

30th May, 2026

To
The Corporate Relations Department,
Bombay Stock Exchange,
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai - 400 001.
Company Code 540023

Dear Sir/Madam,

Sub: Outcome of the Board Meeting - reg.

Ref: With reference to the above cited subject, we would like to inform that the Board of Directors in their meeting held on 30th May, 2026 have inter alia approved the following matters:

- 1) Audited Financial Results of the Company for the Fourth Quarter and Financial Year ended 31st March, 2026 (as enclosed).
- 2) Auditors Reports on the Financial Results of the Company for the Fourth Quarter and Year ended 31st March, 2026, issued by the Statutory Auditors, M/s. Pavan & Associates., Chartered Accountants as required under Regulation 33 of the Listing Regulations (as enclosed).

The Board Meeting Commenced at 4.00 P.M. and Concluded at 05:00 P.M.

This is for your information and record.

Regards,

For COLORCHIPS NEW MEDIA LIMITED



Srinivasa Rao Kakkera
Chief Financial Officer



Colorchips New Media Limited

CIN: L74110TG1985PLC051404

Registered Office: Plot No 9, 3rd Floor, Navodaya Colony, Yellareddy Guda, Hyderabad-500073, Telangana, India

E-mail: info@colorchipsindia.com, Website: www.colorchipsindia.com

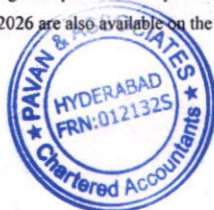
Statement of Audited Financial Results for the Quarter and Year ended 31 March, 2026

Sl. No.	Particulars	STANDALONE				
		Quarter ended			Year Ended	P Year Ended
		31-Mar-26	31-Dec-25	31-Mar-25	31-Mar-26	31-Mar-25
		Audited	Un Audited	Audited	Audited	Audited
1	Income from Operation					
	a) Sales / Income from Operations (Inclusive of GST)	586,593.03	597,763.14	397,823.00	3,799,776.85	6,759,157.00
	Less:-Traing Fee Return		0.00			
	b) Other Income	142.00	-	-	142.00	117,515.00
	Total Income from operations (net)	586,735.03	597,763.14	397,823.00	3,799,918.85	6,876,672.00
2	Expenses					
	a. Cost of Material Consumed					
	B. Changes in inventories of finished goods, work-in-progress and stock -in-trade					
	C. Employee benefits expense	1,457,133.30	486000.00	1,739,325.00	4,643,136.30	6,533,601.00
	d. Depreciation and Amortisation expense	2,123,462.55	2196922.50	1,838,240.00	8,714,229.55	8,787,689.00
	e. Finance cost,	638.80	2120.46	2,174.00	7,121.72	4,248.00
	f. Other Expenses	327,940.16	1145293.26	784,273.00	6,718,731.14	3,258,110.00
	Total Expenses	3,909,174.81	3,830,336.22	4,364,012.00	20,083,218.71	18,583,648.00
3	Profit / (Loss) from Operations before other income, finance costs and exceptional items (1 - 2)	(3,322,439.78)	(3,232,573.08)	(3,966,189.00)	(16,283,299.86)	(11,706,976.00)
4	Other Income					
5	Profit / (Loss) from ordinary activities before finance costs and exceptional Items (3 + 4)	(3,322,439.78)	(3,232,573.08)	(3,966,189.00)	(16,283,299.86)	(11,706,976.00)
7	Exceptional Items - Expenditure / (Income)					
8	Profit / (Loss) from Ordinary Activities before tax (7 ± 8)	(3,322,439.78)	(3,232,573.08)	(3,966,189.00)	(16,283,299.86)	(11,706,976.00)
9	Tax Expense					
	Current Tax					
	Deffered Tax	(40,128.00)		30,722.00	(40,128.00)	30,722.00
10	Profit Before exceptional andextra ordinary items	(3,282,311.78)	(3,232,573.08)	(3,996,911.00)	(16,243,171.86)	(11,737,698.00)
11	Extraordinary items (Net of Tax)					
	Provision for Loss Market Value in Investment				0.00	(88508132.00)
12	Net Profit / (Loss) for the period (11 + 12)	(3,282,311.78)	(3,232,573.08)	(3,996,911.00)	(16,243,171.86)	(100,245,830.00)
13	Total Other Comprehensive Income net of Tax					
14	Total Comprehensive Income For the Period	(3,282,311.78)	(3,232,573.08)	(3,996,911.00)	(16,243,171.86)	(100,245,830.00)
15	Share of profit / (loss) of associates*					
16	Minority interest					
17	Net Profit / (Loss) after taxes, minority interest and share of profit / (loss) of associates (13 + 14 + 15) *	(3,282,311.78)	(3,232,573.08)	(3,996,911.00)	(16,243,171.86)	(100,245,830.00)
18	Paid-up equity share capital (Face Value of Rs.2each)	17,009,900.00	170099000.00	17,009,900.00	170,099,000.00	17,009,900.00
17	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	6,234,951.00	6,234,951.00	6,234,951.00	6,234,951.00	6,234,951.00
	Reserve excluding Revaluation Reserves as per balance sheet of previous accounting year	6,234,951.00	6,234,951.00	6,234,951.00	6,234,951.00	6,234,951.00
19 (i)	Earnings per share (before extraordinary items) (of ` 1/- each) (not annualised):					
	(a) Basic	(0.1930)	(0.0190)	(0.2350)	(0.0955)	(5.8934)
	(b) Diluted	(0.1930)	(0.0190)	(0.2350)	(0.0955)	(5.8934)
1	Earnings per share (after extraordinary items) (of ` 10/-each) (not annualised):					
	(a) Basic	(0.1930)	(0.0190)	(0.2350)	(0.0955)	(5.8934)
	(b) Diluted	(0.1930)	(0.0190)	(0.2350)	(0.0955)	(5.8934)

Notes :-

Notes to the Statement of Standalone financial Results:

- The financial results of the company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the companies (Indian Accounting standards) rules, 2015 as amended by the companies (Indian Accounting Standards) (Amendment) rules, 2016.
- The entire operations of the Company relate to only one segment viz., Digital Media. Hence segmental reporting as per Ind AS 108 is not made.
- The aforementioned results are reviewed by the Audit Committee of the Board and subsequently taken on record by the Board of Directors at its meeting held on 30th May, 2026. The Statement included the results for the quarter ended 31st March 2026 and 31st March 2025 being the balancing figure of the audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the respective financial years, which were subject to limited review by the respective auditors.
- The results for the year ended 31st March 2026 are also available on the Bombay Stock Exchange website and on the Company's website.



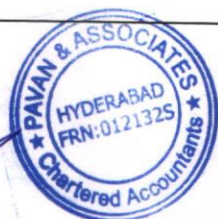
COLORCHIPS NEW MEDIA LIMITED

Balance Sheet as at 31/03/2026

Particulars	Standalone	
	Audited As at 31.03.2026	Audited As at 31.03.2025
<u>A. EQUITY AND LIABILITIES</u>		
1 Shareholders' funds:		
(a) Share capital	170,099,000	170,099,000
(b) Reserves and surplus	9,107,748	25,350,920
Sub-total-Shareholders' funds	179,206,748	195,449,920
2 Non-current liabilities		
(a) Long term borrowings		-
(b) Deferred tax liabilities	698,894	739,022
(c) Other Long-term liabilities	0	
Sub-total-Non-current liabilities	698,894	739,022
3 Current Liabilities		
(a) Short-term borrowings		
(b) Trade payables		
i) Total outstanding dues of micro enterprises and small enterprises		
ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	26,384,859	6,664,158
ii) Other Financial Liabilities	239,094	265,074
(c) Other current liabilities	555,186	10,921,449
(d) Short-term provisions		
Sub-total-Current liabilities	27,179,139	17,850,681
TOTAL-EQUITY AND LIABILITIES	207,084,781	214,039,623
<u>B ASSETS</u>		
1 Non-current assets		
(a) Property, plant and equipment	92,888,405	95,327,650
(b) Other Intangible assets		
(c) Capital work-in-progress		
(d) Non-current investments	100,500,000	100,500,000
(e) Long term loans and advances		
Sub-total-Non-current assets	193,388,405	195,827,650
2 Current assets		
(a) Inventories		
(b) Trade receivables	1,279,654	2,060,368
(c) Cash and Cash equivalents	1,101,377	1,186,041
(d) Short-term loans and advances	9,999,355	13,675,421
(e) Other current assets	1,315,990	1,290,143
Sub-total-Current assets	13,696,376	18,211,973
TOTAL-ASSETS	207,084,781	214,039,623

For Pavan & Associates
Chartered Accountants
FRN: 012132S

R. Swarna Kumari
Partner
M.No. 231813
UDIN: 26231813VCCXZW5882



Cash Flow Statement

for the year ended 31 March 2026

Particulars	Year ended 31-Mar-26	Year ended 31-Mar-25
Cash Flows from Operating Activities		
Profit/(loss) Before Tax	(16,283,300)	(100,215,108)
Non cash adjustments to reconcile Profit before tax to net cash flows:		
(+) Depreciation	8,714,230	8,787,689
(-) Other Income	(142)	(117,515)
Operating Profit Before Working Capital Changes	(7,569,212)	(91,544,934)
Movements in Working Capital:		
Increase/(Decrease) in borrowings	-	-
(Increase)/Decrease in Sundry Debtors	780,714	(1,099,159)
Increase/(Decrease) in Trade Payables	9,720,701	15,504,158
Increase/(Decrease) in other Current Liabilities	(392,243)	(3,871,716)
(Increase)/Decrease in other Current Assets	(25,847)	(1,035,913)
(Increase)/Decrease in Short Term Loans and Advances	3,676,066	(12,304,582)
Cash Generated from Operations	6,190,179	(94,352,146)
Taxes Paid (Net)		
Net Cash from Operating Activities (A)	6,190,179	-94,352,146
Cash Flows from Investing Activities		
Purchase of Fixed Assets	(6,274,985)	(4,455,548)
Other Income received	142	117,515
Purchase of Non-Current Investments		98,317,649
Receipt of deposit		
Net cash used in Investing activities (B)	(6,274,843)	93,979,616
Cash flows from Financing Activities		
Net cash flow / (used) in financing activities (C)	0	0
Net increase/(decrease) in cash and cash equivalents (A + B + C)	(84,664)	(372,530)
Cash and Cash equivalents at beginning of the year	1,186,041	1,558,571
Cash and Cash equivalents at end of the year	1,101,377	1,186,041

Notes 1 to 28 form an integral part of these standalone financial statements
As per our report of even date

For Pavan & Associates
Chartered Accountants
FRN: 0121325

R. Swarna Kumar
Partner
M.No. 231813



UDIN: 26231813VCCXZW5882
Date: 30/05/2026
Place: Hyderabad

For and on behalf of Board of Directors

Chaganty Ravi Shankar
Managing Director
DIN: 09657821

K. Srinivasa Rao
Srinivasa Rao Kakkera
Chief Financial Officer

COLORCHIPS NEW MEDIA LIMITED
[CIN:L74110TG1985PLC051404]
8-3-678/42/9,PLOT NO.9
NAVODAYA COLONY, Y R GUDA
Telangana-500073.
Website: www.colorchipsindia.com
Email Id : info@colorchipsindia.com



30th May, 2026

To
The Corporate Relations Department,
Bombay Stock Exchange,
PhirozeJeejeebhoy Towers, Dalal Street,
Mumbai - 400 001.

Dear Sir,

Sub: Declaration Pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for Unmodified Opinion.

Ref: Company Code 540023

DECLARATION FOR UNMODIFIED OPINION

I, Chaganty Ravi Shankar, Managing Director of M/s. Colorchips New Media having its registered office at H. No 8/3/678/42/9, Plot no 9, 3rd Floor, Navodaya Colony, Yellareddy Guda, Hyderabad-500073, hereby declare that, M/s. Pavan & Associates., Statutory Auditors of the Company, have issued an Audit Report with Unmodified Opinion on Audited Financial Results for the Quarter and Year Ended 31st March, 2026.

Thanking You,

Yours Faithfully,

For COLORCHIPS NEW MEDIA LIMITED

C. Ravi Shankar

Chaganty Ravi Shankar
Managing Director
DIN: 09657821





INDEPENDENT AUDITOR'S REPORT

To
The Members of
COLORCHIPS NEW MEDIA LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **COLORCHIPS NEW MEDIA LIMITED** ("the Company"), which comprise the Balance Sheet as at 31st March, 2026, the Statement of Profit and Loss, the Statement of Changes in Equity and the statement of Cash Flows for the year then ended, and notes to the standalone financial statements including a summary of material accounting policies and other explanatory information (hereinafter referred to as "Standalone financial statements")

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 accounting principles generally accepted in India including the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, of the state of affairs of the Company as at March 31, 2026, its loss its changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current year. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Director's report, but does not include the standalone financial statements and our auditor's report thereon. The Director's report is expected to be made available to us after the date of this auditor's report.

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

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

When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take necessary actions, as applicable under the relevant laws and regulations.

Responsibilities of Management and Those Charged with Governance 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, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including Ind AS prescribed under section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

Those 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 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 control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors.
- Conclude on the appropriateness of Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the current year and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements


- (1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraph 3 and 4 of the Order, to the extent applicable.
- (2) A. 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 for the purposes of our audit;
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c. The standalone balance sheet, the standalone Statement of Profit and Loss, the standalone Statement of Changes in Equity and standalone Statement of Cash Flows 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 prescribed under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on 31st March, 2025 and taken on record by the Board of Directors, none of the directors is disqualified as on 31st March, 2025 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 2(A)(b) above on reporting under Section 143(3)(b) of the Act and paragraph 2B(h) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.
 - g. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls refer to our separate report in "Annexure B".
- B. 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, in our opinion and to the best of our information and according to the explanations given to us:
 - a. The Company does not have any pending litigations which would impact its financial position.
 - b. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - c. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - d. The management of the Company has represented to us 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

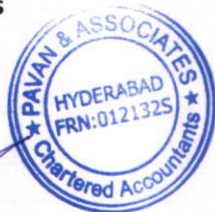


or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- e. The management of the Company has represented to us 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 Parties ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- f. Based on the audit procedures 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 (i) and (ii) above, contain any material misstatement.
- g. The company has not declared nor paid any dividend during the year. Hence, reporting the compliance with section 123 of the Act is not applicable.
- h. Based on our examination which included test checks, the Company has used accounting software for maintaining its books of account in which, the feature of recording audit trail (edit log) facility was not enabled and the same has operated throughout the year for all relevant transactions recorded in the respective software.
- i. With respect to the matter to be included in the Auditor's Report under Section 197(16) of the Act, in our opinion and according to the information and explanations given to us the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Company is not in excess of the limit laid down under Section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under Section 197(16) of the Act which are required to be commented upon by us.

For PAVAN & ASSOCIATES
Chartered Accountants
FRN: 0012132S


R. Swarna Kumari
Partner
M.No: 231813



UDIN: 26231813VCCXZW5882

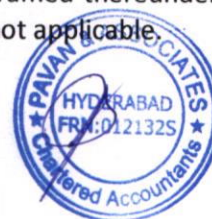
Date: 30/05/2026
Place: Hyderabad

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section in the Independent Auditor's Report of even date to the members of Colorchips New Media Limited ("the Company") on the standalone financial statements for the year ended March 31, 2026]

Based on the audit procedures performed for the purpose of reporting a true and fair view on the standalone financial statements of the Company and taking into consideration the information and explanations and written representation given to us by the management and the books of account and other records examined by us in the normal course of audit, we report that:

1. (a) A. The company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
B. The company has maintained proper records showing full particulars of intangible assets.
- (b) During the year the Property, Plant and Equipment have been physically verified by the management at reasonable intervals and no material discrepancies are noticed on such physical verification.
- (c) According to the information and explanation given to us, the title deeds of the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the company.
- (d) The Company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year.
- (e) According to the information and explanation given to us, no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder during the year.
2. (a) The company is not holding any inventory hence, the clause is not applicable.
(b) During any point of time of the year, the company has not been sanctioned any working capital limits, from banks or financial institutions on the basis of security of current assets. Therefore, the provisions of Clause (ii)(b) of paragraph 3 of the order are not applicable to the company.
3. The Company has during the year, not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the provisions of clauses 3(iii) of the Order are not applicable.
4. According to the information and explanation given to us, the company has no loans, investments, guarantees or security where provisions of section 185 and 186 of the Companies Act, 2013 are to be complied with.
5. The Company has not accepted any deposits or amounts which are deemed to be deposits under the directives of the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed thereunder, where applicable. Accordingly, the provisions of clause 3(v) of the Order are not applicable.

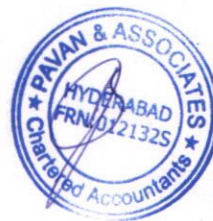


6. According to the rules prescribed by the Central Government for the maintenance of cost records under section 148(1) of the Companies Act, 2013 is not applicable to the company therefore reporting under this clause is not required.
7. (a) The company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
(b) As of the year-end, according to the records of the Company and information and explanations given to us, there are no disputed statutory dues outstanding on the company.
8. We have not come across any transactions which were previously not recorded in the books of account of the Company that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
9. (a) The company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
(b) The company has not been declared as a wilful defaulter by any bank or financial institution or government or any government authority.
(c) The Company did not obtain any money by way of term loans during the year. Accordingly, reporting under clause (ix)(c) of paragraph 3 of the Order with respect to utilization of money obtained by way of term loan during the year for the purpose which they were obtained is not applicable.
(d) The Company did not obtain any money by way of term loans during the year. Accordingly, reporting under clause (ix)(d) of paragraph 3 of the Order with respect to funds raised on short term basis and used for long term purposes by the Company is not applicable.
(e) On an overall examination of the standalone 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, associates or joint ventures.
(f) The company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
10. (a) No moneys raised by way of initial public offer or further public offer (including debt instruments) during the year.
(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.
11. (a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company nor any fraud on the Company has been noticed or reported during the year, nor have we been informed of any such instance by the management.
(b) No report under section 143(12) of the Act has been filed with the Central Government by the auditors of the Company in Form ADT-4 as prescribed under Rule 13 of



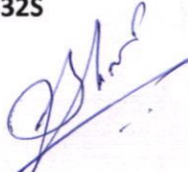
Companies (Audit and Auditors) Rules, 2014 during the year or upto the date of this report.

- (c) There are no whistle-blower complaints received by the Company during the year and upto the date of this report.
12. In our opinion, the company is not a Nidhi Company, therefore this clause is not applicable.
13. All transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable and the details have been disclosed in the standalone financial statements as required by the applicable accounting standards.
14. In our opinion, the Company has an internal audit system commensurate with the size and nature of its business.
15. The company has not entered into any non-cash transactions with directors or persons connected with them during the year.
16. (a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Therefore, reporting under clause (xvi) (a) and (b) of paragraph 3 of the Order are not applicable.
- (b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without having a valid Certificate of Registration(CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- (c) The Company is not a Core Investment Company (CIC) as defined in Core Investment Companies (Reserve Bank) Directions, 2016 ("Directions") by the Reserve Bank of India. Accordingly, reporting under clause (xvi)(c) and (d) of paragraph 3 of the Order are not applicable.
17. The company has incurred cash losses for the current and immediately preceding financial year amounting to Rs. 75 lakhs and Rs. 914 lakhs.
18. There has been no resignation of the statutory auditors during the year and accordingly, reporting under this clause is not applicable.



19. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, and our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting we believe that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
20. There is no liability of the company under the provisions of section 135 of the Companies Act, relating to Corporate Social Responsibility. Therefore, the provisions of Clause (xx) of paragraph 3 of the order are not applicable to the Company.

For PAVAN & ASSOCIATES
Chartered Accountants
FRN: 0012132S



R. Swarna Kumari
Partner
M.No: 231813

UDIN: 26231813VCCXZW5882

Date: 30/05/2026
Place: Hyderabad

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

Legal and Regulatory Requirements' section in our Independent Auditor's Report of even date to the members of Colorchips New Media Limited on the standalone financial statements for the year ended March 31, 2026

Report on the Internal Financial Controls with reference to Financial Statements under clause (i) of sub-section 3 of section 143 of the Companies Act, 2013 ("the Act")

We were engaged to audit the internal financial controls with reference to financial statements of Colorchips New Media Limited ("the Company") as of March 31, 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date. Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's and Board of Directors' Responsibilities for Internal Financial Controls

The Company's Board of Directors is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

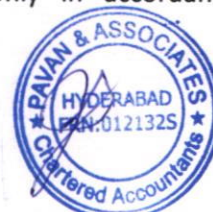
Our responsibility is to express an opinion on the Company's internal financial controls with reference to financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the ICAI.

Because of the matter described in Disclaimer of Opinion paragraph below, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on internal financial controls with reference to financial statements of the Company.

Meaning of Internal Financial Controls with reference to Financial Statements

A company's internal financial control with reference to 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 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.

Disclaimer of Opinion

The system of internal financial controls with reference to financial statements with regard to the Company were not made available to us to enable us to determine if the Company has established adequate internal financial controls with reference to financial statements at the aforesaid branch and whether such internal financial controls were operating effectively as at March 31, 2026.

For PAVAN & ASSOCIATES

Chartered Accountants

FRN: 0012132S

R. Swarna Kumari

Partner

M.No: 231813



UDIN: 26231813VCCXZW5882

Date: 30/05/2026

Place: Hyderabad