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans		(5.1)	1.5
Income tax relating to above item		1.2	(0.4)
Other Comprehensive Income/(Loss) for the year, net of tax		(3.9)	1.1
Total comprehensive income for the year		4,104.2	4,787.4
Weighted average number of equity shares outstanding during the year		43,284,958	43,284,958
Basic and diluted earnings per share from continuing operations (in Rs.)		96.2	111.8
Basic and diluted earnings per share from discontinued operations (in Rs.)		0.9	(1.1)
Basic and diluted earnings per share from continuing operations and discontinued operations (in Rs.)		97.1	110.7
Basic and diluted earnings per share (in Rs.)		96.2	111.8
Face value per share (in Rs.)		10.0	10.0

Material accounting policies

1.1

The accompanying notes to the consolidated financial statements.

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As per our report of even date attached

For and on behalf of Board of Directors of

BASF India Limited
CIN No.: L33112MH1943FLC003972

For Deloitte Haskins & Sells LLP

Chartered Accountants

Firm Registration No: 117366W/W-100018

Pradip P. Shah
Chairman
DIN : 00066242

Alexander Gerding
Managing Director
DIN : 09797186

Shyamala Gopinath DIN: 02362921

Bahram Vakil DIN: 00283980

Sonia Singh DIN: 07108778

Anil Kumar Choudhary DIN: 07733817

Directors

Rupen K. Bhatt

Partner

Membership No: 046930

Narendranath J. Baliga
Chief Financial Officer
DIN : 07005484

Manohar Kamath
Company Secretary
ACS No: 19749

Place : Mumbai

Date : May 19, 2026

Place : Mumbai

Date : May 19, 2026

Consolidated Statement of Cash Flows for the year ended March 31, 2026

Rs. in million

	For the year ended March 31, 2026*	For the year ended March 31, 2025*
A. Cash flow from operating activities		
Profit before tax	5,643.3	6,460.6
Continuing Operations	5,612.6	6,525.3
Discontinued operations	30.7	(64.7)
Adjustments for:		
Exceptional items (Refer Note 44)	—	(292.9)
Depreciation and amortisation expenses	1,512.3	1,802.9
Finance costs	200.8	158.3
Profit on sale of property plant and equipment (net)	(54.2)	(6.8)
Interest income	(325.6)	(629.1)
Interest on income tax refunds	(81.2)	(22.6)
Write back of other provisions	(11.3)	—
Unrealised loss/ (gain) on derivative transactions (net)	(1,293.8)	648.5
Unrealised (gain)/ loss on foreign exchange (net)	1,094.5	(406.4)
Employee stock option (credit)	—	(4.9)
Loss allowance on account of expected credit loss (net)	215.4	132.8
Operating cash flows before movements in working capital	6,900.2	7,840.4
Adjustments for changes in working capital:		
(Increase)/ Decrease in trade receivables	(3,233.5)	(866.1)
(Increase)/ Decrease in other financial assets	(3.0)	(75.5)
(Increase)/ Decrease in other current and non-current assets	(581.6)	(789.8)
(Increase)/ Decrease in inventories	799.7	(8,061.1)
Increase/ (Decrease) in other financial liabilities	207.2	117.1
Increase/ (Decrease) in non-current provisions	154.1	102.0
Increase/ (Decrease) in trade payables	(4,706.4)	6,941.1
Increase/ (Decrease) in other current and non-current liabilities	53.1	522.2
Increase/ (Decrease) in current provisions	52.0	(63.2)
Cash generated from / (used in) operations	(358.2)	5,667.1
Income taxes paid (net)	(742.7)	(1,939.7)
Net cash generated from / (used in) operating activities	(1,100.9)	3,727.4
B. Cash flow from investing activities:		
Purchase of property plant and equipment and other intangible assets (net movement in capital work-in-progress, capital creditors and including capital advances)	(2,059.4)	(2,021.4)
Proceeds on sale of property, plant and equipment and residential properties	61.1	314.4
Interest received from others	175.9	299.9
Interest received from Inter corporate deposits given	173.1	346.9
Deposits placed	—	(404.3)
Deposits matured	404.0	0.2
Cost related to transfer of business	—	(5.8)
Investment in equity share of others (Refer Note 2A)	(65.9)	(15.0)

Consolidated Statement of Cash Flows for the year ended March 31, 2026

Rs. in million

	For the year ended March 31, 2026*	For the year ended March 31, 2025*
Inter corporate deposits given (Refer Note 49) (excluding renewals during the year)	(1,500.0)	(2,300.0)
Inter corporate deposits repaid (Refer Note 49) (excluding renewals during the year)	6,600.0	2,650.0
Net cash generated from / (used in) investing activities	3,788.8	(1,135.1)
C. Cash flow from financing activities		
Inter Corporate deposits / External commercial borrowings repaid (Refer note 49)		
Proceeds from loans and borrowings	37,060.0	9,785.0
Repayments of loans and borrowings	(37,085.0)	(9,700.0)
Dividend paid	(864.1)	(647.2)
Interest paid (including interest on lease liabilities)	(234.9)	(141.8)
Repayment of principal portion of lease liabilities	(669.8)	(581.7)
Net cash used in financing activities	(1,793.8)	(1,285.7)
Net increase in cash and cash equivalents	894.1	1,306.6
Cash and cash equivalents at the beginning of the financial year	7,525.3	6,218.7
Cash and cash equivalents at the end of the financial year	8,419.4	7,525.3

Rs. in million

	As at March 31, 2026*	As at March 31, 2025
Cash and cash equivalents comprise of the following:		
Opening cash and cash equivalents (Refer Note 9)		
Cheques on hand	—	17.2
Balances with banks:		
— In current accounts	954.4	189.4
Deposits with original maturity of less than three months	6,806.7	6,012.1
Bank overdraft	(235.8)	—
	7,525.3	6,218.7
Closing cash and cash equivalents # (Refer Note 9 and 50)		
Balances with banks:		
— In current accounts	298.0	954.4
Deposits with original maturity of less than three months	8,522.1	6,806.7
Bank overdraft	(400.7)	(235.8)
	8,419.4	7,525.3

* Includes amount related to discontinued operations

Current year includes cash and cash equivalents pertaining to discontinuing operations amounting to Rs.131.1 million and overdraft amounting to Rs.400.7 million. (Refer Note 50)

Notes:

- The above Standalone Cash Flow Statement has been prepared under the "Indirect Method" setout in Indian Accounting Standard - 7 on Statement of Cash Flows.

Material accounting policies (Refer Note 1.1)

The accompanying notes to the consolidated financial statements. (Refer Note 1A-56)

As per our report of even date attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration No: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No: 046930

Place : Mumbai
Date : May 19, 2026

For and on behalf of Board of Directors of
BASF India Limited
CIN No.: L33112MH1943FLC003972

Pradip P. Shah
Chairman
DIN : 00066242

Narendranath J. Baliga
Chief Financial Officer
DIN : 07005484

Alexander Gerding
Managing Director
DIN : 09797186

Manohar Kamath
Company Secretary
ACS No: 19749

Place : Mumbai
Date : May 19, 2026

Shyamala Gopinath DIN: 02362921
Bahram Vakil DIN: 00283980
Sonia Singh DIN: 07108778
Anil Kumar Choudhary DIN: 07733817
Directors

Consolidated Statement of changes in equity for the year ended March 31, 2026

Rs. in million

		Notes	Total
A.	Equity share capital		
	As at April 1, 2024		432.9
	Changes in equity share capital	14	—
	As at March 31, 2025		432.9
	Changes in equity share capital	14	—
	As at March 31, 2026		432.9

Rs. in million

		Reserves and Surplus					Capital reserve	Total
		Share options outstanding account reserve	Securities premium	Amalgamation reserve	General reserve	Retained earnings		
B.	Other equity (Refer Note 15)							
	Balance as at April 1, 2024	35.0	2,203.2	371.7	10,046.9	22,002.7	(2,857.4)	31,802.1
	Profit for the year	—	—	—	—	4,790.6	—	4,790.6
	Other comprehensive income:							
	– Remeasurement of the net defined benefit asset / liability, net of tax effect	—	—	—	—	(3.2)	—	(3.2)
	On account of business transfer	—	—	—	—	—	(25.4)	(25.4)
	Total	35.0	2,203.2	371.7	10,046.9	26,790.1	(2,882.8)	36,564.1
	Transactions with owners in their capacity as owners:							
	– Dividends	—	—	—	—	(649.3)	—	(649.3)
	– Employee stock option charge / (credit)	(4.9)	—	—	—	—	—	(4.9)
	Balance as at March 31, 2025	30.1	2,203.2	371.7	10,046.9	26,140.8	(2,882.8)	35,909.9
	Balance as at April 1, 2025	30.1	2,203.2	371.7	10,046.9	26,140.8	(2,882.8)	35,909.9
	Profit for the year	—	—	—	—	4,201.0	—	4,201.0
	Other comprehensive income:							—
	– Remeasurement of the net defined benefit asset/ liability, net of tax effect	—	—	—	—	(96.8)	—	(96.8)
	Total	30.1	2,203.2	371.7	10,046.9	30,245.0	(2,882.8)	40,014.1
	Transactions with owners in their capacity as owners:							
	– Dividends	—	—	—	—	(865.8)	—	(865.8)
	– Employee stock option charge / (credit)	(6.6)	—	—	—	—	—	(6.6)
	Balance as at March 31, 2026	23.5	2,203.2	371.7	10,046.9	29,379.2	(2,882.8)	39,141.7

For material accounting policies, refer Note 1.1

The accompanying notes to the consolidated financial statements. (Refer Note 1A-56)

As per our report of even date attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration No: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No: 046930

Place : Mumbai
Date : May 19, 2026

For and on behalf of Board of Directors of
BASF India Limited
CIN No.: L33112MH1943FLC003972

Pradip P. Shah
Chairman
DIN : 00066242

Narendranath J. Baliga
Chief Financial Officer
DIN : 07005484

Alexander Gerding
Managing Director
DIN : 09797186

Manohar Kamath
Company Secretary
ACS No: 19749

Place : Mumbai
Date : May 19, 2026

Shyamala Gopinath DIN: 02362921
Bahram Vakil DIN: 00283980
Sonia Singh DIN: 07108778
Anil Kumar Choudhary DIN: 07733817
Directors

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

Background of the Company

BASF India Limited (the 'Company' or the 'Parent' or the 'Holding Company') and its subsidiary Companies BASF India Coatings Private Limited and BASF Agricultural Solutions India Limited together comprises the "Group". The Company is a public limited Company domiciled in India with its registered office located in Mumbai. The Company is listed on the Bombay Stock Exchange (BSE) and the National Stock Exchange (NSE). The Group portfolio consists of six segments: Agricultural Solutions, Materials, Industrial Solutions, Surface Technologies, Nutrition & Care and Chemicals.

1.1. Material accounting policies

a. Basis of preparation

(i) Compliance with Ind AS

The consolidated financial statements of the Group have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ('the Act') read together with the Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions and amendments of the Act.

The consolidated financial statements are presented in Indian Rupees (INR) which is also the Group's functional currency. All amounts have been rounded off to the nearest millions, unless otherwise indicated.

All assets and liabilities have been classified as current or non-current as per the Group's normal operating cycle and other criteria set out in the Schedule III to the Act. The Group has identified twelve months as its operating cycle.

(ii) Principles of consolidation

The Holding Company incorporated BASF India Coatings Private Limited ('the Subsidiary') as its wholly owned subsidiary on December 11, 2023. Refer note 50 to the consolidated financial statements.

Further the Board of Directors of the Holding Company, at its meeting held on April 25, 2025, has approved the Company's acquisition of 7 fully paid equity shares having face value of Rs. 10 each for a cash consideration aggregating Rs. 70/- (as per independent fair valuation), representing 100% equity interest of BASF Agricultural Solutions India Ltd from BASF SE, Germany (Ultimate Holding Company and promoter of the Company) and its nominee shareholders. The transaction was completed on May 2, 2025, and accordingly, BASF Agricultural Solutions India Ltd has become a wholly owned subsidiary of the company. Refer note 55.

Subsidiary is the entity over which the Company has control. Control is achieved when the Company has power over the investee, is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to use its power to affect its returns. The financial statements of subsidiary are included in the consolidated financial statements from the date of which control commences until the date on which control ceases.

Following subsidiary has been considered in the preparation of consolidated financial statements:

Entity	Country of incorporation/Place of business	% of Holding as on March 31, 2026	% of Holding as on March 31, 2025
BASF India Coatings Private Limited	India	100%	100%
BASF Agricultural Solutions India Limited	India	100%	–

The Group combines the financial statements of the parent and its subsidiary line by line adding together like items of assets, liabilities, equity, income and expenses. Accounting policies of subsidiary have been changed where necessary to ensure consistency with the policies adopted by the Group.

The financial statements of the subsidiary used in consolidation is drawn up to the same reporting date as that of the parent company i.e. year ended March 31, 2026.

(iii) Basis of measurement

The consolidated financial statements have been prepared on an accrual basis and on a historical cost basis, except for the following items:

- Certain financial assets and liabilities (including derivative instruments) and contingent consideration that is measured at fair value,
- Assets held for sale – measured at carrying amount or fair value less cost to sale whichever is low,
- Net defined benefit (asset)/liability – Fair value of plan assets less present value of defined benefit obligations; and
- Share-based payments measured at fair value on grant date with no subsequent adjustment to the payments recognised.

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

1.1. Material accounting policies (Continued)

a. Basis of preparation (Continued)

(iv) New and amended standards adopted by the Group

The Ministry of Corporate Affairs vide notification dated September 9, 2024 and September 28, 2024 notified the Companies (Indian Accounting Standards) Second Amendment Rules, 2024 and Companies (Indian Accounting Standards) Third Amendment Rules, 2024, respectively, which amended/ notified certain accounting standards (see below), and are effective for annual reporting periods beginning on or after April 1, 2024:

- Insurance contracts - Ind AS 117; and
- Lease Liability in Sale and Leaseback – Amendments to Ind AS 116

Ind AS 1, Presentation of Financial Statements, w.e.f April 1, 2025:

The amendment relates to classification of liabilities as current or non current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with covenants.

Ind AS 107, Financial Instruments: Disclosures, w.e.f. April 1, 2025:

The amendment introduces enhanced disclosure requirements for supplier finance arrangements (such as supply-chain finance or reverse factoring). Entities are required to disclose information that enables users of financial statements to assess the effects of such arrangements on the entity's liabilities, cash flows and exposure to liquidity risk. The disclosures include the nature and terms of the arrangements, the carrying amounts of related financial liabilities, the portion for which suppliers have already been paid by finance providers, and a comparison of payment terms under supplier finance arrangements with those of normal trade payables.

These amendments did not have any material impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

b. Use of estimates and judgements

The presentation of consolidated financial statements in conformity with the generally accepted accounting principles requires estimates and assumptions to be made by management that affect the reported amount of assets and liabilities and disclosure of contingent liabilities as on the date of the consolidated financial statements and the reported amount of revenues and expenses during the reporting period. Differences between the actual results and estimates are recognised in the period in which the results are known/ materialise.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect to the carrying amounts of assets and liabilities within the next financial year, are included in the following notes:

- Measurement of defined benefit obligations – Note 47
- Measurement and likelihood of occurrence of provisions and contingencies - Note 40, 45 and 1.1(i)
- Measurement of useful lives for property, plant and equipment & intangible assets and impairment– Note 1.1(d), 1.2(c) and 1.2(e)
- Loss allowance on trade receivables and other financial assets – Note 1.1(g) and Note 1.2(d)
- Determination of lease terms and incremental borrowing rate – Note 42 and Note 1.1(h)

c. Revenue Recognition

Sales of products are recognised when control of the products has transferred based on the agreed terms. Sales are net of returns, trade discounts, rebates and goods and service tax (GST), as applicable.

Sale of services includes indent commission and revenue from technical and service charges to group and other companies based on terms of the respective agreement. Revenue from sale of services are recognised as and when the services are provided.

The Group evaluates the arrangement with customers/ suppliers whether it is acting as a principal or an agent of the customers/ suppliers, considering underlying substance and terms and conditions of the arrangements. Accordingly, revenue is accounted either on gross or net basis based on the fulfillment of criteria of principal or agency.

The Group operates Customer incentive programs where direct/ indirect customers accumulate points for purchases made of the Group's products, which entitle them for rewards in form of gift cards equal to the value of such points. A contract liability for the award points is recognised at the time of sale.

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

1.1. Material accounting policies (Continued)

c. Revenue Recognition (Continued)

At contract inception, since for most of the contracts it is expected that the period between the transfer of the promised goods or services to a customer and payment for these goods or services by the customer will be one year or less, practical expedient in Ind AS 115 have been applied and accordingly:

- The Group does not adjust the promised amount of consideration for the effects of a significant financing component
- The Group recognises the incremental costs of obtaining a contract as an expense when incurred
- No information on remaining performance obligations as of March 31, 2026 that have an expected original term of one year or less was reported.

d. Depreciation on Property, Plant and Equipment

Depreciation on property plant and equipment is calculated on a straight-line basis considering the following useful lives estimated by the Management based on technical evaluation or those prescribed under Schedule II of the Act:

Assets Category	Useful life
Buildings	10-33 years
Plant and machinery	5-20 years
Computers	4 years
Vehicles	4 years
Furniture and fixtures	5-10 years
Office equipment	5 years

Property, Plant and Equipment individually costing Rs. 5,000 or below are fully depreciated in the year of purchase. Depreciation on additions / deletions is calculated on a monthly pro-rata basis.

The annual depreciation charge for property, plant and equipment is sensitive to changes in the estimated useful economic lives and residual values of the assets. The Group reviews the residual value, useful lives and depreciation method annually and, if expectations differ from previous estimates, the change is accounted for as a change in accounting estimate on a prospective basis.

Leasehold land and Leasehold Improvements are amortised over the period of lease or useful life whichever is lower, unless the entity expects to use the assets beyond the lease term.

e. Inventories

Inventories including raw materials, packing materials, work-in-progress, stores and spares, traded and finished goods are valued at cost or estimated net realisable value, whichever is lower. The costs are determined on weighted average basis and includes expenditure incurred in acquiring inventories, production of conversion costs and other costs incurred in bringing them to their present location and condition. Fixed production overheads are allocated on the basis of normal capacity of production facilities. Goods and service tax (GST) is excluded from valuation of finished goods. The comparison of cost and net realisable value is made on an item-by-item basis.

f. Financial instruments

The Group classifies its financial asset at amortised cost only when if both of the following criteria are met:

- the asset is held within a business model whose objective is to collect contractual cash flows, and
- the contractual terms give rise to cash flows that are solely payments of principal and interest.

The amortised cost of a financial asset is also adjusted for impairment loss, if any.

g. Trade receivables

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business and reflects the Group's unconditional right to consideration (that is, payment is due only on the passage of time). Trade receivables are recognised initially at the transaction price as they do not contain significant financing components. The Group holds the trade receivables with the objective of collecting the contractual cash flows and therefore measures them subsequently at amortised cost, less loss allowance on account of expected credit loss.

For trade receivables only, the Group applies the simplified approach permitted by Ind AS 109 Financial Instruments, which requires expected lifetime losses to be recognised from initial recognition of the receivables. The impairment losses and reversals are recognized in statement of profit and loss.

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

1.1. Material accounting policies (Continued)

h. Leases

As a Lessee

As a lessee, the Group generally recognises for all leases a right-of-use asset and a corresponding liability at the date at which the leased asset is available for use by the Group.

The Group separates non-lease components, such as services from lease payments. Lease liabilities are measured at the present value of the remaining lease payments, taking into account the incremental borrowing rate.

Lease payments are discounted using the interest rate implicit in the lease contracts if that rate can be determined from the lease contracts. If the discount rate cannot be readily determined, which is generally the case for leases in the Group, the lessee's incremental borrowing rate is used, being the rate that the individual lessee would have to pay to borrow the funds necessary to obtain an asset of similar value to the right-of-use asset in a similar economic environment with similar terms, security and conditions.

To determine the incremental borrowing rate, the Group uses a risk free rate of interest which is adjusted for lease term, country risk and currency risk.

A right-of-use asset is recognized at the same amount as the lease liability. After capitalization at commencement date, whereby the right-of-use asset is measured at cost, the right-of-use asset is generally depreciated over the lease term using the straight-line method. Lease payments are allocated between principal and finance cost. The finance cost is charged to statement of profit and loss over the lease period so as to produce a constant periodic rate of interest on the remaining balance of liability for each period.

A number of leases include extension and termination options. Extension and termination options are taken into account on recognition of the lease liability only if the Group is reasonably certain that these options will be exercised in the future. Estimates and expectations which are asserted at the commencement date of the lease liability and the right-of-use asset and pertain to future payments not yet determined on the date of provision are assessed continuously during the lease term. If subsequently improved or changed knowledge influences the expected payment profile over time, the lease liability is remeasured. Any amount on account of re-measurement of lease liabilities is adjusted to the right-of-use assets. Where the carrying amount of the right-of-use assets is reduced to zero and there is a further reduction in the measurement of the lease liability, the Group recognises any remaining amount of the re-measurement in the income statement.

Initial direct costs are excluded for the measurement of right-of-use assets at the date of initial application. The Group exercises the exemption for lease arrangements with a maximum term of 12 months (short-term leases) and low-value assets. Payments associated with such short-term leases and low-value assets are recognised as an expense in Statement of Profit and Loss. Variable lease payments that depend on usage and / or other variable conditions are recognised in the Statement of Profit and Loss in the period in which the conditions that trigger those payments occur.

i. Provisions and contingent liabilities

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

If the effect of the time value of money is material, provisions are discounted to reflect its present value using a current pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the obligation. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made, unless the possibility of outflow of resources embodying economic benefits are remote. When some or all of the economic benefits required to settle, a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

j. Non-current assets held for sale and/or discontinued operations

Non-current assets and disposal groups shall be classified as held for sale if their carrying amount is expected to be recovered principally through a sale transaction rather than through continuing use. This condition is regarded as met only when:

- i. Management is committed to a plan to sell the asset or disposal group.
- ii. The asset/disposal group is available for immediate sale in its present condition, subject only to usual and customary terms;

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

1.1. Material accounting policies (Continued)

j. Non-current assets held for sale and/or discontinued operations (Continued)

- iii. An active program to locate a buyer and complete the plan has been initiated;
- iv. The sale is highly probable, generally expected to be completed within twelve months of classification;
- v. The asset/disposal group is being actively marketed at a price reasonable in relation to its fair value; and
- vi. Actions required to complete the plan indicate that it is unlikely the plan will be withdrawn or significantly changed.

When the Group is committed to a sale plan involving loss of control of a subsidiary shall classify all the assets and liabilities of that subsidiary as held for sale when the criteria set out in this Standard to classify as held for sale are met, regardless of whether the entity will retain a non-controlling interest in its former subsidiary after the sale.

Non-current assets held for sale and disposal groups are measured at the lower of their carrying amount and the fair value less costs to sell. Assets and liabilities classified as held for sale are presented separately in the balance sheet. Property, plant and equipment and intangible assets once classified as held for sale are not depreciated or amortised.

Discontinued operations are excluded from the results of continuing operations and are presented as a single amount as profit or loss before tax from discontinued operations in the consolidated statement of profit and loss.

Non-current assets (and disposal groups) classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell.

1.2. Other Accounting Policies

a. Revenue Recognition

As part of the adoption of Ind AS 115, contract liabilities are disclosed in the Balance Sheet. A contract liability is the Group's obligation to transfer goods or services to a customer, for which the Group has already received consideration from customers.

Income from export incentives is recognised on accrual basis to the extent the ultimate realisation is reasonably certain.

Interest income is recognised using the effective interest rate method. When calculating the effective interest rate, the Group estimates the expected cash flows by considering all the contractual terms of the financial instrument (for example, prepayment, extension, call and similar options) but does not consider the expected credit losses.

b. Property, plant and equipment

Recognition and measurement

Freehold land is carried at historical cost. All other items of property, plant and equipment are stated at historical cost less depreciation. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Items such as stores, spare parts and stand by equipment are recognized as property, plant and equipment when it is held for use in production or supply of goods or services, or for administrative purpose and are expected to be used for more than one year. Otherwise such items are classified as inventory.

Subsequent expenditure

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is de-recognised when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

Derecognition

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected to arise from the continued use of the item. Any gain or loss arising on disposal or retirement of item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the item and is recognized in the statement of profit and loss.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with carrying amount. These are included in profit or loss.

1.2. Other Accounting Policies (Continued)

c. Intangible assets and amortization

Intangible assets are stated at acquisition cost, net of accumulated amortization and accumulated impairment losses, if any. Intangible assets are amortized on a straight line basis over their estimated useful lives. Computer software is amortized over a period of four years and other intangible assets are amortized over a period of 2 to 4 years. The estimated useful life and amortization method are reviewed at the end of each reporting period, with the effect of any changes in estimate being accounted for on a prospective basis.

d. Financial Instruments

Financial asset

Financial assets are recognised when the Group becomes a party to the contractual provisions of the instrument.

Measurement

At initial recognition, the Group measures a financial asset (excluding trade receivables which do not contain a significant financing component) at its fair value plus, in the case of a financial asset not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial asset. Transaction costs of financial assets carried at fair value through profit or loss are expensed in profit or loss.

Financial assets with embedded derivatives are considered in their entirety when determining whether their cash flows are solely payment of principal and interest.

Subsequent measurement

For subsequent measurement, the Group classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value (either through other comprehensive income, or through profit or loss), and
- those measured at amortised cost.

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows.

Financial liabilities

Financial liabilities are recognised when the Group becomes a party to the contractual provisions of the instrument.

Financial liabilities are initially measured at fair value minus, in case of financial liabilities not at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial liabilities.

Subsequent to initial recognition these financial liabilities are measured at amortised cost using effective interest method.

Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet where there is a legally enforceable right to offset the recognised amounts in the normal course of business and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously.

Impairment of financial assets (other than trade receivables)

The Group assesses on a forward-looking basis the expected credit loss associated with its assets carried at amortised cost. The impairment methodology applied depends on whether there has been a significant increase in credit risk since its initial recognition. Note 38 details how the Group determines whether there has been a significant increase in credit risk.

Derecognition of financial assets and financial liabilities

A financial asset is derecognised only when:

The Group has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the entity has transferred an asset, the Group evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the entity has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Group has not retained control of the financial asset. Where the Group retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

The Group derecognizes a financial liability when its contractual obligations are discharged or cancelled or expire. The Group also derecognizes a financial liability when its terms are modified and the cash flows under the modified terms are substantially different. The difference between the carrying amount and the financial liability extinguished and the new liability with modified terms is recognized in the Statement of Profit and Loss.

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

1.2. Other Accounting Policies (Continued)

d. Financial instruments (Continued)

Measurement of fair values

The Group measures financial instruments at fair value in accordance with the accounting policies mentioned above. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- in the principal market of the asset or liability; or
- in the absence of a principal market, in the most advantageous market for the asset or liability.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorised within the fair value hierarchy that categorises into three levels, as described as follows, the inputs to valuation techniques used to measure value. The fair value hierarchy gives highest priority to quoted prices in active markets for identical assets or liabilities (Level 1 inputs) and lowest priority to unobservable inputs (level 3 inputs).

The Group recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

e. Impairment of non-financial assets

The carrying amounts of assets are reviewed at each Balance Sheet date for any indication of impairment based on internal/external factors. Where the carrying value exceeds the estimated recoverable amount, provision for impairment is made to adjust the carrying value to the recoverable amount. The recoverable amount is the greater of the assets estimated net realizable value and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using an appropriate discounting rate. For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or group of assets (cash-generating units). If at the Balance Sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to a maximum of depreciable historical cost.

f. Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in Statement of Profit and Loss over the period of the borrowings using the effective interest method.

Borrowings are derecognized when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in Statement of Profit and Loss as other gains/(losses).

Borrowings are classified as current liabilities unless the group has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period.

Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the consolidated financial statements for issue, not to demand payment as a consequence of the breach.

Borrowing costs that are attributable to the acquisition and construction of qualifying assets are capitalised. Other borrowing costs are recognised as an expense in the period in which they are incurred.

Foreign exchange differences regarded as an adjustment to borrowing costs are presented in the Statement of Profit and Loss, within finance costs.

g. Segment reporting

Operating segments are reported in a manner consistent with the internal reporting and are based on monitoring of operating results by the Chief Operating Decision Maker, separately for making decision about resource allocation and performance assessment. The Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the consolidated financial statements of the Group.

h. Foreign Currency

Transactions in foreign currencies are translated in to currency of the primary economic environment in the which the entity operates (the 'functional currency' of the Group) using the exchange rates prevailing on the date of transaction. Monetary items in foreign currencies are stated at the closing exchange rate.

Gains/losses on conversion/translation are recognised in the Statement of Profit and Loss. Non-monetary items that are measured in terms of historical cost in a foreign currency are not retranslated.

Notes to the Consolidated Financial Statements for the year ended March 31, 2026

1.2. Other Accounting Policies (Continued)

i. Employee Benefits

Short Term Employee Benefits

All employee benefits payable wholly within twelve months of rendering the service are classified as short term employee benefits and are recognized in the Statement of Profit and Loss as an expense at the undiscounted amount on an accrual basis.

Post Employment Employee Benefits

The Group's contributions to defined contribution plans such as Superannuation Fund (administered through BASF India Limited Superannuation Fund Trust), Employee State Insurance and Labour Welfare Fund are recognized as expense in the Statement of Profit and Loss on an accrual basis. The Group does not have any further obligation beyond this contribution.

The Group's liability towards gratuity, which is a defined benefit plan, is determined on the basis of valuations, as at Balance Sheet date, carried out by an independent actuary using Projected Unit Credit Method. Remeasurement of the net defined benefit liability which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling if any (excluding interest) are recognised immediately in the Balance Sheet with a charge or credit recognised in Other Comprehensive Income in the period in which they occur. Re-measurement recognised in Other Comprehensive Income is recognised immediately in retained earnings and will not be reclassified to Statement of Profit and Loss.

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and the fair value of plan assets. This cost is included in employee benefit expense in the statement of profit and loss. Changes in the present value of the defined benefit obligation resulting from plan amendments or curtailments are recognised immediately in profit or loss as past service cost.

Prepaid contributions are recognized as an asset to the extent that a cash refund or a reduction in the future payments is available.

Eligible employees receive benefits from a provident fund which is a defined contribution plan. Both the employee and the Company make monthly contributions to the provident fund plan equal to a specified percentage of the covered employee's salary. The company pays provident fund contributions to publicly administered provident funds as per local regulations. The company has no further payment obligations once the contributions have been paid. The contributions are accounted for as defined contribution plans and the contributions are recognised as employee benefit expense when they are due.

Other Long Term Employee Benefits

The Group's liabilities towards Compensated Absences and Long Service Awards to employees are determined on the basis of valuations, as at Balance Sheet date, carried out by an independent actuary using Projected Unit Credit Method. The benefits are discounted using the appropriate market yields at the end of the reporting period that have terms approximating to the terms of the related obligation. Remeasurements comprise experience adjustments and the effects of changes in actuarial assumptions and are recognised immediately in the Statement of Profit and Loss.

The obligations are presented as current liabilities in the Balance Sheet if the entity does not have an unconditional right to defer the settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

Termination Benefits

Compensation paid to employees under Voluntary Retirement Scheme/Severance payments are recognised as an expense in the Statement of Profit and Loss when employees accept the scheme/payments.

Share based payments

The Ultimate Holding Company ('BASF SE') offers Share Price based compensation program (Long term incentive program - 'LTI') for senior executives of BASF group. Participation in this program is voluntary.

LTI plans mentioned above are offered by BASF SE and the cost of such plans is not recharged to the Group. However, the Group recognises these share based payment transactions of BASF SE in accordance with the requirement of paragraph 43 A and 43 B of Ind AS 102 - Share Based Payments. As required under para 43B of Ind AS 102, since the Group receives the services of the employees to whom the options have been granted by BASF SE and the Group has no obligation to settle these options, the Group accounts for these services as an equity settled share based payment transaction.

Further for new PSUs granted effective 2024, the settlement shall be borne by the Company in accordance with changes in group policy and accordingly the same has been recognised as cash settled share based payment.

1.2. Other Accounting Policies (Continued)

j. Taxation

Current tax is determined as the amount of tax payable in respect of taxable income for the year computed in accordance with relevant provisions of Income Tax Act, 1961 adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Management periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation and considers whether it is probable that a taxation authority will accept an uncertain tax treatment. It measures its tax balances either based on the most likely amount or the expected value, depending on which method provides a better prediction of the resolution of the uncertainty. It establishes provisions where appropriate on the basis of amounts expected to be paid to tax authorities.

Deferred tax charge or credit and correspondingly deferred tax liability or asset is recognised using tax rates that have been enacted or substantively enacted at the Balance Sheet date. Deferred tax is recognised, subject to the consideration of prudence, on temporary differences, being the difference between carrying amounts of assets and liabilities for financial reporting purposes and the corresponding amounts used for taxation purposes that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax assets are recognized to the extent that it probable that future taxable profits will be available against which they can be used. The existence of unused tax losses is strong evidence that future taxable profit may not be available. Therefore, in case of history of recent losses, the Group recognizes a deferred tax asset only to the extent that it has sufficient taxable temporary differences or there is convincing other evidence that sufficient taxable profit will be available against which such deferred tax asset can be realized.

Deferred tax assets – unrecognized or recognized are reviewed at each reporting date and are recognized/reduced to the extent that it is probable/no longer probable respectively that related tax benefit will be realized. Deferred tax assets and liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets and these relate to income taxes levied by the same tax authorities and are intended to settle current tax liabilities and assets on a net basis or such tax assets and liabilities will be realized simultaneously.

Current tax assets and liabilities are offset where the entity has legally enforceable right to offset and intends either to settle on net a net basis, or to realize the asset and settle the liability simultaneously.

Current and deferred tax is recognised in profit or loss, except to the extent that it relates to items recognised in other comprehensive income or directly in equity. In this case, the tax is also recognised in other comprehensive income or directly in equity, respectively.

k. Earnings per share

The basic earnings per share are computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity shares outstanding during the reporting period. Diluted earnings per share is computed by dividing the net profit attributable to the equity shareholders for the year by the weighted average number of equity and dilutive equity equivalent shares outstanding during the year, except where the results would be anti-dilutive.

l. Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with financial institutions, other short term highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash which are subject to an insignificant risk of change in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the Balance Sheet.

m. Derivative financial instruments

The Group enters majorly into foreign exchange forward contracts to mitigate the foreign currency exposure risk.

Derivatives are initially recognised at fair value at the date the derivative contracts are entered and are subsequently remeasured to their fair value at the end of each reporting period. The resulting gain or loss is recognised in Statement of Profit and Loss immediately. Derivative assets and derivative liabilities are presented on gross basis in the Balance Sheet.

n. Lease

As a lessor

Lease income from operating lease where the Company is a lessor is recognized in income on a straight-line basis over the lease term. Initial direct costs incurred in obtaining an operating lease are added to the carrying amount of the underlying asset and recognized as expense over the lease term on the same basis as lease income. The respective leased assets are included in the balance sheet based on their nature.

o. Dividends

The final dividend on shares is recorded as a liability on the date of approval by the shareholders and interim dividends are recorded as a liability on the date of declaration by the Group's Board of Directors.

p. Exceptional items

Exceptional items reflect items which individually or, if of a similar type, in aggregate, are disclosed separately due to their size or incidence in order to obtain clear and consistent presentation of the Group's performance.

q. New and amended standards issued but not effective

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2026, MCA has not notified any new standards or amendments to the existing standards applicable to the Group.

Notes to the Consolidated Financial Statements as at March 31, 2026

1(A). Property, plant and equipment

Rs. in million

Particulars	Gross Block					Depreciation					Net Block
	As at April 1, 2025	Additions	Deductions	Transfer to Assets Classified as held for sale	As at March 31, 2026	As at April 1, 2025	For the year	Deductions	Transfer to Assets Classified as held for sale	As at March 31, 2026	As at March 31, 2026
Freehold land (Refer Note 33)	55.4	—	—	—	55.4	—	—	—	—	—	55.4
Buildings	4,095.4	143.4	4.8	400.1	3,833.9	1,339.1	213.9	3.8	116.7	1,432.5	2,401.4
Plant & machinery and Computers	13,409.8	1,434.0	70.5	1,237.5	13,535.8	10,187.1	639.4	64.8	541.9	10,219.8	3,316.0
Furniture and fixtures	349.0	18.3	2.5	31.3	333.5	238.8	26.0	2.4	14.7	247.7	85.8
Vehicles	102.8	—	9.1	2.6	91.1	76.7	13.4	8.7	2.6	78.8	12.3
Office equipment	262.4	12.2	4.5	40.5	229.6	229.0	14.5	4.1	35.4	204.0	25.6
Total	18,274.8	1,607.9	91.4	1,712.0	18,079.3	12,070.7	907.2	83.8	711.3	12,182.8	5,896.5

1(B). Right-of-use assets

(Refer Notes 42)

Rs. in million

Particulars	Gross Block					Depreciation					Net Block
	As at April 1, 2025	Additions	Deductions	Transfer to Assets Classified as held for sale	As at March 31, 2026	As at April 1, 2025	Additions	Deductions	Transfer to Assets Classified as held for sale	As at March 31, 2026	As at March 31, 2026
Right-of-use land	195.3	7.4	0.1	—	202.6	34.3	6.0	0.1	—	40.2	162.4
Right-of-use Buildings	1,422.6	380.7	319.3	33.8	1,450.2	621.7	301.9	177.6	21.8	724.2	726.0
Right-of-use Plant & machinery and Computers	1,357.6	113.1	86.5	—	1,384.2	913.0	230.5	86.5	—	1,057.0	327.2
Right-of-use Vehicles	376.2	49.4	15.4	—	410.2	233.0	60.7	15.2	—	278.5	131.7
Total	3,351.7	550.6	421.3	33.8	3,447.2	1,802.0	599.2	279.4	21.8	2,099.9	1,347.3

1(C). Capital work-in-progress

(Refer Note 34)

Rs. in million

Particulars	As at April 1, 2025	Additions	Amounts Capitalised	Transfer to Assets Classified as held for sale	As at March 31, 2026
Capital work-in-progress	972.7	2,336.4	1,680.8	29.6	1,598.7

1(D). Intangible assets

Rs. in million

Particulars	Gross Block					Amortisation/Impairment					Net Block
	As at April 1, 2025	Additions	Deductions	Transfer to Assets Classified as held for sale	As at March 31, 2026	As at April 1, 2025	For the year	Deductions	Transfer to Assets Classified as held for sale	As at March 31, 2026	As at March 31, 2026
A. Goodwill											
Goodwill [Refer Note (a) below]	2.1	—	—	—	2.1	—	2.1	—	—	2.1	—
Total (A)	2.1	—	—	—	2.1	—	2.1	—	—	2.1	—
B. Other intangible assets											
Software	179.1	74.6	1.4	74.6	177.7	169.2	3.6	0.3	—	172.5	5.2
Other intangible assets	5.9	—	—	—	5.9	2.7	0.4	—	—	3.1	2.8
Total (B)	185.0	74.6	1.4	74.6	183.6	171.9	4.0	0.3	—	175.6	8.0
Total (A+B)	187.1	74.6	1.4	74.6	185.7	171.9	6.1	0.3	—	177.7	8.0

Note:

a) Goodwill has been impaired during the year.

Notes to the Consolidated Financial Statements as at March 31, 2026

1(A). Property, plant and equipment

Rs. in million

Particulars	Gross Block				Depreciation				Net Block
	As at April 1, 2024	Additions	Deductions	As at March 31, 2025	As at April 1, 2024	For the year	Deductions	As at March 31, 2025	As at March 31, 2025
Freehold land (Refer Note 33)	54.3	1.1	—	55.4	—	—	—	—	55.4
Buildings [Refer Note (a) below]	3,553.7	606.2	64.5	4,095.4	1,200.4	195.1	56.4	1,339.1	2,756.3
Plant & machinery and Computers	12,794.1	704.5	88.8	13,409.8	9,332.2	939.8	84.9	10,187.1	3,222.7
Furniture and fixtures	320.5	55.3	26.8	349.0	234.6	28.6	24.4	238.8	110.2
Vehicles	110.2	3.3	10.7	102.8	68.9	18.5	10.7	76.7	26.1
Office equipment	272.7	16.7	27.0	262.4	237.9	17.7	26.6	229.0	33.4
Total	17,105.5	1,387.1	217.8	18,274.8	11,074.0	1,199.7	203.0	12,070.7	6,204.1

1(B). Right-of-use assets

(Refer Notes 42)

Rs. in million

Particulars	Gross Block				Depreciation				Net Block
	As at April 1, 2024	Additions	Deductions	As at March 31, 2025	As at April 1, 2024	Additions	Deductions	As at March 31, 2025	As at March 31, 2025
Right-of-use land	193.7	1.6	—	195.3	28.6	5.7	—	34.3	161.0
Right-of-use Buildings	1,095.0	568.9	241.3	1,422.6	575.5	271.9	225.7	621.7	800.9
Right-of-use Plant & machinery and Computers	1,629.7	7.9	280.0	1,357.6	929.3	262.8	279.1	913.0	444.6
Right-of-use Vehicles	336.9	39.3	—	376.2	172.7	60.3	—	233.0	143.2
Total	3,255.3	617.7	521.3	3,351.7	1,706.1	600.7	504.8	1,802.0	1,549.7

1(C). Capital work-in-progress

(Refer Note 34)

Rs. in million

Particulars	As at April 1, 2024	Additions	Amounts Capitalised	As at March 31, 2025
Capital work-in-progress	614.8	1,583.2	1,225.3	972.7

1(D). Intangible assets

Rs. in million

Particulars	Gross Block				Amortisation/Impairment				Net Block
	As at April 1, 2024	Additions	Deductions	As at March 31, 2025	As at April 1, 2024	For the year	Deductions	As at March 31, 2025	As at March 31, 2025
A. Goodwill									
Goodwill	2.1	—	—	2.1	—	—	—	—	2.1
Total (A)	2.1	—	—	2.1	—	—	—	—	2.1
B. Other intangible assets									
Software	168.8	11.0	0.7	179.1	167.8	2.1	0.7	169.2	9.9
Other intangible assets	5.9	—	—	5.9	2.3	0.4	—	2.7	3.2
Total (B)	174.7	11.0	0.7	185.0	170.1	2.5	0.7	171.9	13.1
Total (A+B)	176.8	11.0	0.7	187.1	170.1	2.5	0.7	171.9	15.2

Note:

- a) Includes gross block of Rs. 8.3 million and net block Rs. 1.7 million for which LIC Housing Finance Ltd. (LICHFL) has claimed a charge on the apartment building, which was disputed. The Company was in process of settling ongoing litigation with LICHFL for which no-lien certificate is received from LICHFL on April 29, 2024 and withdrawal of pending suit at Karnataka High Court has been initiated. On September 11, 2024 the suit has been withdrawn and the litigation stands concluded.

Notes to the Consolidated Financial Statements as at March 31, 2026

2A. Investments (non-current)

(Unsecured, considered good)

Unquoted Investments

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Investment in Others		
1,163,650 equity shares of Rs. 12.87 each fully paid-up (Previous year: 1,163,650 equity shares of Rs. 12.87 each fully paid-up) in Clean Renewable Energy KK 2C Private Limited (Refer note 53)	15.0	15.0
82,585 equity shares of Rs.10 each fully paid-up (Previous year: Nil) in Clean Max Amalfi Private Limited (Refer note 54)	65.9	—
	80.9	15.0

2B. Loans (non-current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Loan to employees	0.4	1.0
	0.4	1.0

3. Other financial assets (non-current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Security deposits	212.0	227.6
	212.0	227.6
Less: Loss allowance on Security deposits	16.1	15.7
Lease Receivable (Refer note 42)	22.4	37.8
	218.3	249.7

4. Deferred tax assets (net)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Deferred tax assets		
Temporary differences on account of:		
Loss allowance on account of expected credit loss	228.9	193.6
Impact of lease liabilities	358.7	433.8
MTM revaluation	(41.2)	9.6
Carrying value of property plant and equipment	78.6	101.4
Others (Amounts allowable on a payment basis under the Income Tax Act, 1961)	508.6	308.0
Total deferred tax assets	1,133.6	1,046.4
Deferred tax liabilities		
Temporary differences on account of:		
Impact of right-of-use assets	(333.2)	(394.5)
Lease Receivable	0.4	(0.7)
Total deferred tax liabilities	(332.8)	(395.2)
Deferred tax assets (net)	800.8	651.2

Notes to the Consolidated Financial Statements as at March 31, 2026

5. Income tax assets (net)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Advance payment of Income Tax [Net of Provision for Taxation Rs. 16,813.0 million (Previous Year Rs. 14,969.3 million)]	1,289.5	2,127.3
	1,289.5	2,127.3

6. Other non-current assets

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Capital advances	231.5	309.0
Other Advances:		
— Prepayments	134.0	20.5
— Amount recoverable from tax authorities	498.4	519.0
	863.9	848.5

7. Inventories

(Valued at lower of cost and net realisable value)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Raw materials	5,815.4	6,120.7
Finished goods	7,348.5	7,976.4
Stock-in-trade	13,220.6	14,389.5
Work-in-progress	0.8	43.7
Others		
Packing materials	264.6	185.7
Stores and spares	439.2	505.6
	27,089.1	29,221.6
Goods in transit (included above)		
Raw materials	2,651.9	2,799.0
Stock-in-trade	7,895.0	7,399.0
Finished goods	499.5	1,983.1
Packing materials	—	1.3

Amounts recognised in Statement of Profit and Loss

Write down of inventories to net realisable value amounted to Rs. 147.5 million (Previous year: write down of Rs. 120.0 million). These were recognised in the Statement of Profit and Loss during the year under the heads 'cost of materials consumed' and 'Changes in inventories of finished goods, stock-in-trade and work-in-progress'.

8. Trade receivables

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Considered good:		
Secured	21.6	14.0
Unsecured	27,323.0	25,927.3
	27,344.6	25,941.3
Credit impaired	909.4	769.1
	28,254.0	26,710.4
Less : Loss allowance on account of expected credit loss	909.4	769.1
	27,344.6	25,941.3
Of the above, dues from companies where directors are interested	45.6	40.7

For Trade receivables from related parties, refer Note 49.

For aging of Trade receivables, refer Note 35.

Notes to the Consolidated Financial Statements as at March 31, 2026

9. Cash and bank balances

Rs. in million

	As at March 31, 2026	As at March 31, 2025
9a Cash and cash equivalents		
Balances with banks:		
– In current accounts	166.9	954.4
Deposits with original maturity of less than three months	8,522.1	6,806.7
	8,689.0	7,761.1
9b Bank balances other than cash and cash equivalents		
– In unclaimed dividend account	10.7	9.0
– Corporate social responsibility ("CSR") unspent account	36.3	29.6
– Deposits with original maturity of more than three months but less than twelve months	—	404.3
	47.0	442.9
Of the above		
Earmarked bank balances (unclaimed dividend account and CSR Unspent account)	47.0	38.6

10. Loans (current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Loan to employees	0.2	0.3
Inter Corporate Deposits ("ICDs") given (Refer Note 49)	—	5,100.0
	0.2	5,100.3

Inter Corporate Deposits are given to fellow subsidiaries during the year:

- BASF Catalysts India Private Limited in the range of 5.47% - 6.65% interest rate (Previous Year 6.61% - 7.22% interest rate). The maximum outstanding during the year is Rs. 5,100.0 million (Previous year Rs. 5,100.0 million), and
- BASF Chemicals India Private Limited in the range of 5.40% - 6.01% interest rate (Previous Year 6.61% - 7.22% interest rate). The maximum outstanding during the year is Rs. 200.0 million (Previous year Rs. 400.0 million)

11. Other financial assets (current)

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Derivatives assets towards:		
– Foreign currency forward contract (Positive fair value)	732.0	8.7
Security deposits	3.3	12.2
Refund receivable from government authorities	176.2	115.0
Interest accrued on Bank deposits	10.7	11.6
Interest accrued on ICDs to related parties (Refer Note 49)	—	22.6
Others receivable including related parties (Refer Note 49)	25.5	104.3
Lease Receivable (Refer note 42)	22.1	18.5
	969.8	292.9

Notes to the Consolidated Financial Statements as at March 31, 2026

12. Other current assets

(Unsecured, considered good)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Prepayments	122.3	130.4
Advances to vendors	152.7	116.1
Balances with government authorities	2,934.7	2,982.7
Advances to employees	1.4	0.7
	3,211.1	3,229.9

13. Assets classified as held for sale

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Assets classified as held for sale (Refer Note 50)	4,901.3	—
	4,901.3	—

14. Equity Share capital

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Authorised		
71,559,715 (Previous Year 71,559,715) Equity Shares of Rs. 10/- each	715.6	715.6
Issued:		
43,285,640 (Previous Year 43,285,640) Equity Shares of Rs. 10/- each	432.9	432.9
Subscribed and paid-up:		
43,284,958 (Previous Year 43,284,958) Equity Shares of Rs. 10/- each fully paid	432.9	432.9
	432.9	432.9

a. Reconciliation of number of equity shares outstanding as at the beginning and at the end of reporting year

	As at March 31, 2026		As at March 31, 2025	
Particulars	Number	Rs. in million	Number	Rs. in million
Shares outstanding at the beginning and at the end of the year	43,284,958	432.9	43,284,958	432.9

b. Rights, preferences and restrictions attached to the shares

The Holding Company has one class of equity shares having a par value of Rs. 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive remaining assets of the Holding Company after distribution of all preferential amounts, in proportion to their shareholding.

c. Equity shares held by Ultimate Holding Company/ Holding Company and /or their associates or subsidiaries

Name of Shareholder	Relationship	As at March 31, 2026	As at March 31, 2025
BASF Societas Europea	Ultimate Holding Company	22,835,320	22,835,320
BASF Schweiz AG	Subsidiary of Ultimate Holding Company	8,907,900	8,907,900

Notes to the Consolidated Financial Statements as at March 31, 2026

14. Equity Share capital (Continued)

d. Equity shares in the Company held by each shareholder holding more than 5% shares

Name of Shareholder	Relationship	As at March 31, 2026		As at March 31, 2025	
		Number	Percentage	Number	Percentage
BASF Societas Europea	Ultimate Holding Company	22,835,320	52.75%	22,835,320	52.75%
BASF Schweiz AG	Subsidiary of Ultimate Holding Company	8,907,900	20.58%	8,907,900	20.58%

e. Information on equity shares allotted without receipt of cash or allotted as bonus shares or shares bought back for a period of five years immediately preceeding March 31, 2026:

None

f. Details of shareholding of promoters:

Name of the promoter	As at March 31, 2026			As at March 31, 2025		
	Number of shares	Percentage of total number of shares	Percentage of change during the year ended March 31, 2026	Number of shares	Percentage of total number of shares	Percentage of change during the year ended March 31, 2025
BASF Societas Europea	22,835,320	52.75%	—	22,835,320	52.75%	—
BASF Schweiz AG	8,907,900	20.58%	—	8,907,900	20.58%	—
Total	31,743,220	73.33%	—	31,743,220	73.33%	—

15. Other equity

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Securities premium	2,203.2	2,203.2
Amalgamation reserve	371.7	371.7
Share options outstanding account reserve	23.5	30.1
General reserve	10,046.9	10,046.9
Retained earnings	29,379.2	26,140.8
Capital reserve	(2,882.8)	(2,882.8)
	39,141.7	35,909.9

(a) Securities premium

Securities premium is used to record the premium received on issue of shares. It is utilised in accordance with the provisions of the Act.

Rs. in million

Securities premium	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	2,203.2	2,203.2
Balance as at end of the year	2,203.2	2,203.2

Notes to the Consolidated Financial Statements as at March 31, 2026

15. Other equity (Continued)

(b) Amalgamation reserve

Amalgamation reserve is used to record difference between the share capital of the amalgamating companies. It is utilised in accordance with the provisions of the Act.

Rs. in million

Amalgamation reserve	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	371.7	371.7
Balance as at end of the year	371.7	371.7

(c) Share options outstanding account reserve

Share Options Outstanding Account is used to account for effects from employee stock option expense.

Rs. in million

Share options outstanding account reserve	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	30.1	35.0
Add: Employee stock option (credit) (Refer Note 47)	(6.6)	(4.9)
Balance as at end of the year	23.5	30.1

(d) General reserve

General reserves are the retained earnings of the Group which are kept aside out of the profits to meet future (known or unknown) obligations.

Rs. in million

General reserve	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	10,046.9	10,046.9
Balance as at end of the year	10,046.9	10,046.9

(e) Retained earnings

This represents surplus of profit and loss account.

Rs. in million

Retained earnings	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	26,140.8	22,002.7
Add: Profit for the year	4,201.0	4,790.6
Items of other comprehensive income / (loss):		
Less: Remeasurement of the defined benefit plans, net of tax effect	(96.8)	(3.2)
Appropriations:		
Less: Dividend (Refer Note 39(b))	(865.8)	(649.3)
Balance as at end of the year	29,379.2	26,140.8

(f) Capital reserve

a) The excess of carrying value of investments in erstwhile Basf Performance Polyamides India Private Limited over net value of assets, liabilities and reserves has been debited to Capital Reserve.

b) Further, the addition during the previous year represents excess of carrying value of net identified assets and liabilities over purchase consideration pursuant to Coatings business transferred to BASF Coatings India Private Limited.

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Balance as at beginning of the year	(2,882.8)	(2,857.4)
Add: On account of business transfer	—	(25.4)
Balance as at end of the year	(2,882.8)	(2,882.8)

Notes to the Consolidated Financial Statements as at March 31, 2026

16. Other financial liabilities (non-current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Deposits from customers	37.6	67.9
Accrual for employee benefits	109.6	105.0
	147.2	172.9

17. Provisions (non-current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits (Refer Note 47)		
— Long service award	47.4	50.9
— Gratuity	696.6	491.3
— Share-based payments	8.9	2.1
Other provisions (Refer Note 45)	268.0	264.0
	1,020.9	808.3

18. Other non-current liabilities

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Accrual for CSR Unspent Balance (Refer Note 46)	11.8	—
	11.8	—

18A. Borrowings (current) (Unsecured)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Overdraft facilities from bank	—	235.8
Short-term loan from bank	—	85.0
	—	320.8

a) Terms of repayment

Short-term loan from bank are in the nature of working capital loans and bank overdraft which carries interest ranging 6.5% to 8.1% from and are repayable on due dates as agreed with bank.

19. Trade payables

Rs. in million

	As at March 31, 2026	As at March 31, 2025
(a) Total outstanding dues of micro enterprises and small enterprises	305.8	424.2
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	36,138.9	41,579.4
	36,444.7	42,003.6

For payables to related parties, refer Note 49.

For aging of Trade payables, refer Note 36.

Notes to the Consolidated Financial Statements as at March 31, 2026

20. Other financial liabilities (current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Unclaimed dividends*	10.7	9.0
Capital creditors	133.8	48.6
Derivatives liabilities towards:		
– Foreign currency forward contract (Negative fair value)	1.0	568.6
Accrual for employee benefits	609.7	434.8
	755.2	1,061.0

* There are no amounts due and outstanding to be credited to the Investor Education and Protection Fund except in the case of disputes.

21. Provisions (current)

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits (Refer Note 47)		
– Compensated absences	405.1	406.5
– Long service award	3.0	4.9
	408.1	411.4

22. Current tax liabilities

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Provision for Income Tax [Net of taxes paid Rs. 1,436.3 million (Previous Year Rs. 1,707.3 million)]	166.6	130.3
	166.6	130.3

23. Other current liabilities

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Advances received from customers	546.2	579.9
Accrual for customer incentive schemes	850.6	863.1
Accrual for CSR Unspent Balance (Refer Note 46)	113.1	151.7
Statutory dues payable	255.4	198.4
	1,765.3	1,793.1

23A. Liabilities associated with Assets classified as held for sale

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Liabilities associated with Assets classified as held for sale (Refer Note 50)	2,736.3	—
	2,736.3	—

Notes to the Consolidated Financial Statements as at March 31, 2026

24. Other income

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest income	325.6	629.1
Interest on income tax refunds	81.2	22.6
Profit on sale of property plant and equipment (net)	54.2	6.8
Write back of other provisions	11.3	—
Miscellaneous income*	185.7	129.5
	658.0	788.0

* Mainly includes tank rental income

25. Cost of materials consumed

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Raw materials :		
Stock at the beginning of the year	6,120.7	5,450.1
Add: Purchases	47,602.4	51,892.4
Less: Stock at the end of the year	(5,815.4)	(6,120.7)
Cost of raw materials consumed	47,907.7	51,221.8
Packing materials consumed	1,050.3	1,050.6
Less : Related to discontinued operations (Refer Note 50)	(3,756.5)	(3,689.6)
	45,201.5	48,582.8

26. Changes in inventories of finished goods, stock-in-trade and work-in-progress

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Stock at the end of the year:		
Finished goods	7,770.8	7,976.4
Stock-in-trade	13,243.5	14,389.5
Work-in-progress	35.2	43.7
Sub-total	21,049.5	22,409.6
Stock at the beginning of the year:		
Finished goods	(7,976.4)	(5,116.1)
Stock-in-trade	(14,389.5)	(9,953.6)
Work-in-progress	(43.7)	(56.1)
Sub-total	(22,409.6)	(15,125.8)
Less : Related to discontinued operations (Refer Note 50)	(22.6)	(441.3)
	1,382.7	(6,842.5)

27. Employee benefit expenses

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Salaries, wages and bonus	4,045.1	3,338.8
Contribution to provident and other funds (Refer Note 47)	322.0	302.9
Employee stock option charge (Refer Note 47)	6.6	4.1
Gratuity (Refer Note 47)	117.3	95.2
Staff welfare expense	146.9	146.1
	4,637.9	3,887.0

Notes to the Consolidated Financial Statements as at March 31, 2026

28. Finance costs

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Interest on borrowings	92.1	15.9
Interest on income tax	—	16.5
Interest on lease liabilities	91.9	109.5
Interest- others	7.2	11.8
	191.2	153.7

29. Depreciation and amortisation expenses

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Depreciation of Property, plant and equipment (Refer note 1A)	854.3	1,106.9
Depreciation of Right-of-use assets (Refer note 1B and note 42)	591.1	593.9
Amortisation/Impairment of intangible assets (Refer note 1D)	6.1	2.5
	1,451.5	1,703.3

30. Other expenses

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Freight and handling charges	2,686.6	2,357.1
Power and fuel	925.9	975.5
Professional charges (Refer Note 32)	2,378.1	1,547.7
Communication / system expenses	1,438.9	1,188.5
Foreign exchange loss (net)	472.0	504.1
[Includes net gain of Rs. 1,290.9 million (Previous Year: net loss of Rs. 811.7 million) on fair valuation of forward contracts]		
Sales promotion expenses	1,006.7	1,065.2
Travelling	301.3	344.9
Subcontracting charges	425.5	401.9
Rent (Refer Note 42)	177.0	99.3
Royalty	1,352.0	1,195.3
Consumption of stores and spare parts	108.6	146.8
Service fees	49.3	42.9
Repairs		
– Machinery	72.1	60.2
– Buildings	156.8	176.4
– Others	150.0	153.2
Insurance	210.5	252.6
Rates and taxes	129.8	44.6
Bad debts written-off	60.5	24.9
Less: Utilisation of loss allowance on trade receivables	(60.5)	(24.9)
	—	—
Loss allowance on account of expected credit loss (net)	205.5	128.1
Corporate Social Responsibility expenses (Refer Note 46)	129.3	138.2
Miscellaneous expenses	544.2	516.0
	12,920.1	11,338.5

Notes to the Consolidated Financial Statements as at March 31, 2026

31. Tax expense

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
(a) Income tax expense		
Current tax		
Current tax	1,604.8	1,843.9
Income tax for previous periods	(1.9)	—
Income tax impact on items included in Other comprehensive income	—	—
Total current tax expense	1,602.9	1,843.9
Deferred tax (including tax on Other comprehensive income)* (Refer Note 4)		
(i) (Increase) / Decrease in deferred tax assets	(130.6)	(180.2)
(ii) Increase / (Decrease) in deferred tax liabilities	(62.4)	5.3
Total deferred tax (credit)/ expense [(i)+(ii)]	(193.0)	(174.9)
Total tax (credit) / expense	1,409.9	1,669.0
(b) Reconciliation of tax expense and the accounting profit multiplied by India's tax rate		
Profit before income tax expense from continuing operations	5,612.6	6,525.3
Profit before income tax expense from discontinued operations	30.7	(64.7)
Other comprehensive income (before tax) from continuing operations	(124.1)	(5.7)
Other comprehensive income (before tax) from discontinued operations	(5.1)	1.5
Total	5,514.1	6,456.4
Income tax rate	25.17%	25.17%
Tax on income	1,387.9	1,625.1
Tax effect of items in reconciliations		
Income tax for previous periods	(1.9)	—
Impact of Corporate Social Responsibility expenses and others	23.9	43.9
Total tax expense	1,409.9	1,669.0

* Includes amount related to discontinued operations

Notes to the Consolidated Financial Statements as at March 31, 2026

32. Payment to auditors (net of taxes)

Professional charges in Note 30 includes payment to auditors as follows:

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
As auditors :		
- Statutory Audit Including Limited Review and Corporate Governance [#]	17.2	14.3
- Tax Audit	1.9	1.5
- Group Audit	4.7	4.7
For other services	2.3	0.3
For reimbursement of expenses*	4.0	0.4
Total	30.1	21.2

(Current year includes Rs. 0.5 million pertaining to FY 24-25)

* (Previous year includes Rs. 1.4 million paid to erstwhile auditor)

33. Title deeds of Immovable Properties not held in the name of the Group

Relevant line item in the Balance sheet	Description of item of property	Gross carrying value as on March 31, 2026 (Rs. in million)	Gross carrying value as on March 31, 2025 (Rs. in million)	Title deeds held in the name of	Whether title deed holder is a promoter, director or relative of promoter/director or employee of promoter/director	Property held since which date	Reason for not being held in the name of the Group
Property, plant and equipment	Land held at Mangalore location	48.3	48.3	Karnataka Industrial Areas Development Board	No	October 21, 2014	The Holding Company has submitted the necessary documents to Karnataka Industrial Areas Development Board for execution of the Sale Deed for land at Mangalore and the process is ongoing

34. Aging of Capital work-in-progress (CWIP)

(a) Aging of CWIP:

Rs. in million

	Amount in capital work-in-progress for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress	1,274.3 882.6	254.3 86.0	66.1 4.1	4.0 —	1,598.7 972.7
Total	1,274.3 882.6	254.3 86.0	66.1 4.1	4.0 —	1,598.7 972.7

The previous year's figures are given in italic light type below each item.

There were no temporarily suspended projects as on Balance Sheet date of current year as well as previous year.

(b) Completion schedule for capital work-in-progress whose completion is overdue or has exceeded its cost compared to its original plan:

Rs. in million

	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
Projects in progress:					
i) Routine Small Capex	65.4 170.6	— —	— —	— —	65.4 170.6
Total	65.4 170.6	— —	— —	— —	65.4 170.6

The previous year's figures are given in italic light type below each item.

Notes to the Consolidated Financial Statements as at March 31, 2026

35. Aging of Trade Receivables:

Rs. in million

	Not Due	Outstanding for following periods from due date of payment					Total
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Receivables							
Considered good	25,292.0 <i>22,223.7</i>	2,020.9 <i>3,657.5</i>	21.3 <i>48.6</i>	10.4 <i>0.9</i>	— <i>4.8</i>	— <i>5.8</i>	27,344.6 <i>25,941.3</i>
Credit impaired	124.7 <i>118.7</i>	141.9 <i>0.5</i>	78.9 <i>132.0</i>	33.2 <i>55.2</i>	5.7 <i>24.8</i>	53.6 <i>52.8</i>	438.0 <i>384.0</i>
Disputed Trade Receivables							
Credit impaired	— <i>—</i>	3.1 <i>—</i>	8.7 <i>—</i>	59.3 <i>—</i>	42.7 <i>1.9</i>	357.6 <i>383.2</i>	471.4 <i>385.1</i>
Total	25,416.7 <i>22,342.4</i>	2,165.9 <i>3,658.0</i>	108.9 <i>180.6</i>	102.9 <i>56.1</i>	48.4 <i>31.5</i>	411.2 <i>441.8</i>	28,254.0 <i>26,710.4</i>

The previous year's figures are given in italic light type below each item.

36. Aging of Trade Payables:

Rs. in million

	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed Trade Payables							
Micro enterprises and small enterprises	— <i>40.0</i>	284.4 <i>339.1</i>	21.4 <i>45.1</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>	305.8 <i>424.2</i>
Others	1,618.1 <i>2,124.5</i>	27,594.6 <i>29,680.1</i>	5,876.4 <i>8,504.1</i>	739.3 <i>765.9</i>	67.9 <i>348.0</i>	242.0 <i>156.8</i>	36,138.3 <i>41,579.4</i>
Disputed Trade Payables							
Micro enterprises and small enterprises	— <i>—</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>
Others	— <i>—</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>	— <i>—</i>	0.6 <i>—</i>	0.6 <i>—</i>
Total	1,618.1 <i>2,164.5</i>	27,879.0 <i>30,019.2</i>	5,897.8 <i>8,549.2</i>	739.3 <i>765.9</i>	67.9 <i>348.0</i>	242.6 <i>156.8</i>	36,444.7 <i>42,003.6</i>

The previous year's figures are given in italic light type below each item.

37. Relationship with Struck off Companies

a) Struck off companies holding shares of the Holding Company as at year end:

Name of struck off Company	Nature of transactions with struck-off Company	Balance outstanding as on March 31, 2026	Balance outstanding as on March 31, 2025	Relationship with the Struck off company, if any, to be disclosed
Inventa Investments Pvt. Ltd.	Shares held by struck off company	—*	—*	Not applicable
Popular Stock & Share Services Ltd.	Shares held by struck off company	—*	—*	Not applicable

* Value of shares held is below rounding off norms.

b) Struck off companies having transactions during the year:

The Group did not have any transactions with the companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956 during the current and previous financial year.

Notes to the Consolidated Financial Statements as at March 31, 2026

38. Fair value measurement

Financial instruments

To provide an indication about the reliability of the inputs used in determining fair value, the Group has classified its financial instruments into the three levels prescribed under Indian accounting standard 113 - 'Fair value measurement'.

Explanation of each

Level 1: Determination of the fair value based on quoted, unadjusted prices on active markets.

Level 2: Determination of fair value based on parameters for which directly or indirectly quoted prices on active market are available.

Level 3: Determination of fair value based on parameters for which there is no observable market data.

Fair values for financial assets and liabilities (other than those disclosed below) approximates the carrying amount.

All other financial assets and financial liabilities are carried at amortised costs.

Rs. in million

	Fair value hierarchy	Valuation category and technique	As at March 31, 2026	As at March 31, 2025
Financial assets				
Derivatives - no hedge accounting	Level 2	Fair value through profit and loss. Valuation technique - use of dealer quotes for similar instruments.	732.0	8.7
Financial liabilities				
Derivatives - no hedge accounting	Level 2	Fair value through profit and loss. Valuation technique - use of dealer quotes for similar instruments.	1.0	568.6

There are no reclassification between different levels during the year.

Risk Exposure:

(i) Foreign currency risk

The Group is exposed to foreign-currency risks during the normal course of business. These risks are hedged through a determined strategy employing derivative instruments. Hedging is only employed for underlying items from the operating business. The risks from the underlying transactions and the derivatives are constantly monitored. Where the derivatives have a positive value, the Group is exposed to credit risks from the derivative transactions in the event of nonperformance of the other party. To minimise the default risk on derivatives with the positive market values, transactions are exclusively conducted with credit worthy banks and partners and are subject to predefined credit limits. The contracting and execution of derivative financial instruments for hedging purposes are conducted according to internal guidelines and subject to strict control mechanism.

The sensitivity analysis is conducted by simulating a 10% appreciation/ depreciation of the functional currency against respective other currencies.

(a) Foreign currency risk exposure:

The Group's exposure to foreign currency risk at the end of the reporting period is as follows:

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Trade payable		
USD	30,102.3	33,920.4
EUR	824.0	336.2
Capital Creditors		
USD	0.7	0.6
EUR	21.0	—
Trade receivables		
USD	854.7	855.4
EUR	65.2	184.0
Cash and cash equivalents (EEFC account)		
USD	31.5	7.7

	As at March 31, 2026	As at March 31, 2025
Forward contracts		
USD	26,532.3	30,750.1
EUR	648.6	105.6

	As at March 31, 2026	As at March 31, 2025
Net exposure (after forward contracts)		
USD	2,684.5	2,307.9
EUR	131.3	46.6

Notes to the Consolidated Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

(i) Foreign currency risk (Continued)

(b) Sensitivity

The sensitivity of profit or loss to changes in exchange rates by 10%* arises mainly from foreign currency denominated financial instruments. Impact of sensitivity on net exposure for major currency balances is as follows:

Rs. in million

Currency	As at March 31, 2026		As at March 31, 2025	
	Increase in exchange rate	Decrease in exchange rate	Increase in exchange rate	Decrease in exchange rate
USD	268.5	(268.5)	230.8	(230.8)
EUR	13.1	(13.1)	4.7	(4.7)

* Holding all other variables constant

(ii) Interest rate risk

Interest rate risk results from changes in prevailing market interest rates, which can cause a change in the fair value of fixed-rate instruments and changes in the interest payments of the variable-rate instruments. To hedge interest rate risk, mix of variable and fixed instruments is judiciously applied for financing the Group's requirements.

(iii) Liquidity risk

The Group recognises any risk from cash flow fluctuations as a part of liquidity planning. The Group has access to sufficient liquidity from unutilised credit lines from banks and ongoing commercial paper programme.

(a) Financing arrangements

The Group has access to undrawn borrowing facilities from banks for Rs. 15,098.0 million (Previous Year: Rs. 15,423.9 million) as on March 31, 2026. The Group also has unused Commercial Papers limit of Rs. 7,500.0 million (Previous Year: Rs. 7,500.0 million).

(b) Maturities of financial liabilities

The interest and principal payments as well as other payments for derivative financial instruments are relevant for the presentation of the maturities of the contractual cash flows from financial liabilities. Derivatives are included using their net cash flow, provided they have a negative fair value and therefore represent a liability. Derivatives with positive fair values are assets and are therefore not considered. Trade accounts payable are generally interest-free and due within one year. Therefore, the carrying amount of trade accounts payable equals the sum of future cash flows. Contractual maturities of lease liabilities are disclosed on an undiscounted basis.

Rs. in million

Contractual maturities of financial liabilities As at March 31, 2026	Upto 1 year	1 year to 2 years	2 years to 3 years	more than 3 years	Total
Non-derivatives					
Trade payables	36,444.7	—	—	—	36,444.7
Lease liabilities	544.9	519.8	278.0	112.5	1,455.2
Other financial liabilities	754.2	147.2	—	—	901.4
Total non-derivative liabilities	37,743.8	667.0	278.0	112.5	38,801.3
Derivatives					
Derivatives with negative fair values	1.0	—	—	—	1.0
Total derivative liabilities	1.0	—	—	—	1.0

Rs. in million

Contractual maturities of financial liabilities As at March 31, 2025	Upto 1 year	1 year to 2 years	2 years to 3 years	more than 3 years	Total
Non-derivatives					
Trade payables	42,003.6	—	—	—	42,003.6
Lease liabilities	623.5	426.6	401.6	315.2	1,766.9
Other financial liabilities	492.4	172.9	—	—	665.3
Total non-derivative liabilities	43,119.5	599.5	401.6	315.2	44,435.8
Derivatives					
Derivatives with negative fair values	568.6	—	—	—	568.6
Total derivative liabilities	568.6	—	—	—	568.6

Notes to the Consolidated Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

(iv) Credit risk

Trade receivables

Credit risk arise when counterparties do not fulfil their contractual obligations. The Group regularly analyses the credit worthiness of relevant customers and grants credit limits on the basis of this analysis. Due to the diversified customer structure of the Group, there is no significant concentration of default risk. The Group uses simplified approach for trade receivables whereby the loss allowance is measured at an amount equal to the lifetime expected credit losses. The carrying amount of all receivables subject to expected credit loss and default risk represents the maximum default risk for the Group. The expected credit losses are calculated taking into consideration the credit rating of the customer, probability of default for various different credit ratings and loss given default.

Counterparties generally considered as stage 3 when they becomes insolvent or are in a finance related legal dispute with the Group. Receivable are derecognised when they are definitively found to be uncollectable such as in the event of concluded insolvency proceedings.

Accordingly expected credit loss is recognised under two stages as follows :

Stage 2 - Loss allowance at an amount equivalent lifetime expected credit losses at the reporting date for the customers with High, Medium and Low rating based on internal and external credit ratings

Stage 3 - Loss allowance on account of credit impaired at the reporting date

Loans to related parties

The Group considers the probability of default upon initial recognition of loan and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the Group compares the risk of a default occurring on the loan as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forwarding-looking information. Especially the following indicators are incorporated:

- internal credit rating
- external credit rating (as far as available)
- actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the borrower's ability to meet its obligations
- actual or expected significant changes in the operating results of the borrower

Macroeconomic information (such as market interest rates or growth rates) is incorporated as part of the internal rating model.

Regardless of the analysis above, a significant increase in credit risk is presumed if a counterparty is more than 30 days past due in making a contractual payment.

A default on a financial asset is when the counterparty fails to make contractual payments within 60 days of when they fall due.

Cash and bank balances

For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted.

Security deposits and other receivables

The Group periodically monitors the recoverability and credit risks of its security deposits and other receivables. The Group evaluates 12 month expected credit losses of all the financial assets for which credit risk has not increased. In case credit risk has increased significantly, the Group considers life time expected credit losses for the purpose of impairment provisioning.

Accordingly, Loans to related parties, Cash and bank balances, Security deposits and other receivables, are subject to the impairment requirements of Ind AS 109 and the identified impairment loss was immaterial.

(a) Provision for expected credit loss:

Rs. in million

For trade receivables	Gross carrying amount	
Creditworthiness	As at March 31, 2026	As at March 31, 2025
High / medium credit rating	15,952.9	14,338.5
Low credit rating	11,528.6	11,730.9

– For trade receivables under life time expected credit loss model (simplified approach)

Year ended March 31, 2026

Rs. in million

Ageing	Stage 2	Stage 3	Total
Gross carrying amount	27,481.5	772.5	28,254.0
Expected loss rate	0.5%	100.0%	
Expected credit losses (loss allowance provision)	136.9	772.5	909.4
Carrying amount of trade receivable (net of impairment)	27,344.6	—	27,344.6

Notes to the Consolidated Financial Statements as at March 31, 2026

38. Fair value measurement (Continued)

(iv) Credit risk (Continued)

Year ended March 31, 2025

Rs. in million

Ageing	Stage 2	Stage 3	Total
Gross carrying amount	26,069.4	641.0	26,710.4
Expected loss rate	0.5%	100.0%	
Expected credit losses (loss allowance provision)	128.1	641.0	769.1
Carrying amount of trade receivable (net of impairment)	25,941.3	—	25,941.3

– For other financial assets - High quality assets, negligible credit risk (under 12 months expected credit loss)

Rs. in million

Particulars	Estimated gross carrying amount at default	Expected probability of default	Expected credit loss	Carrying amount net of impairment provision
March 31, 2026	9,940.8	0.2%	16.1	9,924.7
March 31, 2025	13,863.6	0.1%	15.7	13,847.9

(b) Reconciliation of loss allowance on account of expected credit loss

Rs. in million

Loss allowance on April 1, 2024	661.2
Less: Utilisation towards bad debts	(24.9)
Add: Changes in loss allowance*	128.1
Loss allowance on March 31, 2025*	764.4
Less: Utilisation towards bad debts	(60.5)
Add: Changes in loss allowance	205.5
Loss allowance on March 31, 2026	909.4

*excludes amount related to discontinued operations (Refer Note 50)

Significant estimates and judgements

Impairment of financial assets

The impairment provision for the financial assets disclosed above are based on credit ratings, 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 the Group's past history, existing market conditions as well as forward looking estimates at the end of each reporting year.

39. Capital management

(a) Risk management

The aim of capital structure management is to maintain the financial flexibility needed to further develop the Group's business portfolio and take advantage of strategic opportunities. The objective of the Group's financing policy are to secure solvency, limit financial risks and optimise the cost of capital.

The Group's capital structure is managed using equity and debt ratios as a part of the Group's financial planning.

Generally a mix of commercial paper programme, inter corporate deposits, overdraft facilities and bank loans are used for short term financing while group external commercial borrowings are used for financing long term requirements.

The goal is to optimise the Group's capital cost financing conditions.

The Group monitors capital on the basis of the following ratios:

1. Equity ratio - Total equity divided by Total assets

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Total equity	39,574.6	36,342.8
Total assets	84,356.4	84,624.4
Equity ratio	46.9%	42.9%

Notes to the Consolidated Financial Statements as at March 31, 2026

39. Capital management (Continued)

2. Debt equity ratio - Total debt divided by Total equity

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Total debt	—	320.8
Total equity	39,574.6	36,342.8
Debt equity ratio	—	0.9%

(b) Dividends

Rs. in million

	As at March 31, 2026	As at March 31, 2025
(i) Equity shares		
Dividend paid during the year ended March 31, 2025 of Rs. 20 (Previous year ended March 31, 2024 of Rs.15) per fully paid share	865.8	649.3
Proposed dividend		
(ii) Dividend not recognised at the end of reporting year		
In addition to the above dividends, since year end, the Board of Directors of the Holding Company have recommended the payment of a dividend of Rs. 25 for the year ended March 31, 2026 (Previous year: Rs. 20) per fully paid share. This proposed dividend is subject to the approval of shareholders in the ensuing annual general meeting.	1,082.1	865.8

40. Contingent liabilities

Rs. in million

Nature	As at March 31, 2026	As at March 31, 2025
Contingent liabilities (excluding interest & penalties)		
a) Claims against the Group not acknowledged as debts	13.7	13.7
In respect of which the Group has counterclaim	—	—
b) Demand for taxes and duties in respect of which the Group has preferred appeals with appropriate authorities		
a. Income tax*	2,233.2	1,972.8
b. Goods and Service Tax#	111.7	127.6
Total	2,358.6	2,114.1

* The contingent liability for Income Tax arises from assessments in Transfer Pricing adjustments pertaining to Cost Sharing Agreement, adjustments to mark up on provision of services, disallowances of product development charges, product registration charges, etc.

The contingent liability for Goods and Service Tax arises majorly from discrepancies in Input Tax Credit (ITC) pertaining to mismatch between ITC availed and GSTR-2A/GSTR-2B, denial of HSN classification and levy of RCM tax liability basis supplier's declaration, etc.

The above claims are pending before various Appellate Authorities. The management, including its advisors, expect that its position will likely be upheld on ultimate resolution and will not have a material adverse effect on the Group's financial statements.

It is not practicable for the Group to estimate the timings of cash out flows, if any, in respect of the pending resolution of the respective proceedings as it is determinable only on receipt of judgements/decisions pending with various forums/authorities. The Group does not expect any reimbursements in respect of the contingent liabilities.

41. Commitments*

- a) Estimated amount of contracts remaining to be executed on capital account and not provided (net of advances) for Rs. 903.3 million (Previous Year Rs. 978.6 million)

* Includes amount related to discontinued operations

Notes to the Consolidated Financial Statements as at March 31, 2026

42. Leases

A) Lease as lessee

The Group leases warehouse, vehicles, office facilities, storage tanks, equipments etc. The lease liabilities are measured at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate. The weighted average incremental borrowing rate used to discount the gross lease liability additions during the current year & previous year was 4 to 9%.

a) Amounts recognised in the Statement of Profit and Loss:

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
(i) Depreciation charge on Right-of-use assets (Refer Notes 1(B) and 29)	591.1	593.9
(ii) Interest expense for lease liabilities (Refer Note 28)	91.9	109.5
(iii) Rent expense (Refer Note 30):		
– Expenses for variable lease payments not included in lease liabilities	4.7	3.5
– Expenses for short-term leases and others	172.3	112.5
Total	177.0	116.0

b) Other disclosures:

(i) Lease liabilities:

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Non-current lease liabilities	848.4	1,035.7
Current lease liabilities	477.3	544.5
Total lease liabilities	1,325.7	1,580.2

For maturity profile of Lease liabilities, refer Note 38(iii)(b)

(ii) Additions to the right-of-use assets and carrying values of right-of-use assets as at end of reporting period are disclosed in Note 1(B).

c) Net debt Reconciliation

Rs. in million

Net debt Reconciliation*	As at March 31, 2026		As at March 31, 2025	
	Cash and Cash Equivalents	Liabilities from financing activities	Cash and Cash Equivalents	Liabilities from financing activities
Opening Net debt	7,761.1	85.0	6,218.7	—
Cash inflow (net)	1,059.0	198.4	1,542.4	194.5
Interest expense	—	11.6	—	32.3
Interest Paid	—	(234.9)	—	(141.8)
Closing Net debt (I)	8,820.1	60.1	7,761.1	85.0
Opening lease liabilities	—	1,665.2	—	1,560.7
Interest on lease liabilities	—	94.6	—	111.5
Change in lease liabilities during the year (net of deletions / transfers)	—	253.2	—	489.7
Repayment of lease liabilities	—	(669.8)	—	(581.7)
Closing lease liabilities (II)	—	1,343.2	—	1,580.2
Total closing Net debt (I+II)	8,820.1	1,403.3	7,761.1	1,665.2

* Includes amount related to discontinued operations

Notes to the Consolidated Financial Statements as at March 31, 2026

42. Leases (Continued)

B) Lease as lessor

During the year ended March 31, 2026, the Holding Company has leased 4 stainless steel tanks (Bulk Facility) together with accessories to Hyundai Transys India Private Limited for storage of its products purchased from the company during the calendar years 2026, 2027 and 2028. Upon purchase of agreed minimum quantity during this tenure, the Holding Company shall transfer the ownership of the bulk facility to Hyundai Transys India Private Limited.

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Amounts receivable under finance leases:		
Less than one year	22.5	19.1
One to two years	22.5	19.2
Two to three years	—	19.2
Total undiscounted lease receivable	45.0	57.5
Unearned finance income	0.5	1.2
Net investment in the lease	44.5	56.3

43. Micro, Small and Medium Enterprises Development Act, 2006

On the basis of information and records available with the Management, the following disclosure pursuant to the Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act') are made for the amounts due to the Micro and Small enterprises, who have registered with the competent authorities:

Rs. in million

Particulars	As at March 31, 2026	As at March 31, 2025
The principal amount and the interest due thereon remaining unpaid to any supplier registered under the MSMED Act as at the end of the year.		
– Principal amount	255.9	384.1
– Interest amount	0.3	0.6
The interest paid / settled by the buyer in terms of Sections 16 of the Micro, Small and Medium Enterprises Development Act, 2006, along with the amount of payments made beyond the appointed date during each account year		
– Principal amount	1,126.3	1,488.9
– Interest amount	—	—
The amount of interest due and payable for the period of delay in making payment (which has been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006.	9.6	15.8
The amount of interest accrued and remaining unpaid at the end of each accounting year.	9.9	16.3
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the micro, small and medium enterprise.*	49.9	40.1

* Figures for the current year excludes interest remaining due and payable amounting to Rs. 0.1 million pertaining to discontinued operations.

44. Exceptional items

Rs. in million

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit on sale of its non-core assets (i.e. residential properties)	—	292.9
Total	—	292.9

Notes to the Consolidated Financial Statements as at March 31, 2026

45. Other provisions

Rs. in million

	As at March 31, 2026	As at March 31, 2025
At the commencement of the year	264.0	263.8
Add: Provisions made / (reversed) during the year (net)	4.0	0.6
Less: Utilisation during the year	—	0.4
At the end of the year	268.0	264.0

Other provisions represents provisions for certain income tax, indirect taxes and other legal matters, the outflow of which would depend on settlement/ conclusion of these matters with the relevant authorities or cessation of the respective events.

46. Corporate Social Responsibility ('CSR')

As per Section 135 of the Act, a Company meeting the applicability threshold, needs to spend atleast 2% of its average net profit for the immediately preceding three financial years on CSR activities. The major areas for CSR activities are promoting education facilities, sanitation and making available safe drinking water. A CSR committee has been formed by the Company as per the Act.

- (a) Gross amount required to be spent by the Group during the year: **Rs. 129.3 million** (Previous Year: Rs. 138.2 million)
- (b) The areas of CSR activities and contributions made thereto are as follows:

Rs. in million

Amount spent during the year on:	For the year ended March 31, 2026	For the year ended March 31, 2025
1) Construction / Acquisition of any assets	—	—
2) For purposes other than (1) above:		
– Promoting sanitation and making available safe drinking water	47.2	19.6
– Promoting education facilities & rural infrastructure	76.6	65.0
– Ensuring environmental sustainability, conservation of natural resources and ecological balance.	25.7	—
– Administration Expenses	6.6	6.9
	156.1	91.5

- (c) Details of excess CSR expenditure under Section 135(5) of the Act:

Rs. in million

	Amount required to be spent during the year	Amount spent during the year	Amount b/f from previous year	Funds towards Ongoing Projects deposited to CSR unspent bank account
For the year ended March 31, 2026 ##	129.3	40.7	—	88.6
For the year ended March 31, 2025 #	138.2	18.3	2.3	122.2

Subsequently deposited to CSR unspent bank account as on April 23, 2025

Subsequently deposited to CSR unspent bank account as on April 8, 2026

Details of CSR expenditure on ongoing projects under Section 135(6) of the Act:

Rs. in million

	Opening Balance (In Separate CSR Bank Account)	Funds towards Ongoing Projects deposited to CSR unspent bank account	Amount Spent during the year (From Separate CSR Bank Account)	Closing Balance (In Separate CSR Bank Account)
For the year ended March 31, 2026*	29.5	122.2	115.4	36.3
For the year ended March 31, 2025*	17.1	85.6	73.2	29.5

* Refer Note 18 and 23

Notes to the Consolidated Financial Statements as at March 31, 2026

47. Employee Benefits

(a) Defined contribution plans:

The Group's contribution to defined contribution funds comprising of Superannuation fund, provident fund, Employees' State Insurance Schemes and National Pension System (NPS)* scheme amounting to Rs. 351.6 million (Previous Year Rs. 328.9 million) (net of recoveries) has been charged to the Statement of Profit and Loss.

* Includes amount related to discontinued operations

(b) Defined benefit plans:

(i) Gratuity

Gratuity is payable to all eligible employees of the Company on retirement, death, permanent disablement and resignation in terms of provisions of the Social Security rules, or as per the Group's scheme whichever is more beneficial. The Group irrevocably contributes funds to a separate Gratuity Trust which is recognised by Income Tax authorities.

Rs. in million

	Gratuity Funded	
	As at March 31, 2026	As at March 31, 2025
I) Reconciliation of present value of defined benefit obligation		
Balance at the beginning of the year	992.3	961.9
Benefits paid from plan	(74.3)	(83.2)
Current service cost	92.1	68.7
Past service cost	12.0	—
Interest cost	66.0	64.9
Actuarial gain / loss recognised in other comprehensive income		
– Changes in financial assumptions	0.9	19.6
– Changes of experience adjustments	68.5	(39.6)
Less: Liabilities related to discontinued operations (Refer Note 50)	(113.0)	—
Balance at the end of the year	1,044.5	992.3
II) Reconciliation of present value of plan assets		
Balance at the beginning of the year	501.0	570.3
Contributions paid into plan	—	—
Benefits paid	(74.3)	(83.2)
Return on plan assets (excluding interest income)	(48.5)	(24.2)
Interest income	28.0	38.1
Actuarial Gains and Losses on Plan Assets	(7.5)	—
Less: Plan assets related to discontinued operations (Refer Note 50)	(50.8)	—
Balance at the end of the year	347.9	501.0
Net liability (I-II)	696.6	491.3
III) Expenses recognised in the Statement of Profit and Loss*		
Current service cost	92.1	68.7
Past service cost	12.0	—
Interest cost	66.0	64.9
Interest income	(31.9)	(38.1)
Expenses recognised in the Statement of Profit and Loss	138.2	95.5
IV) Remeasurements recognised in other comprehensive income*		
Actuarial loss / (gain) on defined benefit obligation	69.4	(20.0)
Return on plan assets excluding interest income	59.8	24.2
	129.2	4.2

* Includes amount related to discontinued operations

Notes to the Consolidated Financial Statements as at March 31, 2026

47. Employee Benefits (Continued)

(b) Defined benefit plans: (Continued)

The plan assets under the Gratuity scheme are deposited under approved securities. The major categories of plan assets as a percentage of total plan assets are provided below :-

	As at March 31, 2026	As at March 31, 2025
Government of India securities	24%	30%
State government securities	13%	12%
Public Sector Unit bonds	36%	32%
Fixed deposit and others	0%	16%
Special deposit scheme	5%	0%
Mutual funds	21%	10%
Total	100%	100%

The assumptions used for actuarial valuation are as follows:-

	As at March 31, 2026	As at March 31, 2025
Discount rate	6.85%	6.88%
Expected salary increase rate	6% - 8% p.a.	6% - 8% p.a.
Attrition Rate	2% - 9% p.a.	2% - 9% p.a.
In-service mortality rates	Indian Assured Lives Mortality (2012-14) Ultimate	Indian Assured Lives Mortality (2012-14) Ultimate

The expected rate of return on assets is based on the expectation of the average long term rate of return on investment of the fund, during the estimated term of obligation.

The obligations are measured at the present value of estimated future cash flows by using a discount rate that is determined with reference to the market yields at the Balance Sheet date on Government Bonds which is consistent with the estimated terms of the obligation.

The estimate of future salary increase, considered in the actuarial valuation, takes into account inflation, seniority, promotion and other relevant factors such as supply and demand in the employment market.

Rs. in million

Expected total benefit payments*	As at March 31, 2026	As at March 31, 2025
Year 1	124.5	95.7
Year 2	171.2	107.7
Year 3	119.8	143.3
Year 4	145.6	101.5
Year 5	133.4	129.1
Next 5 years	579.3	491.4

* Includes amount related to discontinued operations

Sensitivity analysis - defined benefit obligation end of period*

Rs. in million

	As at March 31, 2026	As at March 31, 2025
Discount rate +100 basis points	1,088.2	931.7
Discount rate -100 basis points	1,229.4	1,057.2
Salary Increase Rate +1%	1,226.2	1,053.5
Salary Increase Rate -1%	1,092.7	934.8
Attrition Rate +1%	1,148.8	985.1
Attrition Rate -1%	1,165.0	998.6

* Includes amount related to discontinued operations

The above sensitivity analyses are based on a change in an assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of defined benefit obligation calculated with projected unit credit method at the end of reporting period) has been applied as when calculating the defined benefit liability recognised in the Balance Sheet. The method and type of assumptions used in preparing the sensitivity analysis for current year are in line with previous year.

The contribution expected to be made by the Group during the financial year 2026-27 is Rs. Nil (Previous Year Rs. Nil).

Notes to the Consolidated Financial Statements as at March 31, 2026

47. Employee Benefits (Continued)

(b) Defined benefit plans: (Continued)

Risk exposure

The fund assets for Gratuity are maintained by BASF trust fund, a legally independent funded plan, which is financed by contribution of employees and the employer as well as the return on plan asset.

Following risk-mitigating strategies are adopted for the Funds:

Being managed passively, the debt segments of the portfolios are predominantly exposed to Credit Risk and Reinvestment Risk. These risks are managed in the following manner:

Reinvestment risk: Reinvestment risk is minimized by spreading maturities of debt investments across various years. Here a balance is struck between minimizing reinvestment risk and maximizing yield given the term structure of interest rates, issuance pattern of debt instruments and their liquidity.

Owing to the investment regulation, the Funds have also invested in Equity Mutual Funds which are exposed to Market Risk.

Market risk: Market risk is minimized by (a) ensuring that schemes selected for investment have high-ranking by independent agencies (b) large-cap orientation and (c) have a track record of superior down-side management. Further, volatilities in returns of these schemes are minimized by staggering deployment in the schemes across months which bring in cost-averaging. Performance of the schemes is monitored on a monthly basis. Corrective action, if required, is recommended for schemes that underperform their peers and the benchmark consistently.

Credit risk: Credit risk is minimized by spreading exposure to multiple debt issuers, i.e. by not allowing exposure to an individual debt issuer to exceed by 5%-10% (depending on the issuer type) of the total portfolio at any time. Further, investments are made only in high grade bonds. Rating migrations in the instruments held in the portfolios are tracked regularly and are reported to the Trustees in case of downgrades. Corrective action on downgrades is suggested, if deemed necessary.

(c) Share-based payments (Long Term Incentive):

The Ultimate Holding Company ('BASF SE') offers following two types of Share Price based compensation program for senior executives of BASF group. Participation in these programs is voluntary.

(i) BASF Option Program ('BOP'):

The option program starts every year on July 1. After the two-year vesting period, the options can be exercised for a period of four years. Options that have not been exercised by the end of the exercise period of the respective program are forfeited, without any subsequent payment obligations towards the bearer. BOP was offered for the last time in 2020. All option rights granted during the BOP program years remain valid until the end of their respective exercise periods.

The model used in the valuation of the option plans are based on the arbitrage-free valuation model according to Black-Scholes. The fair values of the options are determined using the binomial model.

(ii) 'Strive!' – Performance Share Units (PSUs):

Since 2020, a new Long term incentive program, known as Strive!, is established in the form of a performance share plan. The new plan is based on achievement of strategic targets and takes into account BASF SE's share price and dividend performance (total shareholder return) over a four-year period.

A Strive! plan includes a four-year performance period with a fixed disbursement date. A target amount is determined at the beginning of a new Strive! plan for every participant. This target amount is converted into a preliminary number of virtual performance share units (PSUs) by dividing it by the average BASF share price. The number of PSUs that are ultimately paid out at the end of the performance period depends on the achievement of the strategic targets.

Since the Holding Company receives the services of the employees to whom the options have been granted by BASF SE and has no obligation to settle these options, the Holding Company has recognized both the above plans as equity settled share based payment transactions in accordance with the requirements of paragraph 43 A and 43 B of Ind AS 102 Share Based Payments.

Further for new PSUs granted effective 2024 under "Strive", the settlement shall be borne by the Holding Company in accordance with changes in group policy and accordingly the same has been recognised as cash settled share based payment.

Notes to the Consolidated Financial Statements as at March 31, 2026

47. Employee Benefits (Continued)

(c) Share-based payments (Long Term Incentive): (Continued)

Charge for the year and related assumptions are summarised in below tables:

BASF Option Program ('BOP'):

		For the year ended March 31, 2026	For the year ended March 31, 2025
Charge / (Credit) included in employee benefit expense (net of reversals)	Rs. in million	(7.0)	(6.9)
Options outstanding at the beginning of the year	Nos	12,430.0	14,373.0
Options granted during the year	Nos	—	—
Options forfeited, exercised or expired during the year	Nos	(2,586.0)	(1,943.0)
Outstanding at the end of the year	Nos	9,844.0	12,430.0

'Strive!' – Performance Share Units (PSUs):

		For the year ended March 31, 2026	For the year ended March 31, 2025
Charge / (Credit) included in employee benefit expense	Rs. in million	6.6	4.1
PSUs outstanding at the beginning of the year	Nos	6,416.0	5,832.0
PSUs granted during the year	Nos	2,761.0	2,136.0
PSUs forfeited, exercised or expired during the year	Nos	(1,775.0)	(1,552.0)
Outstanding at the end of the year	Nos	7,402.0	6,416.0
Fair value of options and parameters used for valuation		As at Dec 31, 2025	As at Dec 31, 2024
Fair value / PSU	Euro	43.2	42.3
Weighted target achievement	%	108.3	109.0
Base price of BASF SE's shares	Euro	44.6	43.9

(d) Other long term employee benefits:

(i) Long service awards:

Long Service Awards are payable to employees on completion of specified years of service.

(ii) Compensated absences:*

Eligible employees can carry forward and encash leave on superannuation, death, permanent disablement and resignation as per Company's policy.

For compensated absences, the amount of the provision of **Rs. 448.5 million** (Previous Year: Rs. 406.5 million) is presented as current, since the Company does not have an unconditional right to defer settlement for any of these obligations. However, based on past experience, the Company does not expect all employees to take the full amount of accrued leave or require payment within the next 12 months. Leave obligations not expected to be settled within the next 12 months is **Rs. 400.9 million** (Previous Year: Rs. 368.6 million) based on actuarial valuation.

* Includes amount related to discontinued operations

48. Operating Segments

The Group has following business segments for reporting purpose. The divisions are allocated to the segments based on their business models.

Details of type of products included in each segment:

- Agricultural Solution - The Agricultural Solutions segment consists of the Crop Protection division. Agricultural Solution is seasonal in nature
- Materials – The Materials segment comprises Performance Materials divisions, the Monomers divisions

Notes to the Consolidated Financial Statements as at March 31, 2026

48. Operating Segments (Continued)

- Industrial Solutions - The Industrial Solutions segment consists of the Dispersions & Pigments divisions and Performance Chemicals divisions*
- Surface Technologies - The Surface Technologies segment comprises of Coatings divisions (Refer Note 50)
- Nutrition & Care - The Nutrition & Care segment consists of the Care Chemicals and Nutrition & Health divisions
- Chemicals - The Chemicals segment consists of the Petrochemicals and Intermediates divisions
- Others – Others includes activities that are not allocated to any of the continued operating divisions. These includes remaining activities after divestiture of leather and textile chemicals business, paper wet-end and water chemicals business, technical and service charges other than those specifically identifiable to above segments.

Un-allocable Corporate Assets mainly includes Current tax assets (net), Deferred tax assets (net), Cash and cash equivalents, Inter corporate deposits and other un-allocable assets.

Un-allocable Corporate Liabilities mainly includes Current tax liabilities (net) and other un-allocable liabilities.

* As part of the implementation of the new strategy, the Catalysts division which was part of Surface Technologies Segment was restructured and is reported as part of the Performance Chemicals division in the Industrial Solutions segment, effective January 1, 2025. As a result, the Surface Technologies segment will now comprise only one standalone business i.e. the Coatings division. Comparative figures for prior periods / years have been restated to conform to the current period/ year presentation, in accordance with Ind AS 108 "Operating Segments".

(a) Business Segments#

The previous year's figures are given in italic light type below each item

Rs. in million

	Agricultural Solution	Materials	Industrial Solutions	Surface Technologies (Discontinued Operations)	Nutrition & Care	Chemicals	Others	Un-allocated	Total
Segment revenue	19,440.2	46,249.9	29,457.0	5,946.1	35,005.8	18,468.7	818.4	—	155,386.1
	20,647.3	49,412.3	27,949.5	4,796.4	28,749.6	19,958.7	1,086.2	—	152,600.0
Less : Inter-segment revenue	—	—	—	—	—	—	—	—	—
Sales / Revenue from operations	19,440.2	46,249.9	29,457.0	5,946.1	35,005.8	18,468.7	818.4	—	155,386.1
	20,647.3	49,412.3	27,949.5	4,796.4	28,749.6	19,958.7	1,086.2	—	152,600.0
Segment result	2,542.3	1,847.3	1,538.4	30.7	311.8	302.3	(146.0)	—	6,426.8
	3,105.5	1,582.7	964.5	(64.7)	647.0	356.0	61.9	—	6,652.9
Finance costs								191.2	191.2
								153.7	153.7
Other un-allocable expenditure (net of un-allocable income)								592.3	592.3
								331.5	331.5
Profit / (Loss) before tax and exceptional item									5,643.3
									6,167.7
Exceptional item gain / (loss) (net) (Refer note 44)							—		—
							292.9		292.9
Tax									1,442.3
									1,670.0
Profit / (Loss) after tax									4,201.0
									4,790.6

Notes to the Consolidated Financial Statements as at March 31, 2026

48. Operating Segments (Continued)

(a) Business Segments# (Continued)

Rs. in million

	Agricultural Solution	Materials	Industrial Solutions	Surface Technologies (Discontinued Operations)	Nutrition & Care	Chemicals	Others	Un-allocated	Total
OTHER INFORMATION									
Segment assets	14,889.7	22,791.4	12,292.2	4,901.3	12,712.6	4,974.1	849.3	10,945.8	84,356.4
	16,630.8	20,509.5	11,700.8	3,700.5	10,359.3	4,944.1	867.3	15,912.1	84,624.4
Segment liabilities	7,678.9	13,099.4	7,276.9	2,736.3	8,867.6	4,712.7	232.7	177.3	44,781.8
	4,433.8	17,208.8	9,254.3	1,703.1	8,873.7	6,439.9	222.6	145.4	48,281.6
Capital expenditure	8.1	1,519.0	506.3	204.3	98.4	0.3	—	—	2,336.4
	117.4	3.6	523.5	39.5	123.9	773.9	1.4	—	1,583.2
Depreciation and amortisation	271.1	537.7	473.0	60.7	136.2	33.2	0.3	—	1,512.2
	239.2	584.8	512.5	74.7	284.2	60.6	22.0	—	1,778.0
Non-cash charges – Loss allowance on trade receivables	174.4	20.8	3.4	9.9	10.8	(1.8)	(2.1)	—	215.4
	115.0	8.2	5.3	4.7	(1.7)	0.4	0.9	—	132.8

(b) Geographic Segments

Rs. in million

	Domestic	Exports	Total
Revenue	151,358.9	4,027.2	155,386.1
	148,779.9	3,820.1	152,600.0
Non-current assets (excluding financial instruments & deferred / income tax asset)	11,023.0	—	11,023.0
	9,590.2	—	9,590.2

Includes discontinued operations

Note:

Revenue from major customer:

The Company is not reliant on revenues from transactions with any single customer and does not receive 10% or more of its revenue from transactions with any single external customers.

48A. Disclosure under Indian Accounting Standard 115

a) Contract liability:

- Contract liability in respect of amount collected in advance towards satisfaction of performance obligations for goods/ services to customers has been reflected as "Advances received from customers" in Note 23 - Other Current Liabilities.
- The Company operates a customer incentive programme where retail customers accumulate reward points for purchases made which entitle them to incentives. A contract liability for the reward points is recognised at the time of the sale. Contract liability in respect of customer incentive schemes has been adjusted in Revenue and reflected as "Accrual for customer incentive schemes" in Note 23 - Other Current Liabilities.

b) Reconciliation of Revenue recognised with contract price*:

Rs. in million

	For the year ended March 31, 2026	For the year ended March 31, 2025
Contract Price	160,792.3	157,894.2
Adjustment for: Rebates/ discounts/ customer incentive scheme	(5,406.2)	(5,294.2)
Revenue (point in time)	155,386.1	152,600.0

* Includes discontinued operations

- Disaggregation of revenue recognized from contracts with customers by geographical area and business segment is disclosed in segment reporting (Refer Note 48)

Notes to the Consolidated Financial Statements as at March 31, 2026

48A. Disclosure under Indian Accounting Standard 115 (Continued)

d) Contract liabilities:

Rs. in million

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Balance at the beginning of the year	579.9	214.4
Add: Addition during the year	546.2	579.9
Less: Amount of revenue recognized during the year	(579.9)	(214.4)
Balance at the end of the year	546.2	579.9

49. Related Party Disclosure

a) Parties where control exists

BASF Societas Europaea ('SE')

Ultimate holding company

BASF Schweiz AG

Subsidiary of Ultimate Holding Company

b) Wholly owned Subsidiary

BASF India Coatings Private Limited (w.e.f December 11, 2023)

BASF Agricultural Solutions India Limited (w.e.f. May 2, 2025)

c) Other related parties with whom transactions have taken place during the year or balances outstanding at the year end

Parties under common control

BASF Advanced Chemicals Co. Ltd.

BASF Agricultural Solutions Deutschland GmbH

BASF Agricultural Solutions US LLC

BASF Agro B.V.

BASF Agrochemical Products B.V.

BASF AS

BASF Asia-Pacific Service Centre Sdn. Bhd.

BASF Australia Ltd.

BASF Bangladesh Ltd.

BASF Belgium Coordination Center Comm. V.

BASF Business Services Holding GmbH

BASF Care Chemicals (Shanghai) Co. Ltd.

BASF Catalysts India Private Limited

BASF Chemicals Company, Ltd.

BASF Chemicals India Private Limited

BASF Coatings Española S.L.U

BASF Coatings France SAS

BASF Coatings GmbH

BASF Company Ltd.

BASF Construction Additives GmbH

BASF Corporation

BASF Crop Protection (Jiangsu) Co. Ltd.

BASF Digital Solutions GmbH (earlier known as BASF Business Services GmbH)

BASF East Asia Regional Headquarters Ltd.

BASF Espanola S.L.U.

BASF FZE

BASF Hong Kong Ltd.

BASF Integrated Site (Guangdong) Co. Ltd.

BASF IP Licensing GmbH

BASF Italia S.p.A.

BASF Japan Ltd.

BASF Lanka (Private) Limited

BASF Metals LLC

BASF Mexicana, S.A. de C.V.

BASF Nederland B.V.

BASF New Zealand Ltd.

BASF Pakistan (Pvt.) Limited

BASF Performance Polyamides Korea Co. Ltd.

BASF PETRONAS Chemicals Sdn. Bhd.

BASF Pharma (Callanish) Ltd.

BASF Polyurethane Specialties (China) Co., Ltd.

BASF Polyurethanes (China) Co. Ltd.

BASF Polyurethanes (Chongqing) Co., Ltd

BASF Polyurethanes GmbH

BASF S.A.

BASF Saudi Arabia Limited Company

BASF Schwarzheide GmbH

BASF Services Europe GmbH

BASF Shanghai Coatings Co. Ltd.

BASF Shanshan Battery Materials Co.

BASF South East Asia Pte. Ltd.

BASF Specialty Chemicals (Nanjing) Co. Ltd.

BASF Specialty Material (Jiangsu) Co., Ltd.

BASF Taiwan Ltd.

BASF Tuerk Kimya Sanayi ve Ticaret Ltd. Sti.

BASF Vietnam Co. Ltd.

BASF - YPC Company Limited

BASF (China) Company Ltd.

BASF (Malaysia) Sdn. Bhd.

BASF (Thai) Limited

Chemetall India Private Limited

Cognis IP Management GmbH

hte GmbH

Isobionics B.V.

Nunhems India Private Limited

P.T. BASF Indonesia

PT BASF Care Chemicals Indonesia

Shanghai BASF Polyurethane Co. Ltd.

Thai Ethoxylate Co., Ltd.

Toray BASF PBT Resin SDN. BHD.

Notes to the Consolidated Financial Statements as at March 31, 2026

49. Related Party Disclosure (Continued)

d) Post employment benefit plans

BASF India Ltd. Employees Gratuity Fund

BASF India Ltd. Superannuation Fund Trust

e) Key management personnel

Mr. Pradip P. Shah (Chairman, Independent director till March 31, 2024 and Chairman, Non-Executive Non-Independent director w.e.f. April 1, 2024)

Mr. Alexander Gerding (Managing Director)

Dr. Ramkumar Dhruva (Non-Executive Director)

Mr. Marcelo R. Lu (Non-Executive Director) (w.e.f. February 12, 2024 till November 30, 2025)

Mr. Andrew Poslethwaite (Non-Executive Director) (w.e.f. December 1, 2025)

Mrs. Shyamala Gopinath (Independent Director)

Mr. Bahram Vakil (Independent Director) (w.e.f. April 1, 2024)

Ms. Sonia Singh (Independent Director) (w.e.f. April 1, 2024)

Mr. Narendranath J. Baliga (Chief Financial Officer & Alternate Director till December 31, 2024 and Chief Financial Officer & Whole time Director w.e.f. January 1, 2025)

Mr. Anil kumar Choudhary (Manufacturing Head & Whole time Director)

Mr. Manohar Kamath (Company Secretary)

Mr. Sunil Sarangi (Managing Director - BASF India Coatings Private Limited)

Mr. Giridhar Ranuva (Director - BASF Agricultural Solutions India Limited)

f) Details of transactions with parties where control exists / under common control for the year ended March 31, 2026

Rs. in million

Nature of Transactions	Parties where control exists		Parties under common control		Total	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Sale of Goods						
BASF SE	98.9	64.6	—	—	98.9	64.6
BASF Hong Kong Ltd.	—	—	1,313.3	1,154.3	1,313.3	1,154.3
BASF Australia Ltd.	—	—	135.6	90.4	135.6	90.4
BASF (Shanghai) Coatings Manufacturing Company Limited	—	—	159.4	1.0	159.4	1.0
Others	—	—	405.0	539.5	405.0	539.5
Sub-Total	98.9	64.6	2,013.3	1,785.2	2,112.2	1,849.8
Services Rendered (including reimbursements)						
BASF SE	693.4	535.6	—	—	693.4	535.6
BASF Coatings GmbH	—	—	290.4	97.8	290.4	97.8
BASF South East Asia Pte. Ltd.	—	—	86.1	98.4	86.1	98.4
BASF Chemicals India Private Limited	—	—	179.0	177.6	179.0	177.6
Others	—	—	256.8	377.3	256.8	377.3
Sub-Total	693.4	535.6	812.3	751.1	1,505.7	1,286.7
Interest Income on Inter Corporate Deposits given						
BASF Chemicals India Private Limited	—	—	3.3	22.8	3.3	22.8
BASF Catalysts India Private Limited	—	—	122.2	313.6	122.2	313.6
Sub-Total	—	—	125.5	336.4	125.5	336.4
Purchase of Goods/Materials						
BASF SE	7,265.0	9,280.0	—	—	7,265.0	9,280.0
BASF Hong Kong Ltd.	—	—	35,558.2	39,214.4	35,558.2	39,214.4
BASF South East Asia Pte. Ltd.	—	—	14,351.9	11,757.7	14,351.9	11,757.7
BASF Petronas Chemicals Sdn Bhd	—	—	9,319.0	8,542.3	9,319.0	8,542.3
BASF Company Ltd.	—	—	12,860.8	12,297.0	12,860.8	12,297.0
Others	—	—	18,232.2	24,573.6	18,232.2	24,573.6
Sub-Total	7,265.0	9,280.0	90,322.1	96,385.0	97,587.1	105,665.0

Notes to the Consolidated Financial Statements as at March 31, 2026

49. Related Party Disclosure (Continued)

f) Details of transactions with parties where control exists / under common control for the year ended March 31, 2026
(Continued)

Rs. in million

Nature of Transactions	Parties where control exists		Parties under common control		Total	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Services Received (including reimbursements)						
BASF SE	1,386.0	1,144.8	—	—	1,386.0	1,144.8
BASF Asia-Pacific Service Centre Sdn. Bhd.	—	—	838.5	636.6	838.5	636.6
BASF Chemicals India Private Limited	—	—	223.1	204.1	223.1	204.1
BASF Digital Solutions GmbH	—	—	874.1	595.8	874.1	595.8
BASF Coatings GmbH	—	—	324.7	87.4	324.7	87.4
Others	—	—	411.5	356.0	411.5	356.0
Sub-Total	1,386.0	1,144.8	2,671.9	1,879.9	4,057.9	3,024.7
Royalty						
BASF SE	529.4	727.4	—	—	529.4	727.4
BASF IP Licensing GmbH	—	—	815.2	467.8	815.2	467.8
BASF Coatings GmbH	—	—	157.5	140.7	157.5	140.7
Others	—	—	7.3	—	7.3	—
Sub-Total	529.4	727.4	980.0	608.5	1,509.4	1,335.9
Dividend						
BASF SE	456.7	342.5	—	—	456.7	342.5
BASF Schweiz AG	178.2	133.6	—	—	178.2	133.6
Sub-Total	634.9	476.1	—	—	634.9	476.1
Inter Corporate Deposits given during the year (including renewals during the year)						
BASF Chemicals India Private Limited	—	—	650.0	1,320.0	650.0	1,320.0
BASF Catalysts India Private Limited	—	—	8,300.0	19,300.0	8,300.0	19,300.0
Sub-Total	—	—	8,950.0	20,620.0	8,950.0	20,620.0
Inter Corporate Deposits repayment received during the year (including renewals during the year)						
BASF Chemicals India Private Limited	—	—	650.0	1,670.0	650.0	1,670.0
BASF Catalysts India Private Limited	—	—	13,400.0	19,300.0	13,400.0	19,300.0
Sub-Total	—	—	14,050.0	20,970.0	14,050.0	20,970.0
Purchase of Assets						
BASF (MALAYSIA) SDN.BHD.	—	—	—	4.2	—	4.2
Sub-Total	—	—	—	4.2	—	4.2
Sale of Assets						
BASF Polyurethanes GmbH	—	—	0.1	—	0.1	—
BASF Chemicals India Private Limited	—	—	1.6	—	1.6	—
Sub-Total	—	—	1.7	—	1.7	—
Outstanding Receivables						
BASF SE	314.2	194.9	—	—	314.2	194.9
BASF Hong Kong Ltd.	—	—	299.8	277.3	299.8	277.3
BASF Coatings GmbH	—	—	311.7	15.5	311.7	15.5
BASF (Shanghai) Coatings Manufacturing Company Limited	—	—	214.1	2.3	214.1	2.3
Others	—	—	295.1	304.7	295.1	304.7
Sub-Total	314.2	194.9	1,120.6	599.7	1,434.9	794.7

Notes to the Consolidated Financial Statements as at March 31, 2026

49. Related Party Disclosure (Continued)

- f) Details of transactions with parties where control exists / under common control for the year ended March 31, 2026 (Continued)

Rs. in million

Nature of Transactions	Parties where control exists		Parties under common control		Total	
	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025	March 31, 2026	March 31, 2025
Outstanding Payables						
BASF SE	5,754.6	5,200.5	—	—	5,754.6	5,200.5
BASF Hong Kong Ltd.	—	—	10,026.9	10,895.4	10,026.9	10,895.4
BASF South East Asia Pte. Ltd.	—	—	3,619.7	2,683.2	3,619.7	2,683.2
BASF Company Ltd.	—	—	2,813.8	2,859.3	2,813.8	2,859.3
BASF Polyurethanes GmbH	—	—	1,750.4	3,352.4	1,750.4	3,352.4
Others	—	—	8,144.5	10,527.0	8,144.5	10,527.0
Sub-Total	5,754.6	5,200.5	26,355.3	30,317.5	32,109.9	35,517.8
Inter Corporate Deposits Given Outstanding (including interest accrued not due)						
BASF Catalysts India Private Limited	—	—	—	5,125.1	—	5,125.1
Sub-Total	—	—	—	5,125.1	—	5,125.1

- g) Details of transactions with Key Management Personnel

Rs. in million

Particulars	2025-26	2024-25
Short term employee benefits	186.3	149.1
Post-employment benefits	11.0	(7.7)
Employee share based payments *	8.7	4.6
Total	206.0	146.1

* Key managerial personnel Mr. Alexander Gerding, Mr. Narendranath J. Baliga and Mr. Anil Choudhary are eligible for share price based payments (Long Term Incentive) of the Ultimate Holding Company. For schemes announced until 2023, there is no cash outflow from the Company. Further for new share based payments applicable from the year 2024 onwards payouts shall be made by the Company. (Refer note 17 and 47)

- h) Payments to independent directors

Rs. in million

Particulars	2025-26	2024-25
Sitting fees	7.4	5.6
Commission	5.3	5.3
Total	12.7	10.9

- i) Terms and conditions

- All outstanding balances are unsecured and are repayable as per terms of credit and settlement occurs in cash.
- All related party transactions entered during the year were in ordinary course of business and on arms length basis.

50. Discontinued Operations

BASF SE, Germany (Ultimate Holding Company) had globally announced on October 10, 2025 that BASF SE and funds managed by global investment firm Carlyle (NASDAQ: CG), in partnership with Qatar Investment Authority (QIA), has entered into a binding transaction agreement relating to BASF's automotive OEM coatings, automotive refinish coatings, and surface treatment businesses ("BASF Coatings"). Further, BASF will reinvest in the coatings business holding a 40% equity stake.

Accordingly, disclosures as required under Indian Accounting Standard (Ind AS) 105 "Non-Current Assets Held for Sale and Discontinued Operations", in the consolidated financials has been suitably presented.

Further during the year, the Board of Directors of the Holding Company at its meeting held on March 30, 2026 has decided & approved the transfer / sale of the 100% stake held in BASF India Coatings Private Limited, a Wholly Owned Subsidiary, to Bond German BidCo 2 GmbH and Bond France BidCo SAS (Carlyle Group Companies) at a consideration of Rs. 2,301.6 million (as determined by an Independent Valuer), subject to adjustments as necessary, at closing. The transaction is expected to close by first quarter of FY 2026-27 and thereafter BASF India Coatings Private Limited would cease to be the wholly owned subsidiary.

Notes to the Consolidated Financial Statements as at March 31, 2026

50. Discontinued Operations (Continued)

The financial performance and cash flows for discontinuing/ restructuring operations is as follows:

I Statement of Profit/(Loss) from discontinuing/restructuring operations Rs. in million

Particulars	April 1, 2025 to March 31, 2026	April 1, 2024 to March 31, 2025
Revenue from Operations	5,946.1	4,796.4
Other income	2.1	6.5
Total Income	5,948.2	4,802.9
Total Expenses	5,917.5	4,867.6
Profit / (Loss) before exceptional items and tax	30.7	(64.7)
Exceptional items	—	—
Profit / (Loss) before tax	30.7	(64.7)
Tax expense/ (credit):	(8.0)	(16.7)
Profit / (Loss) for the periods/year	38.7	(48.0)
Other comprehensive income		
Items that will not be reclassified to statement of profit and loss		
Remeasurement of the defined benefit plans	(5.1)	1.5
Income tax relating to above item	1.2	(0.4)
Other Comprehensive Income/(Loss) for the periods/year, net of tax	(3.9)	1.1
Total comprehensive income	34.8	(46.9)

II Net cash flows attributable to the discontinuing/restructuring operations Rs. in million

Particulars	April 1, 2025 to March 31, 2026	April 1, 2024 to March 31, 2025
Net cash generated from / (used in) operating activities	80.8	(171.9)
Net cash generated from / (used in) investing activities	(141.2)	(11.4)
Net cash generated from / (used in) financing activities	(106.1)	80.4

Notes to the Consolidated Financial Statements as at March 31, 2026

50. Discontinued Operations (Continued)

III Information of Statement of Profit and Loss restated in respect of audited financial statements of March 31, 2025 is as follows:

Rs. in million

Particulars	Reported amount for the year ended March 31, 2025	Coatings Business classified as Discontinued Operations	Restated Amount for the year ended March 31, 2025
Revenue from operations			
Sale of products	151,149.5	4,703.9	146,445.6
Sale of services	1,313.7	78.0	1,235.7
Other operating revenues	136.8	14.5	122.3
	152,600.0	4,796.4	147,803.6
Other income	794.5	6.5	788.0
Total Income	153,394.5	4,802.9	148,591.6
Expenses			
Cost of materials consumed	52,272.4	3,689.6	48,582.8
Purchase of stock-in-trade	83,522.4	(14.0)	83,536.4
Changes in inventories of finished goods, stock-in-trade and work-in-progress	(7,283.8)	(441.3)	(6,842.5)
Employee benefits expense	4,289.7	402.7	3,887.0
Finance costs	158.3	4.6	153.7
Depreciation and amortisation expenses	1,802.9	99.6	1,703.3
Other expenses	12,464.9	1,126.4	11,338.5
Total Expenses	147,226.8	4,867.6	142,359.2
Profit / (loss) before exceptional items and tax	6,167.7	(64.7)	6,232.4
Exceptional items	292.9	—	292.9
Profit / (Loss) before tax	6,460.6	(64.7)	6,525.3
Tax expense / (credit):			
Current tax	1,843.9	—	1,843.9
(Excess)/Short tax provision for earlier years	—	—	—
Deferred tax (Credit)	(173.9)	(16.7)	(157.2)
	1,670.0	(16.7)	1,686.7
Profit for the year	4,790.6	(48.0)	4,838.6
Discontinued operations			
Profit/(Loss) before tax from discontinued operations	—	—	(64.7)
Tax expense / (Credit) on discontinued operations	—	—	(16.7)
Profit/(Loss) for the year from discontinued operations	—	—	(48.0)
Profit / (Loss) for the year	4,790.6	(48.0)	4,790.6
Other comprehensive income / (loss)			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plan	(4.2)	1.5	(5.7)
Income tax relating to above item	1.0	(0.4)	1.4
Other Comprehensive Loss for the year, net of tax	(3.2)	1.1	(4.3)
Other comprehensive income / (loss) from discontinued operations			
Items that will not be reclassified to statement of profit and loss			
Remeasurement of the defined benefit plans	—	—	1.5
Income tax relating to above item	—	—	(0.4)
Other Comprehensive Income / (Loss) for the year, net of tax	—	—	1.1
Total comprehensive income / (loss) for the year	4,787.4	(46.9)	4,787.4

Notes to the Consolidated Financial Statements as at March 31, 2026

50. Discontinued Operations (Continued)

IV Assets and Liabilities attributable to the discontinuing/restructuring operations

Rs. in million

Particulars	As at March 31, 2026
Assets classified as held for sale	
Non-current assets	
Property, plant and equipment	1,000.8
Right-of-use assets	12.0
Capital work-in-progress	29.6
Other intangible assets	74.6
Financial assets	0.9
Deferred tax assets (net)	43.4
Income tax assets (net)	42.7
Other non-current assets	17.5
Total non-current assets	1,221.5
Current assets	
Inventories	1,332.8
Financial assets	
(i) Trade receivables	1,664.6
(ii) Cash and cash equivalents	131.1
(iii) Other financial assets	61.3
Other current assets	490.0
Total current assets	3,679.8
Total assets classified as held for sale	4,901.3
Liabilities associated with assets classified as held for sale	
Non-current liabilities	
Financial liabilities	
(i) Lease liabilities	12.1
(ii) Other financial liabilities	9.7
Provisions	70.6
Total non-current liabilities	92.4
Current liabilities	
Financial liabilities	
(i) Borrowings	460.8
(ii) Lease liabilities	5.4
(iii) Trade payables	2,006.6
(iv) Other financial liabilities	58.0
Other current liabilities	69.1
Provisions	44.0
Total current liabilities	2,643.9
Total liabilities associated with assets classified as held for sale	2,736.3

Notes to the Consolidated Financial Statements as at March 31, 2026

51. Additional regulatory information required by Schedule III in respect of Subsidiary

Rs. in million

Name of the Entity	Net assets (total assets minus total liabilities)		Share of profit or (loss)		Share in other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount Rs. in million	As % of consolidated profit or (loss)	Amount Rs. in million	As % of consolidated other comprehensive income	Amount Rs. in million	As % of consolidated total comprehensive income	Amount Rs. in million
Parent								
BASF India Limited								
March 31, 2026	100.6%	39,574.6	99.1%	4,162.3	96.0%	(92.9)	99.2%	4,069.4
Subsidiary								
BASF India Coatings Private limited								
March 31, 2026	-0.6%	(243.1)	0.9%	38.7	4.0%	(3.9)	0.8%	34.8
BASF Agricultural Solutions India Limited*								
March 31, 2026	0.0%	0.0	0.0%	—	0.0%	—	0.0%	—
March 31, 2026 (Total)	100.0%	39,331.5	100.0%	4,201.0	100%	(96.8)	100.0%	4,104.2
Parent								
BASF India Limited								
March 31, 2025	100.4%	36,498.6	102.7%	4,919.5	78.1%	(2.5)	102.7%	4,917.0
Subsidiary								
BASF India Coatings Private limited								
March 31, 2025	-0.4%	(155.8)	-2.7%	(128.9)	21.9%	(0.70)	-2.7%	(129.6)
March 31, 2025 (Total)	100.0%	36,342.8	100.0%	4,790.6	100.0%	(3.2)	100.0%	4,787.4

* BASF Agricultural Solutions India Limited's figures are below rounding off norms.

Notes to the Consolidated Financial Statements as at March 31, 2026

- 52.** The Group uses SAP ERP system as its primary accounting software for recording all the accounting transactions and maintaining its books of accounts for the year. SAP has a feature of recording audit trail (edit log) facility and has been operated effectively throughout the year. The Company has adequate mechanisms in form of security audit logging, review of change activities and access rights authorisation review in place for changes made by users with specific privilege access rights and direct changes if any made on database level.

Further, the Group has been maintaining daily backup of books of accounts and other records, on servers physically located in India throughout the year and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

- 53.** The Holding Company has entered into a 25-year long-term Power Purchase Agreement (“PPA”) with Clean Renewable Energy KK 2C Private Limited (‘Special purpose vehicle’ or ‘SPV’) incorporated by Hero Rooftop Energy Private Limited (‘the Developer’) for 2.7 MW of renewable power at its Mangalore site under the prevailing renewable energy policy of the State of Karnataka and the Electricity Act 2003 and the Rules thereunder. This agreement stipulates a lock-in period of 10 years for 100% offtake by the Company of electricity produced by the SPV at agreed rates.

The Holding Company, SPV and the developer have signed a Share Subscription and Shareholder Agreement on April 1, 2024, pursuant to which the Holding Company holds 27% equity share capital of SPV as required under the Applicable Laws allotted on August, 22 2024, by Clean Renewable Energy KK 2C Private Limited.

- 54.** The Holding Company has entered into a a Share Purchase Agreement with Clean Max Enviro Energy Solutions Limited on November 11, 2025 for procuring renewable energy from the hybrid solar and wind farm in the district of Jamnagar, in the State of Gujarat, under the captive power generation mechanism.

Pursuant to this, the Holding Company holds 26% equity share capital of Special Purpose Vehicle, Clean Max Amalfi Private Limited, incorporated by Clean Max Enviro Energy Solutions Limited (‘the Developer’) for expected procurement of ~ 28,860 MWh annually (including green attributes as applicable under law) of renewable power (wind-solar hybrid) for its manufacturing sites at Dahej and Panoli under Captive Power Generation Mechanism, as per the prevailing renewable energy policy of the State of Gujarat and the Electricity Act 2003 and the Rules thereunder (‘Applicable Laws’).

- 55.** The Board of Directors of the Holding Company, at its meeting held on April 25, 2025, has approved the Company's acquisition of 7 fully paid equity shares having face value of Rs. 10 each for a cash consideration aggregating Rs. 70/- (as per independent fair valuation), representing 100% equity interest of BASF Agricultural Solutions India Ltd from BASF SE, Germany (Ultimate Holding Company and promoter of the Company) and its nominee shareholders. The transaction was completed on May 2, 2025, and accordingly, BASF Agricultural Solutions India Ltd has become a wholly owned subsidiary of BASF India Limited.

Further, the Committee of Independent Directors and Audit Committee, the Board of Directors of the Holding Company, at its meeting held on May 14, 2025, has approved a Scheme of Arrangement (‘Scheme’) amongst BASF India Ltd (‘Demerged Company’), BASF Agricultural Solutions India Limited (‘Resulting Company’) and their respective shareholders, providing for the demerger of the Company's Agricultural Solutions Business in compliance with Sections 230 to 232 and other applicable provisions of the Companies Act, 2013.

Subsequent to the approval, the Company received ‘no objection’ letters from BSE Limited and the National Stock Exchange of India Limited in January 2026 and February 2026, respectively. Further, the National Company Law Tribunal (NCLT), by its order dated April 2026, dispensed with the requirement of convening meetings of secured and unsecured creditors of both the Demerged Company and the Resulting Company, as well as the equity shareholders' meeting of the Resulting Company. The NCLT has, however, directed the Company to convene a meeting of its equity shareholders within 90 days from the date of the order to seek approval for the scheme.

The Proposed Transaction is, inter alia, subject to receipt of requisite approvals from statutory and regulatory authorities.

- 56.** The financial statements were approved for issue by the board of directors on May 19, 2026 and are subject to the approval of the shareholders at the Annual General meeting.

As per our report of even date attached

For Deloitte Haskins & Sells LLP
Chartered Accountants
Firm Registration No: 117366W/W-100018

Rupen K. Bhatt
Partner
Membership No: 046930

Place : Mumbai
Date : May 19, 2026

**For and on behalf of Board of Directors of
BASF India Limited**
CIN No.: L33112MH1943FLC003972

Pradip P. Shah
Chairman
DIN : 00066242

Narendranath J. Baliga
Chief Financial Officer
DIN : 07005484

Alexander Gerding
Managing Director
DIN : 09797186

Manohar Kamath
Company Secretary
ACS No: 19749

Place : Mumbai
Date : May 19, 2026

Shyamala Gopinath DIN: 02362921
Bahram Vakil DIN: 00283980
Sonia Singh DIN: 07108778
Anil Kumar Choudhary DIN: 07733817
Directors

BASF India Limited (Standalone)

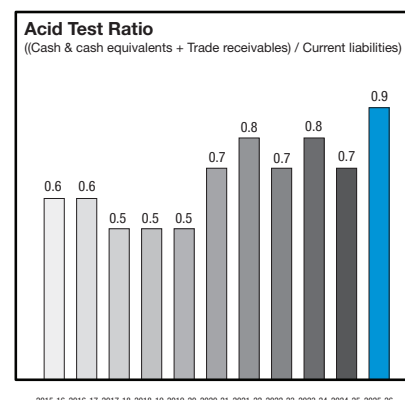
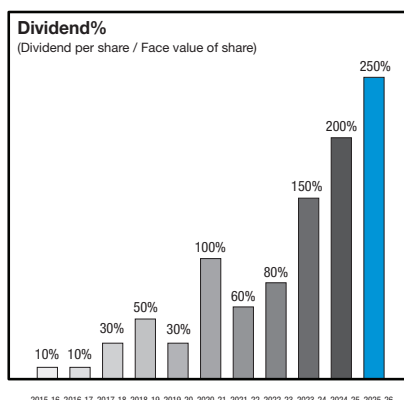
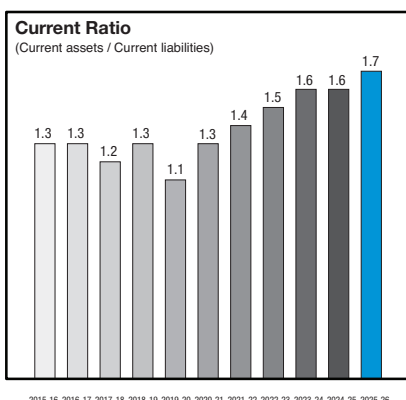
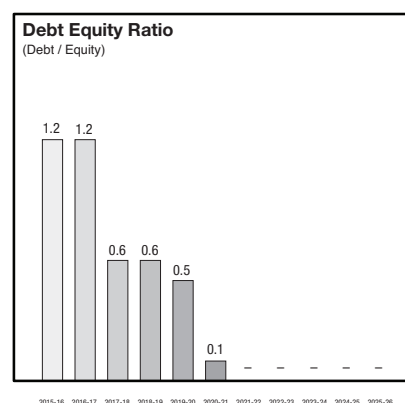
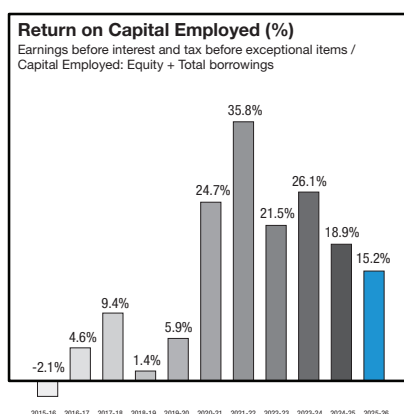
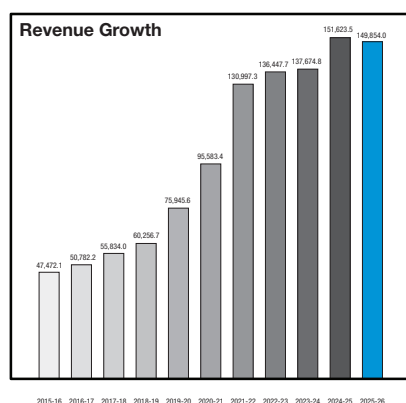
Highlights – At a glance

Rs. in million

	2015-16	2016-17	2017-18	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
Revenue and Earnings											
Revenue from operations (net of excise duty/ GST)	47,472.1	50,782.2	55,834.0	60,256.7	75,945.6	95,583.4	130,997.3	136,447.7	137,674.8	151,623.5	149,854.0
Earnings before interest and tax (EBIT) (before exceptional items)	(544.2)	1,121.6	2,154.2	309.1	1,258.1	4,754.4	7,648.3	5,420.0	7,744.8	6,489.4	5,816.0
Profit/ (Loss) before tax (before exceptional items)	(2,024.8)	(294.8)	1,024.6	(542.0)	423.6	4,378.7	7,473.6	5,280.9	7,589.5	6,333.9	5,619.9
Profit/ (Loss) after tax	(303.7)	(141.3)	2,465.0	817.2	228.7	5,526.1	5,948.4	4,028.9	5,633.5	4,992.0	4,169.2
Earnings per share (Rs. per share)	(7.0)	(3.3)	56.9	18.9	5.3	127.7	137.4	93.1	130.1	115.3	96.3
Capital expenditure, depreciation and amortisation											
Capital expenditure	1,117.8	834.4	679.4	674.5	743.4	647.4	1,316.4	968.9	977.7	1,562.2	2,132.1
Depreciation and amortisation	1,630.9	1,690.3	1,533.9	1,470.9	1,808.6	1,739.2	1,705.7	1,820.8	1,912.1	1,777.9	1,451.5
Number of employees and personnel cost											
Number of employees at year-end	1,904	1,868	1,804	1,673	1,502	1,315	1,327	1,378	1,413	1,258	1,257
Personnel cost	3,275.8	3,219.6	3,514.3	3,764.7	3,625.6	3,449.6	3,806.5	3,921.1	3,921.4	4,167.5	4,648.5
Key Balance Sheet numbers											
Total assets	37,765.6	38,745.5	38,463.6	38,494.8	48,298.9	51,441.1	61,099.3	65,646.3	72,329.6	83,304.9	81,814.9
Borrowings	13,492.2	12,745.5	8,676.9	9,122.1	6,629.5	1,517.7	–	–	–	–	–
Shareholder's equity	11,160.1	11,022.6	13,438.8	14,128.9	12,439.8	17,861.5	23,360.8	27,011.8	32,235.8	36,571.1	39,775.0
Appropriation of profits											
Dividend amount	43.3	43.3	129.9	216.4	129.9	432.9	259.7	346.3	649.3	865.8	1,082.1
Dividend per share (Rs. per share)	1.0	1.0	3.0	5.0	3.0	10.0	6.0	8.0	15.0	20.0	25.0

Notes:

- Previous year figures have been regrouped/ reclassified, wherever necessary to conform to current year classification.
- Revenue from operations has been adjusted with excise duty/ GST for relevant periods for coherent comparison.
- Figures for FY 2024-25 includes discontinued operations.



We create chemistry. We create change.

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 **BASF**

We create chemistry

NOTICE

NOTICE is hereby given that the EIGHTY-SECOND (82nd) ANNUAL GENERAL MEETING (AGM) of BASF INDIA LIMITED will be held on Wednesday, 12th August, 2026 at 3.00 p.m., through Video Conferencing / Other Audio-Visual means (“VC”/“OAVM”), to transact the following business:

ORDINARY BUSINESS

1. To consider and adopt (a) the audited financial statements of the Company for the financial year ended March 31, 2026 and 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 and the report of Auditors thereon and, in this regard, to consider and if thought fit, to pass the following resolutions as **Ordinary Resolutions**:
 - a) “**RESOLVED THAT** the audited financial statements of the Company for the financial year ended March 31, 2026 and the reports of the Board of Directors and Auditors thereon, as circulated to the Members, be and are hereby considered and adopted.”
 - b) “**RESOLVED THAT** the audited consolidated financial statements of the Company for the financial year ended March 31, 2026 and the report of Auditors thereon, as circulated to the Members, be and are hereby considered and adopted.”
2. To declare dividend on equity shares of the Company for the financial year ended March 31, 2026 and, in this regard, to consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** dividend at the rate of Rs. 25/- (Rupees Twenty Five Only) per equity share of face value of Rs. 10/- (Rupees Ten Only) each for the said year, as recommended by the Board of Directors, be and is hereby declared for the financial year ended March 31, 2026 and the same be paid out of the profits of the Company.”
3. To appoint Mr. Pradip P. Shah (DIN: 00066242), who retires by rotation as a Director and, in this regard, to consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Mr. Pradip P. Shah (DIN: 00066242), who retires by rotation at this Annual General Meeting, and being eligible for re-appointment, be and is hereby appointed as a Director of the Company.”
4. To appoint Dr. Ramkumar Dhruva (DIN: 00223237), who retires by rotation as a Director and, in this regard, to consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

“**RESOLVED THAT** in accordance with the provisions of Section 152 and other applicable provisions of the Companies Act, 2013, Dr. Ramkumar Dhruva (DIN: 00223237), who retires by rotation at this Annual General Meeting, and being eligible for re-appointment, be and is hereby appointed as a Director of the Company.”

SPECIAL BUSINESS

5. Payment of remuneration to 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(3) and other applicable provisions, if any, of the Companies Act, 2013 and the Rules made thereunder {including any amendment(s), statutory modification(s) or re-enactment(s) thereof, for the time being in force} and based on the recommendation of the Audit Committee and the approval of the Board of Directors of the Company, the remuneration payable to M/s. R. Nanabhoy & Co., Cost Accountants (Firm Registration No: 000010), appointed by the Board of Directors of the Company as the Cost Auditors to conduct the audit of the cost accounting records of the Company for the financial year ending March 31, 2027, amounting to Rs. 18,91,000/- (Rupees Eighteen Lakhs Ninety-One Thousand Only) plus applicable taxes and reimbursement of out-of-pocket expenses, in connection with the said audit, be and is hereby ratified and confirmed;

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things, and settle all questions or difficulties that may arise with regard to the aforesaid resolution as it may deem fit and to execute any agreements, documents, instructions, etc. as may be necessary or desirable in connection with or incidental to give effect to the aforesaid resolution.”

6. Approval of the limits of Material Related Party transactions.

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 188 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Meetings of Board and its Powers) Rules, 2014 & such other Rules as may be applicable to the Company and in terms of Regulation 23(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (including any amendment(s), modification(s) or re-enactment thereof), the Company’s Related Party Transaction Policy (as amended from time to time) and pursuant to the recommendations of the Audit Committee and the Board of Directors of the Company, the approval of the Members be and is hereby accorded to the Company for entering into and/or carrying out and/or continuing with contracts, arrangements and transactions (whether individually or taken together or series of transactions or otherwise), for the financial year 2026-2027 and for the next financial year 2027-2028 i.e., until the date of the Annual General Meeting of the Company to be held during the calendar year 2027 (maximum validity of 15 (fifteen) months), with the below mentioned Related Parties of the Company as per the amended SEBI Listing Regulations, whether by way of continuation(s) or renewal(s) or extension(s) or modification(s) of earlier contracts/ arrangements/ transactions or as fresh and independent transaction(s) or otherwise, provided that such contracts, arrangements and transactions be undertaken on the terms and conditions as may be mutually agreed between the Company and the said Related Parties are on arm’s length basis and in the ordinary course of business:

Sr. No.	Name and place of the Related Party	Relationship	Nature of transactions	Value per annum (Rs. in crore)
1	BASF Hong Kong Limited (Hong Kong)	Affiliate Company	(a) Sale and/or purchase of chemicals/materials. (b) Availing or rendering of services.	4,500
2	BASF South East Asia Pte Ltd (Singapore)	Affiliate Company	(a) Sale and/or purchase of chemicals/materials. (b) Availing or rendering of services.	2,600

RESOLVED FURTHER THAT the Audit Committee and / or the Board of Directors of the Company be and are hereby authorised to do and perform all such acts, deeds, matters and things as may be necessary to give effect to this Resolution and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members;

RESOLVED FURTHER THAT the Audit Committee and / or the Board of Directors of the Company be and are hereby authorised to delegate all or any of the powers conferred, to any Director or any other Officer(s)/ Authorised Representatives of the Company, to do all such acts and take appropriate steps, as may be considered necessary or expedient, after taking necessary approvals, if required to give effect to this Resolution.”

By Order of the Board of Directors
For BASF India Limited

MANOHAR KAMATH
Director – Legal, General Counsel (India)
& Company Secretary
(ACS: 19749)

Registered Office:

Unit Nos. 10A, 10B & 10C (part),
10th Floor, Godrej One,
Pirojsha Nagar, Eastern Express Highway,
Vikhroli (East), Mumbai - 400 079, India
CIN: L33112MH1943FLC003972

Dated: May 19, 2026

Notes:

1. An Explanatory Statement pursuant to Section 102(1) of the Act read with the Rules, setting out all material facts relating to the Special Business mentioned in this Notice is annexed hereto and forms part of this Notice.
2. The Ministry of Corporate Affairs, Government of India ('MCA') has vide its circular no. 03/2025 dated September 22, 2025, read with general circulars no. 14/2020 dated April 8, 2020, no. 17/2020 dated April 13, 2020, no. 20/2020 dated May 5, 2020 (collectively referred to as 'MCA Circulars') permitted the holding of the Annual General Meeting ('AGM' or 'Meeting') through Video Conferencing facility / Other Audio Visual Means ('VC/OAVM'), till further orders, in accordance with the requirements laid down in Para 3 and Para 4 of the General Circular No. 20/2020 dated May 5, 2020. In compliance with the provisions of the Companies Act, 2013 ('the Act'), the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations') and MCA & SEBI Circulars, the 82nd AGM of the Company is being held through VC/OAVM and the physical presence of the Members at a common venue is not required. The proceedings of the AGM will be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM.
3. As this AGM is being held through VC/OAVM and physical attendance of the Members has been dispensed with in line with the MCA Circulars and the SEBI Circulars, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form and Attendance Slip and Route Map are not annexed to this Notice.
4. In accordance with the aforesaid MCA Circulars, the Company has made necessary arrangements for the Members to register their e-mail addresses for receiving the Notice. Members who have not registered their e-mail addresses are requested to register the same as per the process mentioned in the Notes.
5. In compliance with the provisions of Section 108 of the Companies Act, 2013, Rule 20 of the Companies (Management and Administration) Rules, 2014 and Regulation 44 of the SEBI Listing Regulations, (including any statutory modification(s) or amendment(s) or re-enactment(s) thereof, for the time being in force) and various MCA Circulars, the Company is pleased to provide its Members with the e-Voting facility to exercise their right to vote on the proposed resolutions electronically. For this purpose, the Company has appointed Mr. Hemant Shetye, Practicing Company Secretary, having Membership No. FCS-2827 & Certificate of Practice No. 1483, Designated Partner of M/s. HSPN & Associates LLP, Practicing Company Secretaries, as the Scrutinizer for conducting the e-Voting process in a fair and transparent manner.
6. The Company has engaged National Securities Depository Limited ("NSDL") as the agency to provide the e-Voting facility and the instructions for e-Voting are provided as part of this Notice.
7. The voting rights of Members shall be in proportion to their shares in the paid-up equity share capital of the Company as on the Cut-Off Date i.e., **Wednesday, August 5, 2026**.
8. Corporate Members intending to authorize their representatives to attend the AGM pursuant to Section 113 of the Companies Act, 2013, are requested to send to the Company, a certified copy of the relevant Board Resolution together with the respective specimen signatures of those representative(s) authorised under the said resolution to attend and vote on their behalf at the meeting.
9. The Members of the Company can join the AGM through VC/OAVM 15 minutes before the scheduled time of the commencement of the AGM. The facility of participation at the AGM through VC/OAVM will be made available to at least 1000 Members of the Company on first come first served basis. This will not include large Members (Members holding 2% or more shares of the Company), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of various Committees of the Company, Auditors etc. who are allowed to attend the AGM without any restriction.
10. The attendance of the Members at the AGM through VC/OAVM will be counted for the purpose of determining the quorum under Section 103 of the Companies Act, 2013.

11. The Register of Members and the Share Transfer Books of the Company will be closed from **Friday July 31, 2026 to Wednesday, August 5, 2026** (both days inclusive) for the purpose of determining the eligibility of the Members entitled to Dividend, subject to the approval of the Members at the AGM.
12. Dividend as recommended by the Board of Directors, if approved at the AGM, will be paid on or after Monday, August 17, 2026 in respect of equity shares held in the Company in physical form, to those Members whose names appear in the Company's Register of Members and in respect of equity shares held in demat form to those "Deemed Members" whose names appear in the Statement of Beneficial Ownership furnished by the NSDL and the Central Depository Services (India) Limited ("**CDSL**") at the close of business hours on **Thursday, July 30, 2026**.
13. Members are requested to submit their queries/requests for clarification, if any, on the Annual Report via e-mail to Mr. Manohar Kamath, Director - Legal, General Counsel (India) & Company Secretary at manohar.kamath@basf.com and / or at investor-grievance-india@basf.com latest by **Friday, July 31, 2026** to enable the Company to furnish the replies at the AGM.
14. Members are requested to notify any change in their address or bank mandate to: (a) their respective Depository Participants in case of equity shares held in electronic form; or (b) the Company's Registrar & Share Transfer Agent, MUFG Intime India Private Limited (Formerly Link Intime India Private Limited) at C-101, Embassy 247, L.B.S Marg, Vikhroli (West), Mumbai - 400083, in case of equity shares held in physical form.
15. Members holding equity shares under multiple folios are requested to submit their applications to MUFG Intime India Private Limited (Formerly Link Intime India Private Limited) for consolidation of folios into a single folio.
16. Pursuant to the provisions of Section 124(5) of the Act, amounts transferred to the unpaid dividend account of the Company, which remains unpaid or unclaimed for a period of seven years from the date of such transfer to the unpaid dividend account, shall be transferred by the Company to the Investor Education and Protection Fund ("**IEPF**") of the Central Government.

Accordingly, the Company has transferred Rs. 6,30,372/- (Rupees Six Lakhs Thirty Thousand Three Hundred Seventy Two Only) being the unpaid or unclaimed dividend amount of the Company for the financial year ended March 31, 2018 (i.e., FY 2017-18), to IEPF on October 16, 2025 and corresponding 36,059 (Thirty Six Thousand Fifty Nine Only) equity shares of the Company on October 16, 2025 to IEPF Authority for the financial year 2017-18, pursuant to Section 124(5) of the Companies Act, 2013, read with the applicable Rules framed thereunder.

The Company has already sent reminders to the Members of the Company requesting them to claim their unpaid or unclaimed dividend amount for the financial year ended March 31, 2019 which will become due for transfer to IEPF in August 2026. As required under the provisions of Section 124(2) of the Companies Act, 2013, the Company has uploaded the details of unpaid or unclaimed dividend amounts lying with the Company as on August 12, 2025 (i.e. date of last AGM of the Company) on the website of the Company (www.basf.com/in) and also filed the same with the Ministry of Corporate Affairs, Government of India.

Those Members who have so far not encashed their dividend warrants for the following financial years, may approach the Company's Registrar & Share Transfer Agent i.e., MUFG Intime India Private Limited (Formerly known as Link Intime India Private Limited) for the payment thereof, failing which the same will be transferred to IEPF on the respective dates mentioned there against:

Financial Year ended	Dates on which unpaid or unclaimed dividend amount will be due to be transferred to IEPF
31.03.2019	24.08.2026
31.03.2020	16.09.2027
31.03.2021	16.09.2028
31.03.2022	13.09.2029
31.03.2023	14.09.2030
31.03.2024	17.09.2031
31.03.2025	17.09.2032

In terms of the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ('**IEPF Rules**') as amended, in addition to the unpaid or unclaimed dividend amount which is required to be transferred by the Company to IEPF, the corresponding equity shares relating to such unpaid/unclaimed dividend are also required to be transferred to IEPF Account. Therefore, Members are requested to take note of the aforesaid provisions of the Act and claim their unpaid or unclaimed dividends immediately to avoid transfer of the underlying shares to the IEPF Account. Details of unpaid/unclaimed dividend are uploaded on the website of the Company www.basf.com/in for the information of the Members, before transfer to IEPF.

In respect of the unpaid/unclaimed dividend pertaining to the financial years 2011-12 to 2017-18, the Company has already transferred the unpaid or unclaimed dividend and the corresponding equity shares to IEPF.

Members are requested to claim the unpaid/ unclaimed dividend pertaining to the financial year 2018-19 and onwards, due to them, failing which the corresponding equity shares (held either in physical or electronic mode) shall be transferred by the Company to IEPF. Members can however, claim both, the unpaid or unclaimed dividend amount and the corresponding equity shares transferred to IEPF from the IEPF Authority, by making an application in the manner specified under the IEPF Rules.

17. With respect to the payment of Dividend, the Company provides the facility of remittance of dividend amount electronically through National Automated Clearing House (NACH) / other permissible modes to all Members holding shares in electronic and physical form. Members holding equity shares in physical form who wish to avail NACH facility, may submit Form ISR-1 duly signed stating their bank details viz., Name of the Bank and Branch, their A/c type and Core Banking A/c No. with 9 digit MICR and 11 digit IFSC code along with the original copy of cancelled cheque stating the name of the member (s) as accountholder, to MUFG Intime India Private Limited (Formerly Link Intime India Private Limited). Requests for payment of dividend through NACH for the financial year 2025-2026 should be lodged with MUFG Intime India Private Limited (Formerly Link Intime India Private Limited) on or before the book closure end date i.e., Wednesday, August 5, 2026.
18. The Company's Equity Shares are listed on BSE Limited, P.J. Towers, Dalal Street, Mumbai – 400 001 and The National Stock Exchange of India Limited, Exchange Plaza, C-1, G-Block, Bandra-Kurla Complex, Bandra (East), Mumbai – 400 051. The Company has paid the annual listing fees for the financial year 2025-2026 and 2026-2027 to both the Stock Exchanges.
19. In terms of Section 72 of the Companies Act, 2013 and Rule 19 of the Companies (Share Capital and Debentures) Rules, 2014, every holder of securities of the Company may, at any time, nominate, in the prescribed manner, a person to whom his/her securities of the Company shall vest in the event of his/her death. Members, who wish to avail of this facility, may fill in the prescribed Form No. SH-13 and forward the same to MUFG Intime India Private Limited (Formerly Link Intime India Private Limited).
20. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised to not leave their demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned Depository Participant ('**DP**') and holdings should be verified from time to time.
21. Members who desire to take part in the Green Initiative of the Company, are requested to register their e-mail addresses with their Depository Participant(s) in case they hold equity shares in demat form and with the Company/ their RTA for the equity shares held in physical form by submitting the Investor Service Request Form ISR-1, ISR-2 and Nomination form (optional) duly filed and signed, as per the specimen signatures registered against the folio, along with the supporting documents stated thereon. On registration, all the communications will be sent to the e-mail address of the Member registered with the Company.
22. An electronic copy of the Annual Report 2025-2026 along with the Notice convening the 82nd AGM of the Company as being sent to all those Members whose e-mail addresses are registered with the Company/Depository Participant(s) and physical copy of the same is not being provided in line

with the aforementioned circulars issued by the MCA and SEBI. Members may also note that the Notice of the 82nd AGM and the Annual Report are available on the Company's website www.basf.com/in. The aforesaid documents can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and The National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and on the website of NSDL (agency for providing the e-Voting facility) i.e. www.evoting.nsdl.com.

23. The documents referred to in the Notice of the AGM are available for inspection electronically without any fee by the Members from the date of circulation of this Notice up to the date of AGM. Members seeking to inspect such documents can send an e-mail to investor-grievance-india@basf.com or manohar.kamath@basf.com.
24. Effective April 1, 2019, as per Regulation 40 of the SEBI Listing Regulations, securities of the listed companies can only be transferred in demat form, except in case of request for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares and for ease of portfolio management, Members holding equity shares in physical form are requested to consider converting their holding to demat form. Members can contact the Company or MUFG Intime India Private Limited (Formerly Link Intime India Private Limited) for assistance in this regard.
25. Members may please note that SEBI has made Permanent Account Number (PAN) as the sole identification number for all participants transacting in the securities market, irrespective of the amount of such transactions. SEBI has also made it mandatory for submission of PAN, Bank details and Nomination (optional) in the following cases: (i) Deletion of name of the deceased Member(s) (ii) Transposition of shares and (iii) Transmission of shares to the legal heir(s) along with requisite Form ISR-4 and Form ISR-5 respectively. The requests for effecting transmission/transposition of securities shall be processed in the dematerialized form

Further, the Members are requested to kindly note that as per SEBI circular bearing no SEBI/HO/MIRSSD_RTAMB/PCIR/2021/655 dated November 3, 2021, it is mandatory for Members holding equity shares in physical form to register their PAN, KYC details, Bank particulars and Nomination (optional) against their folio no. PAN is also required to be linked to Aadhar No. by the Members to be considered as valid PAN.

Members holding equity shares in physical form are requested to provide

1. Form ISR-1, and Nomination Form (optional) duly filled and signed along with the hard copy of the following self-attested documents to MUFG Intime India Private Limited (Formerly Link Intime India Private Limited) for registration against their respective folio(s):
 - Identity Proof: Copy of PAN card/ Aadhar Card
 - Address Proof: Copy of Aadhar Card/ Passport/ client Master List/ Utility Bill not over 3 months old
 - Bank Details: Copy of the cancelled cheque stating the name of the Member as account holder
 - Contact Details: Mobile no., e-mail id
 - Nomination: Please provide Form SH-13 duly filled and signed. (optional)
2. Form ISR-2 with the signatures of the members attested by the Manager of the Bank whose details are to be registered against the folio.

In the absence of any of the above information, your folio no. will be frozen for any updation/ dividend payment in accordance with the aforesaid Circular, till such time the above referred forms are registered.

Form ISR-1, ISR-2 and Nomination forms are available on the website of Company www.basf.com/in and on the website of our Registrar and Transfer Agent at [https:// in.mpms.mufg.com/](https://in.mpms.mufg.com/) → **Resources** → **Downloads** → **KYC**.

SEBI vide its circular dated November 03, 2021 (subsequently amended by circulars dated December 14, 2021, March 16, 2023 and November 17, 2023) has mandated that with effect from April 01, 2024

dividend to Members holding equity shares in physical form shall be paid only through electronic mode. Such payment shall be made only if the folio is KYC complaint i.e. the details of PAN, address with pincode, mobile no. complete bank details and specimen signatures are registered.

In case of non-updation of PAN, address with pincode, contact details or mobile number or bank account details or specimen signature in respect of physical folios, dividend etc., shall be paid upon furnishing all the aforesaid details in entirety.

26. Pursuant to Finance Act 2020, dividend income is taxable in the hands of Members with effect from April 1, 2020 and the Company is required to deduct tax at source from dividend paid to Members at the applicable prescribed rates. For the prescribed rates for various categories, the Members are requested to refer to the recent Finance Act. The Members are requested to update their valid PAN linked with Aadhar with MUFG Intime India Private Limited (Formerly Link Intime India Private Limited) (in case of equity shares held in physical mode) and depositories (in case of equity shares held in demat mode).

27. A Resident individual Member with PAN and who is not liable to pay income tax can submit a yearly declaration, to avail of the benefit of non-deduction of tax at source, by emailing the said declarations at tds.dividend@partners.basf.com on or before July 24, 2026. Members are requested to note that in case their valid PAN linked with Aadhar is not registered, the tax will be deducted at a higher rate of 20%.

Non-resident Members may avail of beneficial rates under tax treaty between India and their country of residence, subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, or any other document which may be required to avail the tax treaty benefits by emailing the said declarations at tds.dividend@partners.basf.com on or before July 24, 2026.

28. In order to increase the efficiency of the e-Voting process, SEBI vide its circular SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020, had enabled e-Voting to all the demat account holders by way of a single login credential through their demat accounts/ websites of Depositories / Depository Participants. Demat account holders would be able to cast their vote without having to register again with the e-Voting service providers (ESPs), thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in the e-Voting process.

29. Any person holding equity shares in physical form and non-individual Members, who acquires shares of the Company and becomes Member of the Company after the notice is sent through e-mail and holding shares as of the cut-off date i.e. August 5, 2026 may obtain the login ID and password by sending a request at evoting@nsdl.co.in. However, if you are already registered with NSDL for remote e-Voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details/Password" or "Physical User Reset Password" option available on www.evoting.nsdl.com or call on toll free no. 1800 1020 990 and 1800 22 44 30. In case of Individual Members holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. August 5, 2026 may follow steps mentioned in the Notice of the AGM under "Access to NSDL e-Voting system".

30. Since the AGM will be held through VC/OAVM, the Route Map is not annexed to this Notice.

INSTRUCTIONS FOR REMOTE E-VOTING

The process to vote electronically on NSDL e-Voting system consists of 2 steps:

Step 1: Access to NSDL e-Voting system

(A) Login method for e-Voting for Individual Members holding securities in demat mode.

In terms of SEBI circular dated December 9, 2020, on e-Voting facility provided by Listed Companies, Individual Members holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Members 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 Members holding securities in demat mode is given below:

Type of Members	Login Method
Individual Members holding securities in demat mode with NSDL.	- Existing IDeAS user 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. - 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 - 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 ‘Member’ section. A new screen will open. You will have to enter your User ID (i.e., your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider i.e., NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. - 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  

Type of Members	Login Method
Individual Members holding securities in demat mode with NSDL.	5. Existing IDeAS user 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. 6. 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 7. 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 ‘Member’ section. A new screen will open. You will have to enter your User ID (i.e., your sixteen digit demat account number hold with NSDL), Password/ OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Company name or e-Voting service provider i.e., NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period. 8. 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  

Type of Members	Login Method
Individual Members 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 use 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 evoting is in progress as per the information provided by Company. On clicking the evoting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all the 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 from a 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, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Members (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.

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

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

Login type	Helpdesk details
Individual Members holding securities in demat mode with NSDL	Members 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 Members holding securities in demat mode with CDSL	Members 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 Members other than Individual Members holding securities in demat mode and Members 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 e-services 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 Members 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 Members 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 Members 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 128831 then user ID is 128831001***.

5. Password details for Members other than Individual Members are given below:
 - a) If you are already registered for e-Voting, then you can use 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 e-mail ID is registered in your demat account or with the Company, your ‘initial password’ is communicated to you on your registered e-mail ID. Trace the e-mail sent to you from NSDL in your mailbox. Open the e-mail 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 e-mail ID is not registered, please follow steps mentioned below in process for those Members whose e-mail ids are not registered.
6. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
 - a) 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.

b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on **www.evoting.nsdl.com**.

c) If you are still unable to get the password by aforesaid two options, you can send a request at **evoting@nsdl.com** mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

d) Members 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 on NSDL e-Voting system.

How to cast your vote electronically 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 their voting cycle.
2. Select “EVEN” of Company for which you wish to cast your vote during the remote e-Voting period.
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.

Process for those Members whose e-mail addresses are not registered with the depositories for procuring User Id and password and registration of e-mail addresses 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 Member, 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 e-mail to **investor-grievance-india@basf.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 **investor-grievance-india@basf.com**. If you are an Individual Member 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.
3. Alternatively, Members may send a request to **evoting@nsdl.co.in** for procuring user id and password for e-Voting by providing the above-mentioned documents.

General Guidelines for Members

1. Institutional Members (i.e. other than individuals, HUF, NRI etc.) are required to upload their Board Resolution/ Power of Attorney / Authority Letter by clicking on “Upload Board Resolution / Authority Letter” displayed under “**e-Voting**” tab or send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. in favour of authorised signatories who are authorized to vote, to the Scrutinizer by e-mail at **hs@hspnassociates.in** with a copy marked to **evoting@nsdl.co.in**.

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 to the Frequently Asked Questions (FAQs) for Members and e-Voting user manual for Members available at the download section of **www.evoting.nsdl.com** or call on toll free no.: 022 - 4886 7000 and 022 - 2499 7000 or send a request at **evoting@nsdl.co.in**, or contact Ms. Pallavi Mhatre, Senior Manager, National Securities Depository Limited, Trade World, ‘A’ Wing, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai - 400013 at the designated e-mail address: **evoting@nsdl.co.in** or on toll free no.: 022 - 4886 7000 and 022 - 2499 7000 who will also address grievances connected with voting by electronic means.
4. The remote e-Voting period commences on **Sunday, August 9, 2026 (from 9.00 a.m. IST) and ends on Tuesday, August 11, 2026 (till 5.00 p.m. IST)**. Members of the Company, holding equity shares either in physical form or in dematerialized form, as on the cut-off date of **August 5, 2026**, may cast their votes electronically. Remote e-Voting will not be allowed beyond 5.00 p.m. on Tuesday, August 11, 2026 and the e-Voting module will be disabled by NSDL thereafter. A Member who has cast his/her vote by using remote e-Voting shall be entitled to attend and participate in the AGM of the Company but shall not be allowed to vote on the resolutions at the AGM. In case of joint holders, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote at the AGM. A person who is not a Member as on the cut-off date should treat this Notice for information purposes only.
5. The facility for e-Voting will also be made available at the AGM and Members participating in the AGM who have not cast their vote by remote e-Voting, will be able to vote at the AGM.
6. Mr. Hemant Shetye, Practicing Company Secretary, having Membership No. FCS-2827 & Certificate of Practice No. 1483, Designated Partner of M/s. HSPN & Associates LLP, Practicing Company Secretaries, has been appointed as the Scrutinizer for conducting the e-Voting process in a fair and transparent manner
7. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, count the votes cast and thereafter unblock the votes cast through remote e-Voting in the presence of at least two witnesses not in the employment of the Company. The Scrutinizer shall submit a consolidated Scrutinizer’s Report of the total votes cast in favour of or against the resolutions, within 2 (two) working days after the conclusion of the AGM to the Chairman of the Company or any other person duly authorized by him, who shall countersign the same. The result of the voting will be declared within 2 (two) working days after the conclusion of the AGM.
8. The results declared along with the Scrutinizer’s Report shall be placed on the Company’s website **www.basf.com/in** and on the website of NSDL. The results will also be communicated to the stock exchanges i.e., BSE Limited and The National Stock Exchange of India Limited, where the shares of the Company are listed.
9. Subject to receipt of the requisite number of votes, the resolutions shall be deemed to have been passed on the date of the AGM i.e., **August 12, 2026**.

INSTRUCTIONS FOR MEMBERS FOR E-VOTING ON THE DAY OF AGM ARE AS UNDER:

1. The procedure for e-Voting on the day of the AGM is the same as the procedure mentioned above for remote e-Voting.
2. Only those Members, who will be present in the AGM through VC/OAVM and have not cast their vote on the resolutions through remote e-Voting shall be eligible to vote through e-Voting system at the AGM.
3. Members who have voted through remote e-Voting will be eligible to attend the AGM through VC / OAVM, but they will not be eligible to vote at the AGM. In case any Member casts his vote through remote e-Voting as well as e-Voting at the AGM, then the votes cast through remote e-Voting will only be considered and the votes cast through e-Voting at the AGM will be considered as invalid.
4. Members are requested to follow the instructions, if any, provided during the AGM for e-Voting. The details of the person who may be contacted for any grievances connected with the e-Voting on the day of AGM shall be the same as mentioned in para 3 of the preceding section.

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

1. Members will be provided with a facility to attend the AGM through VC/OAVM through the NSDL's e-Voting system. Members may access the same by following the steps mentioned under Step No. 1: for Access to NSDL e-Voting system. After successful login, you can see link of **"VC/OAVM link"** placed under **"Join Meeting"** menu against the 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 the Members login where the EVEN of Company will be displayed. Please note that the Members 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. Further, Members can also use the OTP based login for logging into the e-Voting system of NSDL.
2. Members are encouraged to join the Meeting through computers / laptops and use internet with a good speed for convenience and better experience.
3. Please note that participants connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective networks. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any of the aforesaid glitches.
4. Members who would like to express their views or ask questions during the AGM may register themselves as speaker by sending their request mentioning their name, demat account number/folio number, e-mail id, mobile number via e-mail to Mr. Manohar Kamath, Director – Legal, General Counsel (India) & Company Secretary at manohar.kamath@basf.com and/ or at investor-grievance-india@basf.com latest by Friday, July 31, 2026. The Company reserves the right to restrict the number of speakers depending on the availability of time for the AGM.

EXPLANATORY STATEMENT

Pursuant to Section 102 of the Companies Act, 2013.

The following statement sets out all material facts relating to the Ordinary / Special business mentioned in the accompanying Notice dated May 19, 2026 and shall be taken as forming part of the Notice.

Item No. 5

M/s. R. Nanabhoy & Co., Cost Accountants (Firm Registration No. 000010), were appointed as the Cost Auditors of the Company to conduct the audit of the cost records of Company's products viz., Insecticides, Dyes, Paints, Varnishes & Chemicals for the financial year 2025-2026. M/s. R. Nanabhoy & Co., Cost Accountants, have conveyed their willingness to act as the Cost Auditors of the Company for the financial year ending March 31, 2027, and have informed the Company that their appointment, if made, would be within the limits provided in Section 141(3)(g) or any other applicable provisions of the Companies Act, 2013.

The Board of Directors of the Company at their meeting held on May 19, 2026, have appointed M/s. R. Nanabhoy & Co., as the Cost Auditors of the Company for the financial year ending March 31, 2027.

In terms of the provisions of Section 148(3) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration of the Cost Auditors as recommended by the Audit Committee and approved by the Board of Directors is required to be ratified by the Members. The remuneration payable to M/s. R. Nanabhoy & Co., Cost Auditors of the Company for conducting the audit of the cost records for the financial year ending March 31, 2027, as recommended by the Audit Committee and approved by the Board of Directors at its meeting held on May 19, 2026, is Rs. 18,91,000 (Rupees Eighteen Lakhs Ninety One Thousand Only) plus applicable taxes and reimbursement of out-of-pocket expenses.

Accordingly, the consent of the Members of the Company is sought to ratify the remuneration payable to the Cost Auditors for the financial year ending March 31, 2027.

The Board of Directors recommend the Ordinary Resolution set out at Item No. 5 of this Notice for the approval of the Members of the Company.

None of the Directors or Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Ordinary Resolution set out at Item No. 5 of this Notice, except to the extent of their respective shareholding, if any, in the Company.

Item No. 6

The provisions of Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("**the SEBI Listing Regulations**"), as amended from time to time, mandates prior approval of Members of the Company by way of an ordinary resolution, for all material related party transactions and subsequent material modifications as defined by the Audit Committee even if such transactions are in the ordinary course of the business of the concerned Company and on an arm's length basis.

In terms of amended Regulation 23 of the SEBI Listing Regulations dated November 19, 2025, a transaction with a related party is considered material if the transaction(s) to be entered into individually or taken together with previous transactions during a financial year, exceed(s) 10% of the annual consolidated turnover of the Company as per the last audited financial statements of the Company provided the annual consolidated turnover of the Company is up to Rs. 20,000 Crore. The annual consolidated turnover of the Company for the financial year 2025-26 was Rs. 14,944 crore and thereby the material threshold for related party transactions for the financial year 2026-27 is Rs. 1,494 crore.

Accordingly, the Company is required to comply with Regulation 23 of the SEBI Listing Regulations with respect to material related party transactions proposed to be undertaken during financial year 2026-27. Further, SEBI vide

its circular dated June 26, 2025 has introduced the revised Industry Standards on “Minimum information to be provided for review of the Audit Committee and Members for approval of a related party transaction” (**‘Standards’**) to facilitate uniform approach and assist listed companies in complying with the provisions of Regulation 23 of the SEBI Listing Regulations read with the SEBI Master Circular dated November 11, 2024 (**‘SEBI Circular’**). The Industry Standards were further amended by SEBI vide its Circular dated October 13, 2025

The Management of the Company has provided the Audit Committee with the relevant details (as required under the Standards) about the proposed RPTs including rationale, material terms, justification as to why the proposed RPT(s) are in the interest of the Company and the basis of pricing. The Audit Committee has reviewed and taken note of the certificate placed before it by the Managing Director and Chief Financial Officer of the Company, confirming that the terms of the proposed RPT(s) are not prejudicial or unfavourable for the Company. The Members are requested to note that the proposed transactions are in the interest of the Company. Further the justification pertaining to each transaction is separately provided in the table below in the explanatory statement.

Details of the proposed transactions with the related party(ies) which is likely to exceed the above-mentioned materiality threshold, are as follows:

Sr. no.	Particulars of the information	Details
A	Details of the related party and transactions with the related party	
A(1)	Basic Details of the related party	
1	Name	BASF Hong Kong Ltd (“BHKL”) BASF South East Asia Pte Ltd (“BSEA”)
2	Country of Incorporation	Hong Kong Singapore
3	Nature of business	Trading of Chemicals and Chemical Products
A(2)	Relationship and ownership of the related party	
1	Relationship between the listed entity/ subsidiary (in case of transaction involving the subsidiary) and the related party - including nature of its concern (financial or otherwise) and the following:	BHKL, BSEA and BASF India Ltd (the Company) are subsidiaries of the same holding company i.e., BASF SE, Germany.
(a)	Shareholding of the listed entity/ subsidiary (in case of transaction involving the subsidiary), whether direct or indirect, in the related party.	Nil
(b)	Where the related party is a partnership firm or a sole proprietorship concern or a body corporate without share capital, then capital contribution, if any, made by the listed entity/ subsidiary (in case of transaction involving the subsidiary).	Not applicable as BHKL and BSEA are companies incorporated in Hong Kong and Singapore respectively
(c)	Shareholding of the related party, whether direct or indirect, in the listed entity/ subsidiary (in case of transaction involving the subsidiary).	Nil
Explanation: Indirect shareholding shall mean shareholding held through any person, over which the listed entity/ subsidiary/related party has control. While calculating indirect shareholding, shareholding held by relatives shall also be considered.		

A(3)	Details of previous transactions with the related party		
Sr. no.	Particulars of the information	Details	
1	Total amount of all the transactions undertaken by the listed entity or subsidiary with the related party during the last financial year 2025-26.	Nature of transaction	Amount (Rs. In Crores)
			BHKL BSEA
		Purchase of goods & services	3,553 1,442
		Availing or rendering of services.	134 9
		Total	
2	Total amount of all the transactions undertaken by the listed entity or subsidiary with the related party in the current financial year for the period April 26 – May 2026, immediately preceding the quarter in which the approval is sought.	BHKL Amount (Rs. in Crores)	BSEA Amount (Rs. in Crores)
		539.7	216.9
3	Any default, if any, made by a related party concerning any obligation undertaken by it under a transaction or arrangement entered into with the listed entity or its subsidiary during the last three financial years.	Nil	Nil
A(4)	Amount of the proposed transactions		
1	Amount of the proposed transactions being placed for approval in the meeting of the Audit Committee/ Members.	BHKL: Rs. 4,500 crore BSEA: Rs. 2,600 crore	
2	Whether the proposed transactions taken together with the transactions undertaken with the related party during the current financial year would render the proposed transaction a material RPT?	The transactions for which approval is sought is for the financial year 2026-27 and 2027-2028 i.e., upto the date of the AGM to be held in the calendar year 2027, hence, this clause is not applicable	
3	Value of the proposed transactions as a percentage of the listed entity's annual consolidated turnover for the immediately preceding financial year (i.e FY 2025-26)	BHKL: 31% BSEA: 18%	
4	Value of the proposed transactions as a percentage of subsidiary's annual standalone turnover for the immediately preceding financial year (in case of a transaction involving the subsidiary, and where the listed entity is not a party to the transaction)	Not Applicable	
5	Value of the proposed transactions as a percentage of the related party's annual consolidated turnover (if consolidated turnover is not available, calculation to be made on standalone turnover of related party) for the immediately preceding financial year, if available.	BHKL: 18% BSEA: 27%	

Sr. no.	Particulars of the information	Details for BHKL		
6 (a)	Financial performance of the related party for the immediately preceding financial year i.e., FY 2025 Note: Reporting year of the related party is January - December. The financial figures are for FY2025. As per RBI, exchange rate considered is Rs.87.166098.	Particulars	in USD Crore	in INR Crore
		Standalone Turnover	290	25,316
		Standalone Net Worth	12	1,074
		Standalone Net Profits	3	294

Sr. no.	Particulars of the information	Details for BSEA		
		Particulars	in USD Crore	in INR Crore
6 (b)	Financial performance of the related party for the immediately preceding financial year i.e., FY 2025 Note: Reporting year of the related party is January - December. The financial figures are for FY2025. As per RBI, exchange rate considered is Rs. 87.166098.	Standalone Turnover	111	9,666
		Standalone Net Worth	20	1,700
		Standalone Net Profits	1	87

Nature of transaction: Purchase of Goods / Services

A(5)	Basic details of the proposed transaction		
1	Specific type of the proposed transaction (e.g. sale of goods/services, purchase of goods/ services, giving loan, borrowing etc.)	Purchase of Goods and / or availing / rendering of services	
2	Details of the proposed transaction	The related party transactions are in the ordinary course of the business and on arms' length basis. Further the same would be compliant with the Inter-Company Transfer Pricing (ICTP) Guidelines, as follows: -.	
		Sale and/ or purchase of chemicals/ materials	Transactional Net Margin Method (TNMM) along with appropriate benchmarking analysis.
		Availing or rendering of services.	For the services availed / provided, all group entities pay cost plus mark-up as per the Inter Company Transfer Pricing Policy. This is also in accordance with proposed OECD guidelines in case of low value adding intra-group services.
3	Tenure of the proposed transaction (tenure in number of years or months to be specified)	FY 2026-27 and FY 2027-28 i.e., upto the AGM to be held during the calendar year in 2027 (not exceeding 15 months)	
4	Whether omnibus approval is being sought?	Yes	
5	Value of the proposed transaction during a financial year. If the proposed transaction will be executed over more than one financial year, provide estimated break-up financial year-wise.	Enabling / Proposed Limits are as under: - BHKL: Rs. 4,500 crore BSEA: Rs. 2,600 crore	
6	Justification as to why the RPTs proposed to be entered into are in the interest of the listed entity	All the aforesaid transactions are in furtherance of the business activities therefore, in the interest of the Company.	

A(5)	Basic details of the proposed transaction		
7	Details of the promoter(s)/ director(s) / key managerial personnel of the listed entity who have interest in the transaction, whether directly or indirectly.	None of the Directors, Key Managerial Personnel (KMP) of the Company, are in any way concerned or interested in the proposed transaction, except to the extent of common directorship/KMP positions and/ or shareholding held in related party.	
8	A copy of the valuation or other external party report, if any, shall be placed before the Audit Committee.	NA	
9	Other information relevant for decision making.	All important information forms part of the statement setting out material facts of the proposed RPTs.	
B	Details for specific transactions		
B(1)	Sale, purchase or supply of goods or services or any other similar business transactions and trade advances		
1	Bidding or other process, if any, applied for choosing a party for sale, purchase or supply of goods or services.	No bidding or other processes are applied to choose a party. Please refer to the justifications mentioned in point A (6).	
2	Basis of determination of price.	The related party transactions are in the ordinary course of the business and on arms' length basis. Further the same would be compliant with the Inter-Company Transfer Pricing (ICTP) Guidelines, as follows:-	
		Sale and/ or purchase of chemicals/ materials	Transactional Net Margin Method (TNMM) along with appropriate benchmarking analysis.
		Availing or rendering of services.	For the services availed / provided, all group entities pay cost plus mark-up as per the Inter Company Transfer Pricing Policy. This is also in accordance with proposed OECD guidelines in case of low value adding intra-group services.
3	In case of Trade advance (of upto 365 days or such period for which such advances are extended as per normal trade practice), if any, proposed to be extended to the related party in relation to the transaction, specify the following:	In relation to the proposed transactions, no trade advances are currently envisaged to be extended to the related party. Accordingly, the details are presently not applicable.	
	a. Amount of Trade advance	—	
	b. Tenure	—	
	c. Whether same is self-liquidating?	—	

All the aforesaid transactions are in furtherance of the business activities and are in accordance with the applicable laws, therefore, in the interest of the Company. In the financial year 2026-27 and 2027-28 i.e., upto the date of AGM to be held during calendar year 2027, the aforementioned transactions, individually or in aggregate may cross the applicable materiality thresholds under Regulation 23 of the SEBI Listing Regulations. Accordingly, as per the SEBI Listing Regulations, prior approval of the Members is being sought for grant of authority to the Board of Directors (hereinafter referred to as the **“Board”**, which term shall be deemed to include any Committee(s) constituted/ empowered/ to be constituted by the Board from time to time to exercise its powers conferred by this resolution) for all these **“RPT(s)”** (Related Party Transactions) to be undertaken (whether individual transaction or transactions taken together or series of transactions or otherwise) with the related parties, as fresh and independent transaction(s) or otherwise, in the financial year 2026-27 and 2027-28 i.e., upto the date of AGM to be held during calendar year 2027. The above transactions are in the ordinary course of business of the Company and on an arm's length basis.

After considering the details on RPT(s) as placed by the Management, the Independent Directors of the Audit Committee have granted approval to enter into RPTs at its meeting held on May 19, 2026 with the related party(ies) during FY 2026-27 and 2027-28 i.e., upto the date of AGM to be held during calendar year 2027. The Audit Committee has noted that the said transactions will be on an arm's length basis and in the ordinary course of business of the Company. Further, the Audit Committee has confirmed that the relevant disclosures for decision-making of the Committee were placed before it and, while approving the RPT(s), the Committee has determined that the promoter(s) will not benefit from the proposed RPT(s) at the expense of public Members.

Any subsequent 'material modification' in the proposed transactions, as defined by the Audit Committee as a part of Company's 'Policy on Related Party Transactions' will be placed before the Members for approval, in terms of Regulation 23(4) of the SEBI Listing Regulations.

The Members may note that the proposed resolution is an enabling resolution empowering the Board of Directors / Audit Committee of the Company to evaluate and approve the material related party transactions on such terms and conditions as they may deem appropriate in the best interest of the Company upto the said limits.

Accordingly, your Board of Directors recommends passing of the Ordinary Resolution as set out at Item No. 6 of this Notice for the approval of the Members of the Company.

Members may please note that in terms of the provisions of the SEBI Listing Regulations, Related Parties as defined thereunder (whether such related party(ies) is a party to the aforesaid transactions or not), shall not vote to approve the Ordinary Resolution under Item No. 6 of this Notice.

None of the other Related Parties like Directors, Key Managerial Personnel and their relatives have any conflict of interest with the RPTs for which approval of Members is sought. None of these transactions has the effect of passing any direct/indirect benefit, personally to Directors, Key Managerial Personnel in any manner.

None of the Directors or Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, in the Ordinary Resolution set out at Item No. 6 of this Notice, except to the extent of their respective shareholding, if any, in the Company.

By Order of the Board of Directors
For BASF India Limited

MANOHAR KAMATH
Director – Legal, General Counsel (India)
& Company Secretary

Registered Office:

Unit No. 10A, 10B & 10C (part),
10th Floor, Godrej One,
Pirojsha Nagar, Eastern Express Highway,
Vikhroli (East), Mumbai - 400 079, India
CIN: L33112MH1943FLC003972

Dated: May 19, 2026