SARLA PERFORMANCE FIBERS Threading Excellence

Sarla Performance Fibers Limited
304, Arcadia, 195, Nariman Point, Mumbai-400 021, India
+91 22 4032 2786 enquiry@sarlafibers.com
www.sarlafibers.com
CIN L31909DN1993PLC000056

Date: August 05, 2026

To,
The Manager,
Listing Department,
National Stock Exchange of India Ltd.,
Exchange Plaza,
Bandra Kurla Complex, Bandra (East),
Mumbai – 400051
Symbol: SARLAPOLY

Corporate Services Department
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street
Mumbai – 400001
Security Code: 526885

Sub: Outcome of Board Meeting held on Wednesday, August 05, 2026 pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Dear Sir/Madam,

Pursuant to Regulations 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we wish to inform you that the Board of Directors of the Company at its Meeting held today, i.e. Wednesday, August 05, 2026, has, inter alia, considered and approved the following:

1. Unaudited Financial Results

The Board considered and approved the Unaudited Financial Results (Standalone and Consolidated) of the Company for the quarter ended June 30, 2026 together with the Limited Review Reports thereon issued by the Statutory Auditors of the Company, pursuant to Regulation 33 of the Listing Regulations.

The Statutory Auditors, C N K & Associates LLP, have issued a Qualified Opinion on the Unaudited Standalone and Consolidated Financial Results for the quarter ended June 30, 2026. The qualification relates to the sale of 11% Non-Cumulative Redeemable Preference Shares held by the Company in its wholly owned subsidiary, SARLAFLEX INC. (United States of America), in respect of which the necessary regulatory approvals, write-off of the aforesaid loss and receipt of the balance sale consideration continue to remain awaited as on the date of the Limited Review Reports, which formed the basis of the qualified opinion.

The Company has applied for the necessary regulatory approvals in respect of the said transaction. Pending receipt of such approvals, the sale proceeds continue to remain awaited as on date. The Management is pursuing the matter with the Authorised Dealer to obtain the necessary approvals at the earliest.

Accordingly, pursuant to Regulation 33(3)(d) of the Listing Regulations, the **Statement on Impact of Audit Qualifications (for Limited Review Report with Modified Opinion)** is enclosed as **Annexure-II**.

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The Limited Review Reports and the Unaudited Financial Results are enclosed as **Annexure-I**.

The Meeting commenced at **02:05 p.m.** and concluded at **04:30 p.m.**

This Outcome of the Board Meeting will also be made available on the Company's website www.sarlafibers.com.

This is for your information and records.

For Sarla Performance Fibers Limited

MUSTAFA YUSUF MANASAWALA Digitally signed by MUSTAFA YUSUF MANASAWALA

Mustafa Manasawala
Company Secretary and Compliance Officer
M. No. A76344

Encl.: As above

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results 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
Sarla Performance Fibers Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Sarla Performance Fibers Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as the "Group") for the quarter ended 30th June, 2026 and year to date result for the period 1st April, 2026 to 30th June, 2026 (the "Statement"), attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

2. This Statement, which is the responsibility of the Holding Company's Management and approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, ('the Act') as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated 29th March 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the subsidiaries as mentioned in Annexure to the Review Report.

5. **Basis for Qualified Conclusion**

   We draw attention to the fact that the Holding Company had, during the financial year 2024-25, recognized loss of Rs. 7,713.26 lakhs on sale of 1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc. The necessary regulatory approvals applied for by the Holding Company in respect of the said sale, the write-off of the aforesaid loss, and the receipt of sale proceeds thereof, were awaited as on the date of our audit report on the audited Consolidated Financial Results of the Group for the quarter and year ended 31st March, 2026, dated 22nd April, 2026, which formed the basis for the qualified opinion expressed by us therein.

   As at 30th June, 2026, an amount of Rs. 1,11,59,132.60 (Rs. 111.59 lakhs), representing the consideration recoverable towards the aforesaid sale, is carried under Trade Receivables. The aforesaid regulatory approvals, the write-off of the loss, and the receipt of the balance sale proceeds, continue to remain awaited as on the date of this report. Pending receipt of such approvals, we are unable to comment on the recoverability of the said balance and the consequential impact, if any, that this matter may have on the Statement for the quarter and year to date period ended 30th June, 2026.

6. Based on our review conducted and procedures performed as stated in paragraph 3 above, except for the possible effects of the matter described in paragraph 5 above (Basis for Qualified Conclusion), nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

7. Emphasis of Matters:

   a) We draw attention to the fact that Sarlaflex Inc., a subsidiary, the Interim Financial results of the company is prepared on 'Going Concern' basis in spite of suspension of manufacturing operations since December 2017 and net worth becoming negative.

   b) The investment made by the wholly owned subsidiary of the group M/s. Sarla Overseas Holdings Limited (SOHL) in three Joint Ventures are not consolidated on account of non-resolution of disputes, or non-receipt of financial results and other financial information for the quarter ended 30th June, 2026 and year to date result from 1st April, 2026 to 30th June, 2026. Though these investments have been tested for impairment and necessary provisions have been made in FY 2017-18 on transition to Ind AS, we are unable to comment about impact of the same on the Unaudited Consolidated Financial results.

   Our conclusion is not modified in respect of these matters.

8. **Other Matter:**

   The accompanying Statement includes unaudited interim financial results and other financial information in respect of two subsidiaries whose interim financial results and other financial information reflect total assets (before consolidated adjustments) of Rs. 48,955.53 Lakhs as at 30th June, 2026 and total revenues (before consolidated adjustments) of Rs. 12,462.04 lakhs total comprehensive Profit (before consolidated adjustments) Rs. 3,708.62 lakhs and Rs. 3,728.25 lakhs for the quarter ended 30th June, 2026 and for year to date from 1st April, 2026 to 30th June, 2026, respectively, as considered in the statement. The unaudited interim financial results and other unaudited financial information of these subsidiaries have not been reviewed by any auditor and have been approved and furnished to us by Management. Our conclusion on the Statement in so far as it relates to the affairs of these subsidiaries, is based solely on such unaudited interim financial results and other unaudited financial information, as certified by management. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

For C N K & Associates LLP
Chartered Accountants
Firm Registration No. 101961W/W-100036

S. S. Agaskar

C N K & ASSOCIATES LLP MUMBAI Chartered Accountants

Suresh Agaskar
Partner
Membership No. 110321
UDIN: 26110321NWLAFZ3321
Place: Mumbai
Date: 5th August 2026

Annexure to the Limited Review Report:

Subsidiaries (held directly)

a. Sarla Overseas Holding Limited
b. Sarlaflex Inc

Subsidiaries (held indirectly)

a. Sarla Europe, Lda
b. Sarlaflex LLC
c. Sarla Estate LLC
d. Sarla Leverage Lender LLC

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results 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
Sarla Performance Fibers Limited

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of Sarla Performance Fibers Limited (the "Company") for the quarter ended 30th June, 2026 and year to date result for the period 1st April, 2026 to 30th June, 2026 (the "Statement") together with the notes thereon attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").

2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 ,"Interim Financial Reporting" ('lnd AS 34'), prescribed under Section 133 of the Companies Act, 2013 ('the Act') as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

4. **Basis for Qualified Opinion**

   We draw attention to the fact that the Company had, during the financial year 2025-26, recognized loss of Rs. 5,433.16 lakhs (net of reversal of impairment provision of Rs. 2,280.10 lakhs carried out in earlier years) on sale of 1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc. The necessary regulatory approvals applied for by the Company in respect of the said sale, the write-off of the aforesaid loss, and the receipt of sale proceeds thereof, were awaited as on the date of our audit report on the audited Standalone Financial Results of the Company for the quarter and year ended 31st March, 2026, dated 22nd April, 2026, which formed the basis for the qualified opinion expressed by us therein.

   As at 30th June, 2026, an amount of Rs. 1,11,59,132.60 (Rs. 111.59 lakhs), representing the consideration recoverable towards the aforesaid sale, is carried out under Trade Receivables. The aforesaid regulatory approvals, the write-off of the loss, and the receipt of the balance sale proceeds, continue to remain awaited as on the date of this report. Pending receipt of such approvals, we are unable to comment on the recoverability of the said balance and the consequential impact, if any, that this matter may have on the Statement for the quarter and year to date period ended 30th June, 2026.

5. Based on our review conducted as above, except for the possible effects of the matter described in paragraph 4 above (Basis for Qualified Conclusion), nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Act as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For C N K & Associates LLP
Chartered Accountants
Firm Registration No. 101961W/W-100036

S. S. Agaskar

Suresh Agaskar
Partner
Membership No. 110321
UDIN: 26110321WNYDLE2487
Place: Mumbai
Date: 5th August 2026

SARLA PERFORMANCE FIBERS LTD
CIN : L31909DN1993PLC000056
Regd. Office :- Survey No. 59/1/4, Amli Piparia Industrial Estate, Silvassa - 396 230 (U.T. of Dadra & Nagar Haveli)
Tel. 0260-3290467, Fax : 0260-2631356, E-mail : silvassa@sarlafibers.com, Website : www.sarlafibers.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE 2026

(Rs. in lakhs except EPS)

		PARTICULARS	STANDALONE				CONSOLIDATED			
			Quarter Ended			Year Ended	Quarter Ended			Year Ended
			30-Jun-26	31-Mar-26	30-Jun-25	31-Mar-26	30-Jun-26	31-Mar-26	30-Jun-25	31-Mar-26
			UNAUDITED	AUDITED	UNAUDITED	AUDITED	UNAUDITED	AUDITED	UNAUDITED	AUDITED
		Income								
1		Revenue From Operations	10,404.04	9,850.18	10,165.29	39,634.33	11,326.43	10,253.24	10,239.38	40,123.22
2		Other Income	2,784.21	1,126.90	2,348.53	5,745.21	2,785.97	1,126.91	2,268.25	5,664.60
3		**Total Income (1+2)**	**13,188.25**	**10,977.08**	**12,513.82**	**45,379.54**	**14,112.40**	**11,380.15**	**12,507.63**	**45,787.82**
4		**Expenses:**								
	a)	Cost of raw material consumed	4,682.17	4,036.64	4,241.35	16,807.45	4,682.17	4,196.85	4,241.35	17,193.22
	b)	Purchases of Stock-in-trade	-	-	-	-	229.02	-	-	160.20
	b)	Changes in inventories of finished goods and work in progress	(144.98)	134.91	(66.05)	(198.25)	(144.98)	134.91	(66.05)	720.67
	c)	Employee benefit expenses	577.94	610.73	531.22	2,264.39	631.73	663.96	572.04	2,446.12
	d)	Finance costs	279.63	179.25	211.87	823.90	279.63	179.25	211.87	823.90
	e)	Depreciation and amortisation expenses	605.45	594.94	643.25	2,448.49	625.13	614.41	661.21	2,523.15
	f)	Impairment Expenses	-	453.40	-	453.40	-	453.40	-	453.40
	g)	Other expenses	3,133.18	4,212.68	4,446.19	14,936.11	3,179.95	4,590.06	4,413.78	15,294.79
		Total expenses (a to f)	**9,133.39**	**10,222.55**	**10,007.83**	**37,535.49**	**9,482.65**	**10,832.84**	**10,034.20**	**39,615.45**
5		**Profit/(loss) before Exceptional item and tax (3-4)**	**4,054.86**	**754.53**	**2,505.99**	**7,844.05**	**4,629.75**	**547.31**	**2,473.43**	**6,172.37**
6		**Exceptional Items**	-	**(5,433.16)**	-	(5,433.16)	-	**(7,713.26)**	-	(7,713.26)
7		**Profit before Tax (5-6)**	**4,054.86**	**(4,678.63)**	**2,505.99**	**2,410.89**	**4,629.75**	**(7,165.95)**	**2,473.43**	**(1,540.89)**
8		Tax Expenses	873.49	(1,199.02)	239.67	(214.13)	901.51	(1,194.15)	239.67	(209.26)
9		**Profit after tax (7-8)**	**3,181.38**	**(3,479.61)**	**2,266.32**	**2,625.02**	**3,728.24**	**(5,971.80)**	**2,233.76**	**(1,331.63)**
10		**Other Comprehensive Income**								
	a)	(i) Items that will not be reclassified to profit or loss	-	30.37	(0.48)	28.92	-	30.37	(0.48)	28.92
		(ii)Income tax relating to items that will not be reclassified to profit or loss	-	(7.64)	0.12	(7.28)	-	(7.64)	0.12	(7.28)
	b)	(i)Items that will be reclassified to profit or loss	1,039.38	(2,063.33)	(848.35)	(4,292.44)	1,016.67	(2,041.74)	(841.84)	(4,044.55)
		(ii)Income tax relating to items that will be reclassified to profit or loss	(261.59)	519.30	213.51	1,080.32	(261.59)	519.30	213.51	1,080.32
		Total Other Comprehensive Income	**777.79**	**(1,521.30)**	**(635.20)**	**(3,190.48)**	**755.08**	**(1,499.71)**	**(628.69)**	**(2,942.59)**
11		**Total Comprehensive Income (9+10)**	**3,959.16**	**(5,000.92)**	**1,631.12**	**(565.47)**	**4,483.32**	**(7,471.52)**	**1,605.07**	**(4,274.22)**
12		**Profit attributable to:**								
		Owners of the company	3,181.38	(3,479.61)	2,266.32	2,625.02	3,748.77	(5,963.93)	2,241.62	(1,313.46)
		Non controlling Interest	-	-	-	-	(20.53)	(7.87)	(7.86)	(18.18)
13		**Other Comprehensive Income attributable to**								
		Owners of the company	777.79	(1,521.30)	(635.20)	(3,190.48)	756.71	(1,501.93)	(628.47)	(2,942.67)
		Non controlling Interest	-	-	-	-	(1.64)	2.22	(0.22)	0.08
14		**Total Comprehensive Income attributable to**								
		Owners of the company	3,959.17	(5,000.92)	1,631.12	(565.46)	4,505.49	(7,465.86)	1,613.15	(4,256.12)
		Non controlling Interest	-	-	-	-	(19.94)	(6.74)	(8.08)	(18.10)
15		Paid-Up Equity Share Capital								
		(Face Value Of Share - Re.1/-Each)	795.03	835.03	835.03	835.03	795.03	835.03	835.03	835.03
16		Reserves excluding Revaluation Reserves (as per balance sheet)	-	49,347.74	-	49,347.74	-	-	-	42,814.73
17		Earnings Per Share (EPS)								
		Basic and Diluted earning per share- Before Exceptional Item (in Rs)	4.00	2.34	2.71	9.65	4.72	2.09	2.68	7.66
		Basic and Diluted earning per share-After Exceptional Item (in Rs)	4.00	(4.17)	2.71	3.14	4.72	(7.14)	2.68	(1.57)

CNK & ASSOCIATES LLP ★ MUMBAI ★ Chartered Accountants

Sarla Performance Fibers Limited ★

NOTES :

1 The Audit Committee has reviewed these results and the Board of Directors have approved the above results at their meeting held on 05th August, 2026.

2 Figures of three months ended March 31, 2026 are the balancing figures between audited figures in respect of the full financial year and the published year to date figures upto the third quarter of the relevant financial year.

3 During the quarter ended March31, 2026, the Company sold 11,1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc., having a face value of USD 10,00,000 each, for consideration of USD 11,000 per share.
(a) In the standalone Financials, Based on the carrying amount of the said Preference Shares of Rs. 7,824.85 lakhs (gross of impairment of Rs. 2,280.10 Lakhs carried out in earlier years), the sale transaction has resulted in a loss amounting to Rs. 5,433.16 lakhs, which has been recognized as an Exceptional Item in the statement of Profit and Loss for the quarter and year ending 31st March 2026.
For the sale and write off of the loss for the above transaction and subsequent receipt of the sales proceeds, the company has applied for the necessary approvals from the regulators and the same is still awaited as on date.
The management is pursuing with the Authorized Dealer to get the necessary approvals at the earliest
(b) In the Consolidated Financials, the sale transaction has resulted in a loss amounting to Rs 7,713.26 Lakhs (since Provision for Impairment of Rs 2,280.10 Lakhs recorded in the earlier years in the standalone financials statements were eliminated due to consolidation adjustments) which has been recognized as an Exceptional Item in the statement of Profit and Loss for the quarter and year ending 31st March 2026.

4 During the quarter ended June 30,2026, the Company completed the buyback of 40,00,000 (Forty Lakhs) equity shares at a price of ₹110 per equity share, in accordance with the applicable provisions of the Companies Act, 2013, the SEBI (Buy-Back of Securities) Regulations, and other applicable laws. Consequently, the paid-up equity share capital of the Company stands reduced to the extent of the shares bought back.

5 The company's' business activity falls under two business segment- Yarn and Wind Power is as under:

	STANDALONE				CONSOLIDATED			
Particulars	**Quarter Ended**			**Year Ended**	**Quarter Ended**			**Year Ended**
	30-Jun-26	**31-Mar-26**	**30-Jun-25**	**31-Mar-26**	**30-Jun-26**	**31-Mar-26**	**30-Jun-25**	**31-Mar-26**
1. Segment Revenues (Net)	**UNAUDITED**	**AUDITED**	**UNAUDITED**	**AUDITED**	**UNAUDITED**	**AUDITED**	**UNAUDITED**	**AUDITED**
(a). YARN	10,181.91	9,777.72	9,977.28	39,129.60	11,104.29	10,180.78	10,051.37	39,618.49
(b). WIND POWER	248.15	97.53	220.00	643.91	248.15	97.53	220.00	643.91
Less: Intersegment	26.02	25.06	31.99	139.17	26.02	25.06	31.99	139.17
Net Sales/Income From Operations	**10,404.04**	**9,850.19**	**10,165.29**	**39,634.34**	**11,326.43**	**10,253.25**	**10,239.38**	**40,123.23**
2. Segment Results								
(a). YARN*	5,122.20	2,839.93	3,626.02	12,409.21	5,697.09	2,632.70	3,593.45	10,737.53
(b). WIND POWER	75.44	(502.26)	34.53	(196.84)	75.44	(502.26)	34.53	(196.84)
Less : Finance cost (Unallocable)	279.63	179.25	211.87	823.90	279.63	179.25	211.87	823.90
Less : Admin cost (Unallocable)	863.15	1,403.88	942.69	3,544.41	863.15	1,403.88	942.69	3,544.41
Less : Exceptional Items	-	5,433.16	-	5,433.16	-	7,713.26	-	7,713.26
Total Profit Before Tax after Exceptional Items	**4,054.86**	**(4,678.63)**	**2,505.99**	**2,410.89**	**4,629.75**	**(7,165.95)**	**2,473.42**	**(1,540.88)**
3. Segment Assets								
(a). YARN	40,812.25	39,539.67	43,737.27	39,539.67	43,722.14	41,810.06	41,297.16	41,810.05
(b). WIND POWER	4,582.09	4,225.20	5,042.07	4,225.20	4,582.09	4,225.20	5,042.07	4,225.20
(c). UNALLOCATED	35,965.23	37,058.71	30,534.20	37,058.71	35,965.23	37,058.71	30,534.20	37,058.71
Total	**81,359.57**	**80,823.58**	**79,313.54**	**80,823.58**	**84,269.46**	**83,093.97**	**76,873.43**	**83,093.96**
4. Segment Liabilities								
(a). YARN	13,481.58	14,091.24	9,081.69	14,091.24	14,586.71	15,080.98	9,503.27	15,080.98
(b). WIND POWER	64.51	11.08	71.56	11.08	64.51	11.08	71.56	11.08
(c). UNALLOCATED	18,071.54	16,538.47	17,780.95	16,538.47	18,071.54	16,538.47	17,780.95	16,538.47
Total	**31,617.63**	**30,640.79**	**26,934.20**	**30,640.79**	**32,722.76**	**31,630.53**	**27,355.78**	**31,630.53**
5. Capital Employed								
(a). YARN	27,330.68	25,448.43	34,655.58	25,448.43	29,135.43	26,729.06	31,793.88	26,729.05
(b). WIND POWER	4,517.58	4,214.12	4,970.51	4,214.12	4,517.58	4,214.12	4,970.51	4,214.12
(c). UNALLOCATED	17,893.69	20,520.24	12,753.25	20,520.24	17,893.69	20,520.24	12,753.25	20,520.24
Total	**49,741.94**	**50,182.79**	**52,379.34**	**50,182.79**	**51,546.70**	**51,463.42**	**49,517.64**	**51,463.41**

* including other income for the respective period.

6 Figures relating to corresponding period of the previous year have been regrouped wherever necessary.

For Sarla Performance Fibers Limited

Krishna Jhunjhunwala
Managing Director (DIN: 00097175)
Place: Mumbai
Dated: August 05, 2026

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDITREPORTWITH MODIFIED OPINION) SUBMITTED ALONG-WITH QUARTELY LIMITED REVIEW CONSOLIDATED FINANCIAL RESULTS (Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015)				
I.	Sl.No	Particulars	Reviewed Figures (as reported before adjusting for qualifications)	Reviewed Figures (as reported before adjusting for qualifications)
	1	~~Turnover~~/ Total Income	14,112.40	14,112.40
	2	Total Expenditure	9,482.65	9,482.65
	3	Net Profit/ (Loss)	3,728.24	3,728.24
	4	Earnings Per Share	4.72	4.72
	5	Total Assets	84,269.46	84,269.46
	6	Total Liabilities	32,722.76	32,722.76
	7	Net Worth	51,546.70	51,546.70
	8	Any other financial item(s) (as felt apprpriate by the management)	-	-

II. **Audit Qualification (each audit qualification seperately):**

a. Details of Audit Qualification:

We draw attention to the fact that the Holding Company had, during the financial year 2025-26, recognized loss of Rs. 7,713.26 lakhs on sale of 1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc. The necessary regulatory approvals applied for by the Holding Company in respect of the said sale, the write-off of the aforesaid loss, and the receipt of sale proceeds thereof, were awaited as on the date of our audit report on the audited Consolidated Financial Results of the Group for the quarter and year ended 31st March, 2026, dated 22nd April, 2026, which formed the basis for the qualified opinion expressed by us therein.

As at 30th June, 2026, an amount of Rs. 1,11,59,132.60 (Rs. 111.59 lakhs), representing the consideration recoverable towards the aforesaid sale, is carried under Other Receivables. The aforesaid regulatory approvals, the write-off of the loss, and the receipt of the balance sale proceeds, continue to remain awaited as on the date of this report. Pending receipt of such approvals, we are unable to comment on the recoverability of the said balance and the consequential impact, if any, that this matter may have on the Statement for the quarter and year to date period ended 30th June, 2026.

Note to the financial Results:

During the quarter, the Company sold 11,1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc., having a face value of USD 10,00,000 each, for consideration of USD 11,000 per share.

In the Consolidated Financials, the sale transaction has resulted in a loss amounting to Rs 7,713.26 Lakhs (since Provision for Impairment of Rs 2,280.10 Lakhs recorded in the earlier years in the standalone financials statements were eliminated due to consolidation adjustments) which has been recognized as an Exceptional Item in the statement of Profit and Loss for the quarter and year ending 31st March 2026.

For the sale and write off of the loss for the above transaction and subsequent receipt of the sales proceeds, the company has applied for the necessary approvals from the regulators and the same is still awaited as on date.

The management is pursuing with the Authorized Dealer to get the necessary approvals at the earliest

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of Qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management Views: Not Applicable

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

(i) Management's estimate on the impact of audit qualification: Not Applicable

(ii) If Management is unable to estimate the impact, reasons for the same: Auditor have qualified the opinion as the approvals from the regulators is still awaited but the Management, based on its assessment of the facts and circumstances, believes that such approvals are procedural in nature and do not cast any uncertainty on the transaction

(iii) Auditors comment on (i) or (ii) above: This being a regulatory non-compliance we are unable to quantify the amount of penalty that may be imposed by the regulator to regularize this transaction pending clearance

III. **Signatories:**

~~CEO~~/Managing Director	
Chief Financial Officer	
Audit Committee Chairman	
Statutory Auditor	S. S.
Place: Mumbai	
Date: 05th August, 2026	

Sarla Performance Fibers Limited

C N K & ASSOCIATES LLP MUMBAI Chartered Accountants

STATEMENT ON IMPACT OF AUDIT QUALIFICATIONS (FOR AUDIT REPORT WITH MODIFIED OPINION) SUBMITTED ALONG-WITH QUARTELY LIMITED REVIEW STANDALONE FINANCIAL RESULTS

(Pursuant to Regulation 33 of SEBI (LODR) Regulations, 2015)

I.	**Sl.No**	**Particulars**	**Reviewed Figures** **(as reported before adjusting for qualifications)**	**Reviewed Figures** **(as reported after adjusting for qualifications)**
	1	~~Turnover~~/ Total Income	13,188.25	13,188.25
	2	Total Expenditure	9,133.39	9,133.39
	3	Net Profit/ (Loss)	3,181.38	3,181.38
	4	Earnings Per Share	4.00	4.00
	5	Total Assets	81,359.57	81,359.57
	6	Total Liabilities	31,617.63	31,617.63
	7	Net Worth	49,741.93	49,741.93
	8	Any other financial item(s) (as felt apprpriate by the management)	-	-

II. **Audit Qualification (each audit qualification seperately):**

a. Details of Audit Qualification:

We draw attention to the fact that the Company had, during the financial year 2025-26, recognized loss of Rs. 5,433.16 lakhs (net of reversal of impairment provision of Rs. 2,280.10 lakhs carried out in earlier years) on sale of 1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc. The necessary regulatory approvals applied for by the Company in respect of the said sale, the write-off of the aforesaid loss, and the receipt of sale proceeds thereof, were awaited as on the date of our audit report on the audited Standalone Financial Results of the Company for the quarter and year ended 31st March, 2026, dated 22nd April, 2026, which formed the basis for the qualified opinion expressed by us therein.

As at 30th June, 2026, an amount of Rs. 1,11,59,132.60 (Rs. 111.59 lakhs), representing the consideration recoverable towards the aforesaid sale, is carried out under Other Receivables. The aforesaid regulatory approvals, the write-off of the loss, and the receipt of the balance sale proceeds, continue to remain awaited as on the date of this report. Pending receipt of such approvals, we are unable to comment on the recoverability of the said balance and the consequential impact, if any, that this matter may have on the Statement for the quarter and year to date period ended 30th June, 2026.

Note to the financial Results:

During the quarter, the Company sold 11,1% Non-Cumulative Redeemable Preference Shares held in its wholly owned subsidiary, Sarla Flex Inc., having a face value of USD 10,00,000 each, for consideration of USD 11,000 per share.

In the Consolidated Financials, the sale transaction has resulted in a loss amounting to Rs 7,713.26 Lakhs (since Provision for Impairment of Rs 2,280.10 Lakhs recorded in the earlier years in the standalone financials statements were eliminated due to consolidation adjustments) which has been recognized as an Exceptional Item in the statement of Profit and Loss for the quarter and year ending 31st March 2026.

For the sale and write off of the loss for the above transaction and subsequent receipt of the sales proceeds, the company has applied for the necessary approvals from the regulators and the same is still awaited as on date.

The management is pursuing with the Authorized Dealer to get the necessary approvals at the earliest

b. Type of Audit Qualification: Qualified Opinion

c. Frequency of Qualification: Repetitive

d. For Audit Qualification(s) where the impact is quantified by the auditor, Management Views: Not Applicable

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(iii) Auditors comment on (i) or (ii) above: This being a regulatory non-compliance we are unable to quantify the amount of penalty that may be imposed by the regulator to regularize this transaction pending clearance

III. **Signatories:**

~~CEO~~/Managing Director	
Chief Financial Officer	
Audit Committee Chairman	
Statutory Auditor	S. S.
Place: Mumbai	
Date: 05th August, 2026	

Sarla Performance Fibers Limited

CNK & ASSOCIATES LLP MUMBAI Chartered Accountants