



**KATARE SPINNING MILLS LIMITED**

"KATARE COMPLEX" , 14/30, RAVIWAR PETH,  
2<sup>nd</sup> WING, GROUND FLOOR, GANDHI NAGAR,  
AKKALKOT ROAD, SOLAPUR- 413 005  
MILL - "KAMALA NAGAR", TAMALWADI. Tal. TULJAPUR.  
OFFICE : 0217-2376555  
Email : katarespinningmills@gmail.com  
CIN : L17119PN1980PLC022962

Ref. No. KSM- 15/2026-27

30.05.2026

**To**  
**Department of Corporate Services,**  
**Bombay Stock Exchange Ltd,**  
Floor No. 25 Phiroz Jeejeebhay Towers,  
Dalal Street,  
Mumbai- 400 001

**BSE Scrip Code: 502933**

**Sub: Outcome of Board Meeting dated 30<sup>th</sup> May, 2026**  
**Ref: Regulation 33(3) of the SEBI (LODR) Regulations, 2015**

Dear Sir/Madam,

The Board Meeting of the Company was held on 30<sup>th</sup>May, 2026 at 04.30 p.m. and concluded on 5.30 p.m. The Board of Directors at their Board Meeting had approved and taken on record the Audited Financial Results for the quarter and year ended 31<sup>st</sup>March, 2026 as recommended by Audit Committee.

Please find enclosed herewith the following;

1. Audited Financial Results for the quarter and year ended 31<sup>st</sup>March, 2026.
2. Limited Review Report for the quarter ended 31<sup>st</sup>March, 2026.

The information and papers are being filed pursuant to Regulation 33(3) of the SEBI (LODR) Regulations, 2015.

Please take the aforesaid on your records and acknowledge the receipt.

Thanking you,  
Yours faithfully,

**FOR KATARE SPINNING MILLS LIMITED**

**KISHORE KATARE**  
**Managing Director**  
(DIN: 00645013)



Add: 14/30 Ground Floor, B Wing, Katare Complex, Gandhinagar,  
Bl. No. 10, Solapur MH- 413006



**G M Pawle & Associates**

**CHARTERED ACCOUNTANTS**

**OFFICE :**

Ganesh Complex, Ground Floor, 276, Sakhar peth,

Near Laxmi Co-op. Bank, Solapur- 413005.

Tel.: 0217- 2741800, Cell 9422459687

Email-gmpawle@hotmail.com, pawlegm@gmail.com

Ref. No.

Date :

**INDEPENDENT AUDITOR'S REPORT**

To,

**The Members of Katare Spinning Mills Limited**

Report on the Audit of the Standalone Financial Statement

**Opinion**

We have audited the accompanying standalone financial statements of KATARE SPINNING MILLS LIMITED ("the Company"), which comprise the Balance Sheet as at 31st March 2026, the Statement of Profit and Loss including Other Comprehensive Income, the Statement of Changes in Equity, the Cash Flow Statement for the year then ended and notes to the standalone financial statements including 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, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph below, 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 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2026, and its loss, total comprehensive income, changes in equity and cash flows for the year ended on that date.

**Basis for qualified Opinion**

The Company's spinning division has remained substantially non-operational for a prolonged period, and the Company has incurred continuous net losses, including a net loss of Rs. 2,16,43,306 for the year ended March 31, 2026.

**Further:** As disclosed in Note 8 to the standalone financial statements, the Company carries a Net Deferred Tax Liability of Rs. 78,87,000 as of March 31, 2026 (increased from Rs. 19,80,000 as of March 31, 2025). Management has stated that Deferred Tax Assets relating to carried forward financial losses and unabsorbed depreciation have not been recognized due to the absence of virtual certainty supported by convincing evidence regarding future taxable income.



However, because the Company has not completed a comprehensive impairment testing of its underlying Property, Plant, and Equipment under Ind AS 36, and given the prolonged non-operational status of its core manufacturing business, the timing differences, carrying values of temporary tax differences, and the absolute recoverability of the net tax positions cannot be satisfactorily evaluated under Ind AS 12.

Consequently, we are unable to comment upon the potential adjustments that may be necessary regarding the Net Deferred Tax balances and their resultant impact on the accumulated Retained Earnings and Net Loss reported in the standalone financial statements.

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report.

We are independent of the Company in accordance with the code of Ethics issued by the Institute of Chartered Accountants of India together with ethical requirements relevant to our audit under provisions of the Companies Act, 2013 and Rules made thereunder and we have fulfilled our ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that audit evidence obtained by us is sufficient and appropriate to provide a basis for our qualified opinion.

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### **Material Uncertainty Related to Going Concern**

The Company's spinning division has not carried on substantial manufacturing operations during the year under review. The Company incurred a net loss during the financial year ended 31<sup>st</sup> March, 2026 and has accumulated losses. These conditions, along with prolonged non-operational status of manufacturing activities, indicate existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern.

However, the accompanying financial statements have been prepared by the management on a going concern basis considering the estimated realizable value of assets, expected revival measures, restructuring efforts and management's assessment regarding continuation of business.

Our opinion is not modified in respect of this matter.

### **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.



Key Audit Matter	How the matter was addressed in audit
<b>Going Concern Assessment</b>	We evaluated management assumptions relating to continuation of business, revival proposals, projected cash flow and disclosures relating to going concern uncertainty.
<b>Deferred Tax Asset</b>	We reviewed basis of recognition of deferred tax assets, projected taxable profits and management assumptions regarding future recoverability.
<b>Possible Impairment of Plant and Machinery</b>	We evaluated indicators of impairment considering prolonged non-operational status of spinning division and reviewed management explanations regarding carrying values of fixed assets.
Fixed Assets Verification and Ownership	We reviewed fixed asset records, examined title documents and evaluated disclosures relating to Property, Plant and Equipment.

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**Information other than the financial statements and auditors' report thereon:**

The Company's Board of Directors is responsible for preparation of the other information. The other information comprises included in Board's Report, Management Discussion and Analysis, Corporate Governance Report and related annexures but does not include 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 consider whether such other information is materially inconsistent with standalone financial statements or our knowledge obtained during audit.

We have nothing to report on in this regard.



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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act 2013 with respect to the preparation of 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 accounting principles generally accepted in India including Indian Accounting Standards specified under section 133 of the Act.

This responsibility includes maintenance of adequate accounting records of safeguarding 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,

In preparing the standalone financial statements, management is responsible of assessing the Company's ability to continue as a going concern, and using going concern basis of accounting unless the Management either intends to liquidate the Company or to cease operations

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

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

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 containing our opinion.

As part of an audit in accordance with standards on auditing, we exercise professional judgment and maintain professional skepticism throughout the audit.

Our procedures included

- Identify and assess risks of material misstatement.
- Obtaining audit evidence
- Evaluating accounting policies and estimates
- Evaluating going concern assumptions
- Evaluating presentation and disclosures
- Assessing adequacy of internal financial controls
- Communicating significant audit matters with those charged with governance.

## **II. Report on Other Legal and Regulatory Requirements**

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



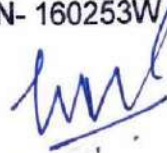
1. As required by Section 143(3) of the Act we report that-
- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary of the purposes of our audit.
  - b) In our opinion, proper books of account as required by law have been kept by the Company.
  - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flow statement are in agreement with books of accounts.
  - d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act.
  - e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March 2026 none of the directors is disqualified as on 31<sup>st</sup> March 2026 from being appointed as a director under Section 164(2) of the Act.
  - f) With respect to the adequacy of the internal financial controls over financial reporting and operating effectiveness of such controls, refer to our separate report in 'Annexure B'. Our report contains an Adverse Opinion due to the identification of material weaknesses in internal controls over financial reporting as of March 31, 2026.
  - g) In our opinion and according to information and explanations given to us, managerial remuneration paid during the year is in accordance with provisions of section 197 of the Act.
  - h) With respect to matters to be included in Auditor's Report under Rule 11 of Companies (Audit and Auditors) Rules, 2014:
    - i) The Company has disclosed impact of pending litigations on its financial position.
    - ii) The Company has made provision, as required for foreseeable losses, wherever required.
    - iii) There were no amount required to be transferred to Investor Education and Protection Fund.
    - iv) Management representations regarding funds advanced or received through intermediaries and ultimate beneficiaries have been obtained and nothing has come to our notice causing us to believe that such representations contain material misstatement.



- v. The Board of directors has not proposed a dividend during the year.
- vi. Based on my examination, the Company has used accounting software with the feature of recording audit trail (edit log) facility, and such features have been operated throughout the year for all relevant transactions recorded in the software subject to system configurations and controls maintained by management.

Further, based on our audit procedures and representations received, we did not come across any instance of material tampering of audit trail features during the year.

For G M PAWLE AND ASSOCIATES  
Chartered Accountants  
FRN- 160253W



CA Ganesh Mallikarjun Pawle  
Proprietor  
(Membership No.: 032561)



Place: Solapur  
Date: 30<sup>th</sup> May 2026

UDIN: 26032561RACKEQ1249

## **ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of my report) to the Members of Katare Spinning Mills Limited**

### **i. Property, Plant and Equipment**

- (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.
- (b) The management has physically verified Property, Plant and Equipment during the year under phased verification programme.
- (c) Title deeds of immovable properties are held in the name of the Company.
- (d) The Company has not revalued Property, Plant and Equipment during the year.
- (e) No proceedings have been initiated or are pending against the Company for holding any benami property.

### **ii. Inventory**

- (a) Inventory has been physically verified by management at reasonable intervals.
- (b) The Company has not been sanctioned working capital limits exceeding Rs.5 crores on basis of security of current assets.

### **iii. Investments and Loans**

The Company has got granted loans, advances, guarantees or securities covered under clause 3(iii) of the Order.

### **iv. Sections 185 and 186**

In our opinion, provisions of sections 185 and 186 of the Companies Act, 2013 have been complied with wherever applicable.

### **v. Deposits**

The Company has got accepted deposits within meaning of sections 73 and 76 of Companies Act, 2013.

### **vi. Cost Records**

We have broadly reviewed books of account maintained pursuant to rules prescribed under section 148(1) of the Act and are of opinion that prima facie prescribed records have been maintained.



#### **vii. Statutory Dues**

- (a) The Company is generally regular in depositing undisputed statutory dues including GST, PF, ESI, Income Tax and other statutory dues.
- (b) According to records and explanations given to us, there are no disputed statutory dues pending except those disclosed in notes of accounts.

#### **viii. Unrecorded Income**

There were no transactions relating to previously unrecorded income surrendered or disclosed during tax assessments.

#### **ix. Borrowings**

- (a) According to records and explanations given to us, the Company has not committed material default in repayment of borrowings except delays/irregularities, if any, disclosed in financial statements.
- (b) The Company has not been declared willful defaulter
- (c) Term loans were applied for purposes for which obtained.
- (d) Short-term funds have not been utilized for long-term purposes.

#### **x. Public Offer/Preferential Allotment**

The Company has not raised money through public offer or preferential allotment during the year.

#### **xi. Fraud Reporting**

- (a) No fraud by Company or on Company has been noticed or reported during the year.
- (b) No report under section 143(12) in Form ADT-4 has been filed.
- (c) No whistle blower complaints were received.

#### **xii. Nidhi Company**

The Company is not a Nidhi Company.

#### **xiii. Related Party Transactions**

Transactions with related parties are in compliance with sections 177 and 188 wherever applicable and have been disclosed as required under applicable accounting standards.

#### **xiv. Internal Audit**

The Company has internal audit system commensurate with size and nature of business and internal audit reports were considered during statutory audit.



**xv. Non-Cash Transactions**

The Company has not entered into non-cash transactions with directors or persons connected with directors.

**xv. RBI Registration**

The Company is not required to be registered under section 45-IA of Reserve Bank of India Act, 1934.

**xvii. Cash Losses**

The Company has incurred cash losses during the current financial year as well as immediately preceding financial year.

**xviii. Resignation of Auditors**

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

**xix. Material Uncertainty Regarding Meeting Liabilities**

Based on financial ratios, ageing and expected realization of financial assets and payment schedule of financial liabilities, recurring losses, prolonged non-operational manufacturing activities and management plans for revival, material uncertainty exists regarding continuity of operations.

However, based on information and explanations presently made available to us and management representations obtained by us, nothing has come to our attention which causes us to believe that the Company would be incapable of meeting liabilities existing at balance sheet date as and when they fall due within a period of one year from balance sheet date.

This reporting is not an assurance as to future viability of the Company.

**xx. Corporate Social Responsibility**

Section 135 relating to Corporate Social Responsibility is not applicable.

**xxi. Consolidated Financial Statements.**

The Company is not required to prepare consolidated financial statements.

For G M PAWLE AND ASSOCIATES  
Chartered Accountants  
FRN- 160253W



Ganesh Mallikarjun Pawle  
Proprietor  
(Membership No.: 032561)  
UDIN: 26032561RACKEQ1249



Place: Solapur  
Date: 30<sup>th</sup> May 2026

## **ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT**

**(Referred to in paragraph 2(f) under "Report on Other Legal and Regulatory Requirements" section of my report) to the Members of Katare Spinning Mills Limited of even date)**

### **REPORT ON INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO STANDALONE FINANCIAL STATEMENTS.**

We have audited internal financial controls with reference to standalone financial statements of KATARE SPINNING MILLS LIMITED ("the Company") as of 31<sup>st</sup> March 2026 in conjunction with our audit of standalone financial statements for the year ended on that date.

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

The Company's management is responsible for establishing and maintaining internal financial controls based on criteria established by the Company considering essential components of internal control stated in Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by institute of Chartered Accountants of India.

These responsibilities include design, implementation and maintenance of adequate internal financial controls for ensuring orderly and efficient conduct of business, safeguarding of assets, prevention and detection of frauds and errors, accuracy and completeness of accounting records and timely preparation of reliable financial information.

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

Our responsibility is to express opinion on Company's internal financial controls with reference to standalone financial statements based on our audit.

We conducted our audit in accordance with Guidance Note on Audit of Internal Financial Controls Over Financial Reporting and standards on Auditing prescribed under section 143(10) of Companies Act, 2013.

Our audit included obtaining understanding of internal financial controls, assessing risks of material weaknesses and testing and evaluating design and operating effectiveness of internal controls.

We believe that audit evidence obtained by us is sufficient and appropriate to provide basis for our opinion.

#### **Meaning of Internal Financial Controls with Reference to Standalone Financial Statements**

A Company's internal financial control with reference to standalone financial statements is process designed to provide reasonable assurance regarding reliability of financial reporting and preparation of financial statements.



Such controls include:

1. Maintenance of proper accounting records;
2. Authorization and recording of transactions;
3. Prevention and detection of unauthorized use or disposition of assets

### **Inherent Limitations of Internal Financial Controls**

Because of inherent limitations of internal financial controls including possibility of collusion or management override, material misstatements due to error or fraud may occur and not be detected.

Further, projections of evaluation of internal financial controls to future periods are subject to risk that controls may become inadequate because of changes in conditions.

### **Basis for Adverse Opinion**

According to the information and explanations given to us and as observed from the financial statements, the Company's spinning division has remained substantially non-operational for a prolonged period. The company has not established or operated effective internal financial controls in the following areas, which constitute material weaknesses as of March 31, 2026:

1. **Asset Impairment Assessment Process:** The Company lacks an effective control operating workflow to evaluate and test long-term impairment indicators under Ind AS 36 (*Impairment of Assets*). Controls failed to identify and record necessary valuation adjustments for Property, Plant, and Equipment despite prolonged manufacturing suspension and continuous operating cash losses.
2. **Long-Term Business Evaluation & Deferred Tax Balances:** The financial reporting risk-assessment process did not operate effectively to reliably evaluate the carrying value of timing differences and deferred tax liability balances in correlation with long-term business survival metrics under Ind AS 12.
3. **Operational Manufacturing Controls:** Systemic and process-driven internal controls relating to the monitoring and routine handling of inventory and specialized production machinery have been non-functional in the normal course of business due to the sustained closure of the spinning facility.

A "material weakness" is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual financial statements will not be prevented or detected on a timely basis.

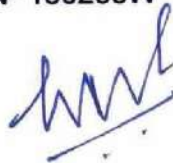


## Adverse Opinion

In our opinion, because of the effects of the material weaknesses described above in the *Basis for Adverse Opinion* paragraph, on the achievement of the objectives of the control criteria, the Company has not maintained adequate and effective internal financial controls with reference to standalone financial statements as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the *Guidance Note on Audit of Internal Financial Controls Over Financial Reporting* issued by the Institute of Chartered Accountants of India.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the standalone financial statements of the Company for the year ended March 31, 2026, and these material weaknesses fully support the modifications described in our *Basis for Qualified Opinion* paragraph on the standalone financial statements.

For G M PAWLE AND ASSOCIATES  
Chartered Accountants  
FRN- 160253W



Place: Solapur  
Date: 30<sup>th</sup> May 2026

Ganesh Mallikarjun Pawle  
Proprietor  
(Membership No.: 032561)  
UDIN: 26032561RACKEQ1249



**G M Pawle & Associates**

**CHARTERED ACCOUNTANTS**

**OFFICE :**

Ganesh Complex, Ground Floor, 276, Sakhar peth,  
Near Laxmi Co-op. Bank, Solapur- 413005.

Tel.: 0217- 2741800, Cell 9422459687

Email-gmpawle@hotmail.com, pawlegm@gmail.com

Ref. No.

Date :

## **Annexure VII**

**Qualified Opinion is expressed on the Audited Financial Results**

**Auditor's Report on Standalone Financial Results for the Quarter and Year Ended March 31, 2026, of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.**

To

**The Board of Directors of  
KATARE SPINNING MILLS LIMITED,**

### **Report on the Audit of the Standalone Financial Results**

We have audited the accompanying standalone financial results of **KATARE SPINNING MILLS LIMITED** ("the Company") for the quarter ended March 31, 2026, and the year-to-date results for the period from April 1, 2025, to March 31, 2026, attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").

In our opinion and to the best of our information and according to the explanations given to us, **except for the possible effects of the matters described in the Basis for Qualified Opinion section below**, these standalone financial results:

- are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
- give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information for the quarter ended March 31, 2026, as well as the year-to-date results for the period from April 1, 2025, to March 31, 2026.

### **Basis for Qualified Opinion**

The Company's spinning division has remained substantially non-operational for a prolonged period, and the Company has incurred continuous net losses, including a net loss of Rs. 2,16,43,306 for the year ended March 31, 2026.

#### **Further:**

1. As disclosed in Note 8 to the financial statements, the Company carries a Net Deferred Tax Liability of Rs. 78,87,000 as of March 31, 2026 (increased from Rs. 19,80,000 as of



March 31, 2025). Management has stated that Deferred Tax Assets relating to carried forward financial losses and unabsorbed depreciation have not been recognized due to the absence of virtual certainty supported by convincing evidence regarding future taxable income.

2. However, because the Company has not completed a comprehensive impairment testing of its underlying Property, Plant, and Equipment under Ind AS 36, and given the prolonged non-operational status of its core manufacturing business, the timing differences, carrying values of temporary tax differences, and the absolute recoverability of the net tax positions cannot be satisfactorily evaluated under Ind AS 12.

Consequently, we are unable to comment upon the potential adjustments that may be necessary regarding the Net Deferred Tax balances and their resultant impact on the accumulated Retained Earnings and Net Loss reported in the financial statements.

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified opinion.

### **Material Uncertainty Related to Going Concern**

We draw attention to the fact that the Company's spinning division has not carried on substantial manufacturing operations during the year under review. The Company incurred a net loss during the financial year ended March 31, 2026, and has accumulated losses. These conditions, along with the prolonged non-operational status of manufacturing activities, indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

### **Management's Responsibilities for the Standalone Financial Results**

These quarterly financial results as well as the year-to-date standalone financial results have been prepared on the basis of the annual financial statements. The Company's Board of Directors are responsible for the preparation and presentation of these financial results that give a true and fair view of the net loss and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, "Interim Financial Reporting" (Ind AS 34) prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.

This responsibility also includes maintenance of adequate accounting records 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 standalone financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Our objectives are to obtain reasonable assurance about whether the standalone financial results 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 results.

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 results, 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern.
- Evaluate the overall presentation, structure, and content of the standalone financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.

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



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

Place: Solapur

Date: May 30, 2026

**For G M PAWLE AND ASSOCIATES**

Chartered Accountants

Firm Registration No. 160253W



A handwritten signature in blue ink, appearing to read "G M Pawle", written over a horizontal line.

**CA Ganes M. Pawle**

Proprietor

Membership No. 032561

**UDIN: 26032561RACKEQ1249**

**KATARE SPINNING MILLS LTD**  
**Audited Balance Sheet as at 31st Mar, 2026**

(All amounts are in Rs, except for share data or as otherwise stated)

	Particulars	Note	As at 31/03/2026	As at 31/03/2025
<b>I</b>	<b>ASSETS</b>			
	<b>Non-current assets</b>			
	Property, plant and equipment and Intangible assets	1	1,13,02,94,469	1,14,32,40,645
	Capital work-in-progress	2	0	0
	Investment property		0	0
	Goodwill		0	0
	Intangible assets under development		0	0
	Biological assets other than bearer plants		0	0
	Financial assets	3	0	0
	- Non-Current investments	4	11,090	11,100
	- Long-term loans and advances	5	0	0
	- Trade Receivables	6	0	0
	- Others	7	2,87,77,109	2,87,42,738
	Deferred tax assets (Net)	8	0	0
	Other non-current assets		0	0
	<b>Total Non Current Asset : A</b>		<b>1,15,90,82,668</b>	<b>1,17,19,94,483</b>
	<b>Current assets</b>			
	Inventories	9	82,69,003	1,44,01,454
	Financial assets			
	- Current investments		0	0
	- Trade and other receivables	10	1,58,24,111	1,61,00,971
	- Cash and cash equivalents	11	7,99,606	7,54,730
	- Short term loans and advances	12	6,15,249	6,15,249
	Assets for current tax (net)			
	Other current assets	13	28,30,573	30,78,294
	<b>Non-current assets classified as held for sale</b>			
	Other Non-Current Assets		0	0
	<b>Total Current Assets B</b>		<b>2,83,38,542</b>	<b>3,49,50,698</b>
	<b>Total Assets</b>		<b>1,18,74,21,210</b>	<b>1,20,69,45,180</b>



**KATARE SPINNING MILLS LTD**  
Audited Balance Sheet as at 31st Mar, 2026

	Particulars	Notes	As at 31/03/2026	As at 31/03/2025
II	<b>EQUITY AND LIABILITIES</b>			
	<b>Equity</b>			
	Equity Share capital	14	2,85,00,000	2,85,00,000
	Other Equity	15	1,10,84,06,309	1,13,00,49,615
	- Equity component of other financial instrument			
	- Retained earnings @			
	- Reserves			
	- Reserves representing unrealised gains/ losses			
	- Other reserves			
	Money received against share warrants			
	Others			
	<b>Share application money pending allotment</b>			
	<b>Total Equity</b>		<b>1,13,69,06,309</b>	<b>1,15,85,49,615</b>
	<b>Non-current liabilities</b>			
	<b>Financial liabilities</b>			
	- Long term borrowings	16	0	0
	- Other financial liabilities (Trade Payable)	17	11,52,260	18,82,080
	Long term provisions		0	0
	Deferred tax liabilities (Net)		78,87,000	19,80,000
	Other non-current liabilities	18	0	0
	<b>Total Non Current Liabilities</b>		<b>90,39,260</b>	<b>38,62,080</b>
	<b>Current liabilities</b>			
	<b>Financial liabilities</b>			
	- Short term borrowings	19	4,03,67,710	4,29,50,501
	- Trade and other payables	20	1,02,559	2,47,335
	- Other financial liabilities		0	0
	Other current liabilities	21	10,05,372	1,35,649
	Short-term provisions (IT Provision)			0
	Liabilities for current tax (net)			
	<b>Total Current Liabilities</b>		<b>4,14,75,641</b>	<b>4,45,33,485</b>
	<b>Total Equity and Liabilities</b>		<b>1,18,74,21,210</b>	<b>1,20,69,45,180</b>
			0	0

The accompanying notes are an integral part of the financial statements  
In terms of my report attached

**G.M.PAWLE AND ASSOCIATES**

Chartered Accountants

FRN :160253W

**GANESH M PAWLE**

Proprietor

ICAI Membership No :032561

Place : Solapur

Date : 30.05.2026

UDIN :

BEA

26032561 RACKED  
1249



Katare Spining Mills Ltd

*[Signature]*

**K T Katare**

Managing Director

DIN 00645013

Place : Solapur

Date : 30.05.2026

*[Signature]*  
**K.K. KATARE**  
CFO

Place : Solapur

Date : 30.05.2026

*[Signature]*

**SOU V K KATARE**

Director

DIN 1443784

Place : Solapur

Date : 30.05.2026

*[Signature]*

**BHAGYSHREE RAWANI**

Place : Solapur

Date : 30.05.2026

**KATARE SPINNING MILLS LTD**  
Statement of audited Profit and Loss for the year ended 31st Mar, 2026

(All amounts are in Rs, except for share data or as otherwise stated)

Particulars		Notes	As at 31/03/2026	As at 31/03/2025
<b>I</b>	<b>Income:</b>			
	Revenue from Operations (Gross)	22	2,78,58,894	5,11,97,570
	Other Income	23	84,44,819	24,44,669
	<b>Total Income</b>		<b>3,63,03,713</b>	<b>5,36,42,239</b>
<b>II</b>	<b>Expenses:</b>			
	Cost of Materials Consumed	24	1,87,28,969	4,59,11,600
	Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	25	58,36,382	-2,89,669
	Employee Benefits Expense	26	23,16,132	23,01,774
	Finance Costs	27	38,66,244	33,52,965
	Other Expenses	28	82,26,846	94,28,812
	Depreciation and Amortization Expense	1	1,30,65,446	1,30,97,867
	<b>Total Expenses</b>		<b>5,20,40,019</b>	<b>7,37,8,349</b>
<b>III</b>	<b>Profit/(Loss) Before Tax</b>		<b>-1,57,36,306</b>	<b>-2,01,55,110</b>
<b>IV</b>	<b>Tax Expense:</b>			
	Current tax including MAT		0	0
	Deferred tax		59,07,000	-28,51,000
	<b>Total</b>		<b>59,07,000</b>	<b>-28,51,000</b>
<b>V</b>	<b>Profit (Loss) for the period</b>		<b>-2,16,43,306</b>	<b>-1,73,04,110</b>
<b>VI</b>	<b>Other Comprehensive Income:</b>			
(a)	Items that will not be reclassified to statement of profit or loss:		0	0
(b)	Income tax relating to items that will not be reclassified to statement of profit or loss - Foreign Currency Exchange Loss		0	0
(c)	Items that will not be reclassified to statement of profit or loss:		0	0
(d)	Income tax relating to items that will be reclassified to statement of profit or loss		0	0
			0	0
<b>IX</b>	<b>Total Comprehensive Income for the period</b>		<b>-2,16,43,306</b>	<b>-1,73,04,110</b>
<b>XVI</b>	<b>Earnings per equity share</b>			
(i)	Basic	Basic	-7.59	-6.07
(ii)	Diluted	Diluted	-7.59	-6.07

The accompanying notes are an integral part of the financial statements

In terms of my report attached

G.M.PAWLE AND ASSOCIATES

Chartered Accountants

FRN :160253W



GANESH M PAWLE

Proprietor

ICAI Membership No :032561

Place : Solapur

Date : 30.05.2026

UDIN :



26032561 RACKER/249

For and on behalf of the Board

Katare Spining Mills Ltd



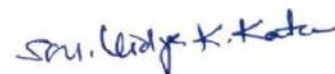
K T Katare

Managing Director

DIN 00645013

Place : Solapur

Date : 30.05.2026



SOU V K KATARE

Director

DIN 1443784

Place : Solapur

Date : 30.05.2026



K.K. KATARE

CFO

Place : Solapur

Date : 30.05.2026



BHAGYSHREE RAWANI

Company Secretary

M.NO.A64745

Place : Solapur

Date : 30.05.2026

**Annexure I**  
**Statement on Impact of Audit Qualifications (for audit report with modified opinion) submitted along with Annual Audited Financial Results**

<b>Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2026</b> [See Regulation 33/52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	Sl. No.	Particulars	Audited Figures (as reported before adjusting For qualifications)	Adjusted Figures (audited figures after adjusting for qualifications)
	1.	Turnover/Total income	3,63,03,713	3,63,03,713
	2.	Total Expenditure	5,20,40,019	5,20,40,019
	3.	Net Profit/ (Loss)	-2,16,43,306	-2,16,43,306
	4.	Earnings Per Share	-7.59	-7.59
	5.	Total Assets	1,18,74,21,210	1,18,74,21,210
	6.	Total Liabilities	5,05,14,901	5,05,14,901
	7.	Net Worth	56,27,313	56,27,313
	8.	Any other financial item(s) (as felt appropriate by the management)	-	-

<b>II. (A)</b>	<b>Audit Qualification (each audit qualification separately):</b>
	<p><b>a. Details of Audit Qualification:</b>                      The Company's manufacturing spinning division has remained non-operational for a prolonged period, and the company continues to run at an operating loss. Despite clear external indicators of asset impairment, the company has not carried out a comprehensive impairment assessment or testing of its Property, Plant, and Equipment as contemplated under Ind AS 36 (Impairment of Assets). Consequently, the auditor was unable to comment on the recoverability and realizable carrying value of the factory's building and plant and machinery, which stands at a total Net Block of Rs. 1,13,02,94,469.</p>
	<p><b>b. Type of Audit Qualification:</b> <del>Qualified Opinion/Disclaimer of Opinion/Adverse Opinion</del></p>
	<p><b>c. Frequency of qualification:</b> <del>Whether appeared first time/ repetitive (Continuing for multiple financial years due to the ongoing closure of the spinning division).</del></p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor Management's Views:</b>                      Not Applicable (The impact has not been quantified by the auditor)</p>



	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:</b></p> <p>Management estimates that the fixed assets represent high-quality structural holdings that retain intrinsic economic value. However, the exact impairment markdown cannot be mathematically estimated without an independent technical valuation report.</p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b></p> <p>The spinning plant has been idle due to temporary financial and working capital constraints. Management is actively looking into restructuring frameworks and exploring strategic partnerships to resume manufacturing operations. Since the assets are expected to be put back to active production upon revival, management believes that charging an arbitrary impairment down-valuation at this stage would not reflect long-term business performance reality.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b></p> <p>Refer to the <i>Basis for Qualified Opinion</i> paragraph in the independent auditor's report. In the absence of a structured valuation study under Ind AS 36, we are unable to comment on whether the carrying assets are overstated or determine the necessary value adjustments.</p>
<b>II. (B)</b>	<p><b>Audit Qualification (each audit qualification separately):</b></p>
	<p><b>a. Details of Audit Qualification:</b></p> <p>The company has not provided for depreciation on the plant and machinery of the spinning division for the current financial year on the grounds that there has been no production of yarn. This constitutes a direct non-compliance with <b>Ind AS 16 (Property, Plant, and Equipment)</b>, which dictates that depreciation does not cease when an asset becomes idle unless it is fully depreciated or classified as held for sale.</p>
	<p><b>b. Type of Audit Qualification:</b> Qualified Opinion / Disclaimer of Opinion / Adverse Opinion</p>
	<p><b>c. Frequency of qualification:</b> Whether appeared first time / Repetitive (First time for this explicit Ind AS 16 baseline presentation, though correlated with the division's suspension history).</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:</b></p> <p>Not applicable.</p>



	<p><b>e. For Audit Qualification(s) where the impact is not quantified by the auditor:</b></p>
	<p><b>(i) Management's estimation on the impact of audit qualification:</b></p> <p>Management estimates that since the machinery did not undergo standard mechanical wear and tear from manufacturing, the internal wear-down is minimal and does not affect residual values.</p>
	<p><b>(ii) If management is unable to estimate the impact, reasons for the same:</b></p> <p>Because production has completely stopped, management omitted the depreciation claim to avoid artificially inflating the annual operating loss from an idle segment. The useful life evaluation will be updated when operations resume.</p>
	<p><b>(iii) Auditors' Comments on (i) or (ii) above:</b></p> <p>Omission of depreciation solely due to a lack of active production is a violation of Ind AS 16. In the absence of specific calculations from the company, the resultant overstatement of profit/loss and asset balances remains unquantified by us.</p>
<b>II. (C)</b>	<p><b>Audit Qualification (Recoverability Evaluation of Deferred Tax Positions):</b></p>
	<p><b>a. Details of Audit Qualification:</b></p> <p>The Company carries a Net Deferred Tax Liability of Rs. 78,87,000 as of March 31, 2026. Because the company has omitted mandatory impairment modeling under Ind AS 36 for its core property assets, the true temporary tax timing differences cannot be verified in line with Ind AS 12 (Income Taxes). Consequently, the potential downstream effects on the statement of profit and loss and structural net equity positions cannot be validated.</p>
	<p><b>b. Type of Audit Qualification :</b> Qualified Opinion/ Disclaimer of Opinion/ Adverse Opinion</p>
	<p><b>c. Frequency of qualification</b> : Whether appeared first time / repetitive / since how long continuing</p>
	<p><b>d. For Audit Qualification(s) where the impact is quantified by the auditor Management's Views:</b></p> <p>Not Applicable</p>



e. For Audit Qualification(s) where the impact is not quantified by the auditor:

(i) Management's estimation on the impact of audit qualification:

Management views that the deferred tax positions are derived directly from statutory tax configurations, meaning no additional adjustments are required at this stage.

(ii) If management is unable to estimate the impact, reasons for the same:

The recoverability of tax positions depends directly on future taxable income and the turnaround of the manufacturing division. Due to the current non-operational state of the spinning division, a definitive timeline for these tax balances cannot be established.

(iii) Auditors' Comments on (i) or (ii) above:

Due to the material interactions between unrecognized impairments and tax balances, we are unable to determine the structural adjustments required for the deferred tax accounts.

**Signatories:**

III. For KATARE SPINNING MILLS LIMITED

  
MR. KISHORE KATARE  
CEO/Managing Director



  
MR. KAMAL KATARE  
CFO

  
MR. YADGIRI KONDA  
Audit Committee Chairman

  
MR. CA GANESH PAWLE  
Statutory Auditor  
FRN - 160253W



Place: Solapur  
Date: 30.05.2026

**KATARE SPINNING MILLS LTD**  
CIN- L17119PN1980PLC022962  
GANDHINAGAR , BL NO.10 SOLAPUR, MH-413006

**STANDALONE AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED 31ST MAR , 2026**

Sr. No.	Particulars	Three Months Ended			Year ended	
		31.03.2026	31.12.2025	31.03.2025	31.03.2026	31.03.2025
		Current Year (Audited)	Current Year (Unaudited)	Previous Year (Audited)	Current Year (Audited)	Previous Year (Audited)
1	Revenue from operations	97.62	101.66	138.92	278.59	511.98
2	Other Income	72.73	4.16	20.73	84.45	24.45
3	<b>Total Revenue</b>	<b>170.35</b>	<b>105.82</b>	<b>159.65</b>	<b>363.04</b>	<b>536.43</b>
4	<b>Expenses:</b>					
(a)	Cost of materials consumed	2.96	-	-	2.96	-
(b)	Purchase of Stock-in-Trade	132.00	-	118.18	184.33	459.12
(c)	Changes in inventories of work-in-progress & finished goods	3.93	54.43	(2.90)	58.36	(2.90)
(d)	Employee benefits expense	6.53	5.07	6.82	23.16	23.02
(f)	Finance costs	38.26	0.13	33.14	38.66	33.53
(g)	Depreciation and amortisation expenses	32.40	32.79	32.33	130.65	130.92
(h)	Other expenses	23.42	42.92	43.45	82.27	94.29
	<b>Total expenses</b>	<b>239.52</b>	<b>135.34</b>	<b>231.02</b>	<b>520.40</b>	<b>737.98</b>
5	<b>Profit/(Loss) before exceptional items and tax (3-4)</b>	<b>(69.17)</b>	<b>(29.52)</b>	<b>(71.37)</b>	<b>(157.36)</b>	<b>(201.55)</b>
6	Exceptional Items	-	-	-	-	-
7	<b>Profit/(Loss) before extraordinary items and tax (5+-6)</b>	<b>(69.17)</b>	<b>(29.52)</b>	<b>(71.37)</b>	<b>(157.36)</b>	<b>(201.55)</b>
8	Extraordinary Items					
9	<b>Profit/(Loss) before tax (7+-8)</b>	<b>(69.17)</b>	<b>(29.52)</b>	<b>(71.37)</b>	<b>(157.36)</b>	<b>(201.55)</b>
10	<b>Tax expense</b>					
	Current Tax	-	-	-	-	-
	Deferred Tax	59.07	-	(28.51)	59.07	(28.51)
	<b>Total Tax Expenses/Credit</b>	<b>59.07</b>	<b>-</b>	<b>(28.51)</b>	<b>59.07</b>	<b>(28.51)</b>
11	<b>Net Profit/(Loss) for the period (9+-10)</b>	<b>(128.24)</b>	<b>(29.52)</b>	<b>(42.86)</b>	<b>(216.43)</b>	<b>(173.04)</b>
12	<b>Other Comprehensive Income (including share in associates &amp; joint ventures)</b>					
A	Amount of item that will not be reclassified to Profit & Loss	-	-	-	-	-
	Income Tax relating to items that will not be reclassified to Profit & Loss	-	-	-	-	-
B	Amount of item that will be reclassified to Profit & Loss	-	-	-	-	-
	Income Tax relating to items that will be reclassified to Profit & Loss	-	-	-	-	-
13	<b>Total comprehensive income (11+12)</b>	<b>(128.24)</b>	<b>(29.52)</b>	<b>(42.86)</b>	<b>(216.43)</b>	<b>(173.04)</b>
14	Paid-up equity Share Capital	285.00	285.00	285.00	285.00	285.00
15	Reserve excluding Revaluation Reserves as per balance Sheet of previous accounting year					
16	<b>Earning Per Share (Basic &amp; Diluted) (For discontinued &amp; Continued operations)</b>					
(a)	Basic	-4.50	-1.04	-1.50	-7.59	-6.07
(b)	Diluted	-4.50	-1.04	-1.50	-7.59	-6.07



**NOTES:**

- 1 The above result were reviewed by the Audit Committee and approved by the Board of Directors at its meeting held on 30th May 2026 The Statutory Auditors of the Company have conducted a 'Limited Review' of the Financial results for the quarter and year ended 31st March, 2026.
- 2 The Company has adopted Indian Accounting Standards (Ind AS) from 1st April, 2017. Accordingly, these financial results have been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards (Ind AS) 34 Interim Financial Reporting prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued there under and other accounting principles generally accepted in India.
- 3 The Company operates in multiple business segment, i.e. Cotton yarn manufacturing, Solar power generation.
- 4 The figures for the previous period have been regrouped/rearranged wherever considered necessary.

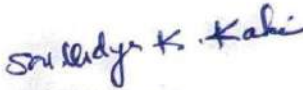
G.M.PAWLE AND ASSOCIATES  
Chartered Accountants  
FRN :160253W

For and on behalf of the Board  
Katare Spining Mills Ltd

  
GANESH M PAWLE  
Proprietor  
ICAI Membership No :03256  
Place : Solapur  
Date : 30.05.2026  
UDIN :



  
S. V. K. Katare  
Managing Director  
DIN 00645013  
Place : Solapur  
Date : 30.05.2026

  
SOU V K KATARE  
Director  
DIN 1443784  
Place : Solapur  
Date : 30.05.2026

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**ANNEXURE IV**

**Format for Reporting of Segment wise Revenue, Results and Capital Employed along with the Quarter and year ended results for 31<sup>st</sup> March, 2026**

Particulars	3 months ended In the current year (31/03/2026)	Corresponding 3 months ended in the previous year (31/03/2025)	Year to date figures for current period ended (31/03/2026)	Year to date figures for the previous year ended (31/03/2025)
	(Audited)	(Audited)	(Audited)	Audited
1. Segment Revenue (net sale/income from each segment should be disclosed under this head)				
(a) Segment – Cotton yarn mfg.	91.59	118.22	230.69	460.01
(b) Segment – Solar Power generation	6.04	20.70	47.90	51.97
(c) Unallocated	0.00	0.00	0.00	0.00
Total	97.63	138.92	278.59	511.98
Less: Inter Segment Revenue	0.00	0.00	0.00	0.00
Net sales/Income From Operations	97.63	138.92	278.59	511.98
2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)#				
(a) Segment – Cotton yarn mfg.	(21.01)	(41.45)	(101.94)	(153.94)
(b) Segment – Solar Power generation	(9.89)	3.23	(16.76)	(14.08)
(c) Unallocated	0.00	0.00	0.00	0.00
Total	(30.90)	(38.22)	(118.70)	(168.02)



Less: i) Interest**	38.26	33.14	38.66	33.53
ii) Other Un-allocable Expenditure net off				
(iii) Un-allocable income	0.00	0.00	0.00	0.00
Total Profit Before Tax	(69.16)	(71.36)	(157.36)	(201.55)
<b>3. Capital Employed</b> (Segment assets – Segment Liabilities)				
(a) Segment – Cotton yarn mfg.	(100.75)	68.52	10881.39	11128.88
(b) Segment – Solar Power generation	(27.49)	(111.37)	487.67	456.62
(c) Unallocated	0.00	0.00	0.00	0.00
<b>Total</b>	<b>(128.24)</b>	<b>(42.82)</b>	<b>11369.06</b>	<b>11585.50</b>

- The Company operates in multiple business segment, i.e. Cotton yarn manufacturing, solar power generation.



**KATARE SPINNING MILLS LTD**  
Audited Cash Flow Statement for the period ended 31.03.2026

(All amounts are in Rs. Lakhs except for share data or as otherwise stated)

Sr. No.	Particulars	As at 31/03/2026	As at 31/03/2025
<b>A</b>	<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
	Profit before tax	-157.36	-201.55
	Non cash adjustment to reconciled profit before tax to net cash flows :		
	Depreciation	130.65	130.92
	Profit on Sale of fixed Assets	0.00	-3.66
	Interest Expenditure	38.66	33.53
	Interest ,Rent & Other Non Operating Income	-84.45	-20.78
	Misc Non Cash Adjustments		0.00
	Operating profit before working capital changes	-72.50	-61.55
	<b>Movements in working capital</b>		
	Increase / (Decrease) in trade payables	-7.30	-7.03
	Increase / (Decrease) in trade payables (current)	-1.45	-1.64
	Increase / (Decrease) in other current liabilities	-3.30	3.11
	Increase / (Decrease) in other long term liabilities	0.00	-3.16
	Decrease / (Increase) in trade receivables	0.00	0.00
	Decrease / (Increase) in inventories	61.32	-2.89
	Decrease / (Increase) in long term loans & advances given	0.00	0.00
	Decrease / (Increase) in short term loans & advances given	0.00	0.00
	Decrease / (Increase) in other current assets	2.48	-2.44
	Decrease / (Increase) in other non-current assets	-0.34	17.03
	Decrease / (Increase) in other financial assets	0.00	0.00
	Decrease / (Increase) in trade receivables (current)	2.77	9.38
	Cash generated from / (used in) operations	-18.32	-49.19
	Direct taxes paid (net of refunds)	0.00	0.00
	Net cash flow from / (used in) operating activities (A)	-18.32	-49.19
<b>B</b>	<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
	Purchases of Fixed Assets, including intangible assets, CWIP & capital advances	-1.19	-19.35
	Proceeds from sale of Fixed Assets	0.00	8.70
	Increase / (Decrease) in trade payables Fixed Assets / Mylan	0.00	0.00
	Purchase of current investments	0.00	0.00
	Investment in bank deposits (having original maturity of more than three months)	0.00	0.00
	Interest ,Rent & Other Non Operating Income	84.45	20.77
	Net Cash from / (used in ) Investing Activities (B)	83.26	10.13
<b>C</b>	<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
	Proceeds from issuance of share capital & preference share capital	0.00	0.00
	Proceeds from long term borrowings	0.00	0.00
	Repayment of long term borrowing	0.00	0.00
	Proceeds from short term borrowings	-25.83	73.04
	Interest Paid	-38.66	-33.53
	Dividend paid on equity shares	0.00	0.00
	Tax on equity dividend paid	0.00	0.00
	Net cash flow from / (used in) Financing Activities (C)	-64.49	39.51
	Net Increase / (Decrease) in cash & cash equivalents (A)+(B)+(C)	0.45	0.44
	Cash & Cash equivalents at the beginning of the period	7.55	7.11
	Cash & Cash equivalents at the end of the period	8.00	7.55

Components of Cash & Cash Equivalent :

Particulars	As at 31/03/2026	As at 31/03/2025
Bank Balance with Bank	0.00	0.15
Cash in hand	0.10	0.07
	0.10	0.22
Deposits	7.90	7.32
<b>Total</b>	<b>8.00</b>	<b>7.55</b>

G.M.PAWLE AND ASSOCIATES

Chartered Accountants

FRN :160253W

  
GANESH M PAWLE

Proprietor

ICAI Membership No :032561

Place : Solapur

Date : 30.05.2026

UDIN :



For and on behalf of the Board  
Katare Spining Mills Ltd



K T Katare  
Managing Director  
DIN 00645013  
Place : Solapur  
Date : 30.05.2026




K.K. KATARE  
CFO

Place : Solapur  
Date : 30.05.2026



SOU V K KATARE  
Director  
DIN 1443784  
Place : Solapur  
Date : 30.05.2026



BHAGYSHREE RAWANI  
Company Secretary  
M.NO.A64745

Place : Solapur  
Date : 30.05.2026

26032561RACKER1299

**KATARE SPINNING MILLS LIMITED**  
 Reg. Off:- 14/30 GROUND FLOOR, B WING, KATARE COMPLEX,  
 GANDHINAGAR , BL NO.10 SOLAPUR, MH-413006  
 CIN- L17119PN1980PLC022962

**STANDALONE STATEMENT OF ASSETS AND LIABILITIES AS AT 31.03.2026**

(Rs.in Lakh's)

PARTICULARS	As at 31.03.2026	As at 31.03.2025
<b>ASSETS</b>		
Non-current assets		
(a) Property, Plant and Equipment	11302.94	11432.41
(b) Investment Property	0.00	0
(c) Goodwill	0.00	0
(d) Other Intangible assets	0.00	0
(e) Financial Assets		
(i) Investments	0.11	0.11
(ii) Trade receivables	0.00	0.00
(iii) Loans	0.00	0.00
(f) Deferred tax assets (net)	0.00	0
(g) Other non-current assets	287.77	287.43
Current assets		
(a) Inventories	82.69	144.01
(b) Financial Assets		
(i) Investments	0.00	0
(ii) Trade receivables	158.24	161.01
(iii) Cash and cash equivalents	8.00	7.55
(iv) Bank balances other than	0.00	0
(c) Current Tax Assets (Net)	0.00	0
(d) Other current assets	34.46	36.94
<b>Total Assets</b>	<b>11874.21</b>	<b>12069.45</b>
<b>EQUITY AND LIABILITIES</b>		
Equity		
(a) Equity Share capital	285.00	285.00
(b) Other Equity	11084.06	11300.50



<b>LIABILITIES</b>			
Non-current liabilities			
<b>(a) Financial Liabilities</b>			
(i) Borrowings		0.00	0.00
(ii) Trade payables		11.52	18.82
(iii) Other financial liabilities		0.00	0.00
<b>(b) Provisions</b>		0.00	0.00
(c) Deferred tax liabilities (Net)		78.87	19.80
(d) Other non-current liabilities		0.00	0.00
Current liabilities			
<b>(a) Financial Liabilities</b>			
(i) Borrowings		403.68	429.51
(ii) Trade payables		1.03	2.47
(iii) Other financial liabilities		0.00	0.00
<b>(b) Other current liabilities</b>		10.05	13.36
(c) Provisions		0.00	0
(d) Current tax liabilities (Net)		0.00	0
<b>Total Equity and Liabilities</b>		<b>11874.21</b>	<b>12069.45</b>
		0.00	0.00

**G.M.PAWLE AND ASSOCIATES**  
Chartered Accountants  
FRN :160253W

*hml*

**GANESH M PAWLE**

Proprietor

ICAI Membership No :032561

Place : Solapur

Date : 30.05.2026

UDIN : 26032561RACKER1249



For and on behalf of the Board  
Katare Spining Mills Ltd

*K T Katare*

**K T Katare**

Managing Director

DIN 00645013

Place : Solapur

Date : 30.05.2026

*Smt. Sou V K Katare*

**SOU V K KATARE**

Director

DIN 1443784

Place : Solapur

Date : 30.05.2026

