Sri Lakshmi Saraswathi Textiles (Arni) Limited
"CIN : L17111TN1964PLC005183"

RO/MS/SEC- 011 /2026-27 July 27, 2026

The Secretary
BSE LTD
25, Phiroze Jeejeebhoy Towers
Dalal Street
MUMBAI 400 001

Dear Sir,

Ref: Company Code – 521161 -- Scrip Id : SLSTLQ
ISIN – INE456D01010

Sub: Annual Report FY 2025-26 and Notice of 62nd Annual General Meeting

We would like to inform you that the 62nd Annual General Meeting ("AGM") of the Company will be held on Wednesday, August 26, 2026 at 02.30 PM. (IST) through ("VC") / Other Audio-Visual Means ("OAVM").

Pursuant to Regulation 34(1) of Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("the Listing Regulations"), we are submitting herewith the Annual Report of the Company for the Financial Year 2025-26, which includes the Notice of AGM as well, is being sent in electronic mode to the Shareholders of the Company.

The Annual Report for FY 2025-26 including the Notice of AGM has also been uploaded on the Company's website at: https://slstindia.com/Annual-Report-Book-2026.pdf

Please take the above information on record

Thanking you,

Yours faithfully,
For **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

D KRISHNAMOORTHY

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED CHENNAI 600 034

D. Krishnamoorthy
Company Secretary

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

62nd

Annual Report 2025-2026

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

(CIN : L17111TN1964PLC005183)

ANNUAL REPORT 2025-26

SRI B. RAJAGOPAL NAIDU 1901-1973
OUR REVERED FOUNDER

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(CIN : L17111TN1964PLC005183)

BOARD OF DIRECTORS

SRI. BALAKRISHNA S
Managing Director & Chief Executive Officer

SRI. R.PADMANABAN
Joint Managing Director & Chief Financial Officer

SRI S.SRIDHARA RAO
Director

Ms. SIVARANI J
Director

Ms UMAA SHARVANI
Director

Sri. D.KRISHNAMOORTHY
Company Secretary

REGISTERED OFFICE
16, Krishnama Road,
Nungambakkam,
Chennai 600 034.
Phone No. 044 – 28277344
Email: slst@slstarni.com

Email ID
cs@slstarni.com
Website:
www.slstindia.com

BANKERS
Indian Overseas Bank
Chennai House
Esplanade, Chennai - 600 108

State Bank of India,
Leather & International Branch,
157, Anna Salai, Chennai – 600 002

AUDITORS:

Statutory Auditors:
M/s. S.Viswanathan LLP
No.8A Bishop Wallers
Avenue (West), CIT Colony,
Mylapore,
Chennai - 600 004

Secretarial Auditors
A.K.JAIN & ASSOCIATES
Company Secretaries
No. 2, Raja Annamalai Road
Purasawalkam
Chennai - 600 084

Internal Auditors
M/s. G. Natesan and Co.
7/1 4TH ST, Champak mahal,
Abhiramapuram,
Chennai 600018

M/s. RVK & CO.
Chartered Accountants
No. 17 & 19 1st Floor,
Conran Smith Road,
Gopalapuram,
Chennai – 600086

Cost Auditor
M/s.SVM Associates
Cost Accountants
AP13, new No.15 6th Street,
1 Sector,K K Nagar,
Chennai – 600 078

REGISTRARS & TRANSFER AGENT (RTA)
Cameo Corporate Services Limited
Subramanian Building,
No.1 Club House Road, Chennai 600 002
Phone No: 044-28461989
Email: investor@cameoindia.com

NOTICE TO SHAREHOLDERS

NOTICE is hereby given that the 62nd Annual General Meeting of the Company will be held on Wednesday, 26th August 2026 at 02.30 P.M, Indian Standard Time (IST), through Video Conferencing / Other Audio Visual Means (VC/ OAVM) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the company for the year ended 31st March 2026 and the Reports of the Directors and Auditors thereon.

   To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution

   "RESOLVED THAT the Audited Financial Statements of the company for the year ended 31st March 2026 along with the Reports of the Board of Directors and Auditors thereon, be and are hereby received, considered and adopted.''

2. To appoint a Director in the place of Sri R. Padmanaban (DIN 00084579) who retires by rotation and being eligible, offers himself for re-appointment.

   To consider and if thought fit, to pass with or without modification(s), the following resolution as an Ordinary Resolution.

   "RESOLVED THAT in accordance with the provisions of section 152 and other applicable provisions of the Companies Act, 2013, Sri R. Padmanaban, (DIN 00084579) who retires by rotation at this meeting, be and is hereby appointed as a Director of the Company."

SPECIAL BUSINESS

3. Amendment of the Memorandum of Association of the Company by adding additional clause in the Objects Clause

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

   "**RESOLVED THAT** pursuant to the provisions of Sections 4, 13 of the Companies Act, 2013 and all other applicable provisions, if any, of the Companies Act, 2013 ("the Act") read with applicable rules made thereunder, including any amendments thereto and subject to the approval of shareholders and such other approvals, permissions and sanctions of statutory authorities as may be required, the Object Clause of the Memorandum of Association ("MOA") of the company is amended as follows:

   Clause III of the MOA be and is hereby amended by adding a new item along with the existing items of Clause 12 as follows:
   Main objects:

   12. "To undertake and carry on the business of real estate, construction, joint development with builders and or Construction and Contracting Companies; Outright purchase and sale of lands, property leasing, retail stores (including e commerce), rentals, including but not limited to: Acquiring, owning, developing, constructing, renovating, and improving existing and new lands, buildings and structures for residential as well as commercial purposes; Directly doing/engaging/running the businesses of Warehouses, Multi Storeyed Complexes, Conventions halls and Centres, Meeting Halls, Auditoriums, etc. and all other functions required for a real estate and construction Company".

4. To ratify the remuneration of Cost Auditors for the financial year 2026-27 and in this regard, to consider and if thought fit, to pass the following resolution as an Ordinary Resolution:

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and read with the Companies (Cost Records and Audit) Rules, 2014, (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s. S V M & Associate, Cost Accountants (Firm Registration No.000536) be and are hereby appointed as the Cost Auditor of the Company to conduct audit of cost records made and maintained by the Company for the financial year 2026-2027 at a remuneration of Rs.80,000/- (Rupees Eighty Thousand Only) plus out of pocket expenses and applicable taxes, be and is hereby ratified and confirmed."

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

For and on behalf of the Board

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S**)**
Chairman & *Managing Director*
DIN: 00084524

NOTE:

1. The statement pursuant to Section 102 of Companies Act 2013, which sets out details relating to Special Business at the meeting is annexed hereto.

2. Pursuant to the General Circular Nos. 20/2020 dated May 5, 2020, 10/2022 dated December 28, 2022, 09/2023 dated September 25, 2023 , 09/2024 dated September 19, 2024 and subsequent circulars issued in this regard, the latest being circular no .03/2025 dated September 22, 2025 in relation to “Clarification on holding of Annual General Meeting (‘AGM’) through Video Conferencing (VC) or Other Audio Visual Means (OAVM)”, (collectively referred to as “MCA Circulars”) the Company is convening the 62nd AGM through Video Conferencing (‘VC’)/Other Audio Visual Means (‘OAVM’), without the physical presence of the Members at a common venue. Further, Securities and Exchange Board of India (‘SEBI’), vide its circulars dated May 12, 2020, January 15, 2021, May 13, 2022, January 5, 2023, October 7, 2023 and October 3, 2024 (‘SEBI Circulars’) and other applicable circulars issued in this regard, has provided relaxations from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (‘SEBI Listing Regulations’).

3. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and such a proxy need not be a member. Since the AGM is being held in accordance with the Circulars through VC, the facility for appointment of proxies by the members will not be available.

4. Participation of members through VC will be reckoned for the purpose of quorum for the AGM as per section 103 of the Companies Act, 2013 ("the Act").

5. Members of the Company under the category of Institutional investors are encouraged to attend and vote at the AGM through VC. Corporate members intending to authorize their representatives to participate and vote at the meeting are requested to send a certified copy of the Board resolution / authorization letter to the Company or upload on the VC portal / e-voting portal.

6. The Register of Members and Share Transfer Books of the Company will remain closed from August 20, 2026 to August 26, 2026 (both days inclusive).

7. The ISIN No. allotted to the equity shares of your company for the purpose of de-materialization is INE456D01010

8 a. Members holding shares in physical form are requested to notify the change in address, immediately. Members holding shares in the electronic form are requested to notify the change in address to their depository participants.

b. Members may please note that as per SEBI (LODR) Regulations 2015, requests for effecting transfer of securities, except in case of transmission or transposition of securities, shall not be processed unless the securities are held in dematerialized form with a depository w.e.f. 01.04.2019.

c. In order to avoid any inconvenience in the future in dealing with the shares of the company, members are advised to update their PAN and Bank account details by submitting the following documents to the Registrar & Transfer Agent – Cameo Corporate Services Limited.

- Copy of self- attested PAN card of the shareholders including joint holders, if any.
- Bank a/c details of the first/sole shareholder.
- Original cancelled cheque leaf with the name of the first/sole shareholder printed on it or copy of bank passbook showing name & account details of the account holder attested by the bank.

9. a) Members holding shares in physical form are requested to register their email ids with the registrar / company for the purpose of sending Notice, Annual Reports and other communication by electronic mode.

   b) Members holding shares in electronic form are requested to register/ update their email ids with the depository participant for the purpose of sending Notice, Annual Reports and other communication by electronic mode.

   c) In accordance with MCA Circulars and the provisions of Regulation 36(1) of the SEBI (LODR) Regulations, 2015, (i) the soft copies of the Annual Report for the year 2025-26,the Notice of the 62nd AGM, and instructions for e-voting are being sent to the Shareholders who have registered their Email addresses with the Company / National Securities Depository Limited (NSDL) and the Central Depository Services (India)Limited (CDSL) (referred to as Depositories); (ii) a letter providing the web-link including the exact path where complete details of the Annual Report for the year 2025-26 is being sent to the Shareholders who have not registered their Email addresses; and (iii) Hard copies of the Annual Report for the year 2025-26 would be provided to those Shareholders who request for the same.

10. CDSL e-Voting System – For e-voting and Joining Virtual meetings.

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM/EGM will thus be held through through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.

2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the EGM/AGM will be provided by CDSL.

3. The Members can join the EGM/AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the EGM/AGM through VC/OAVM will be made available to atleast 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the EGM/AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM/EGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.
5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, , the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.
6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at www.slstindia.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively. The AGM/EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. www.evotingindia.com.
7. The AGM/EGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.
8. In continuation to this Ministry's General Circular No. 20/2020 dated 05.05.2020, General Circular No. 02/2022 dated 05.05.2022 and General Circular No. 10/2022 dated 28.12.2022 and after due examination, it has been decided to allow companies whose AGMs are due in the Year 2023 or 2024, to conduct their AGMs through VC or OAVM on or before 30th September, 2024 in accordance with the requirements laid down in Para 3 and Para 4 of the General Circular No. 20/2020 dated 05.05.2020.

THE INSTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(i) The voting period begins at 9.00 AM on Sunday, August 23, 2026 and ends at 5.00 PM on Tuesday, August 25, 2026. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date (record date) of August 19, 2026 may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

(ii) Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.

(iii) Pursuant to SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants. Demat account holders would be able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

(iv) In terms of SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Pursuant to abovesaid SEBI Circular**,** Login method for e-Voting and joining virtual meetings for Individual shareholders holding securities in Demat mode CDSL/NSDL is given below:

Type of shareholders	**Login Method**
Individual Shareholders holding securities in Demat mode with CDSL Depository	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login to Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & My Easi New (Token) Tab. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the e-voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi / Easiest, option to register is available at cdsl website www.cdslindia.com and click on login & My Easi New (Token) Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress and also able to directly access the system of all e-Voting Service Providers.

Individual Shareholders holding securities in demat mode with **NSDL Depository**	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on Sri Lakshmi Saraswathi Textiles (Arni) Ltd or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on Sri Lakshmi Saraswathi Textiles (Arni) Ltd or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting 4) For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID,8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on **Sri Lakshmi Saraswathi Textiles (Arni) Ltd**., or e-Voting service provider name, viz, CDSL and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants (DP)	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on Sri Lakshmi Saraswathi Textiles (Arni) Ltd or e-Voting service provider name viz, CDSL and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. CDSL and NSDL

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with **CDSL**	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911
Individual Shareholders holding securities in Demat mode with **NSDL**	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at : 022 - 4886 7000 and 022 - 2499 7000

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for Physical shareholders and shareholders other than individual holding in Demat form.

1) The shareholders should log on to the e-voting website www.evotingindia.com.
2) Click on “Shareholders” module.
3) Now enter your User ID
   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
4) Next enter the Image Verification as displayed and Click on Login.
5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
6) If you are a first-time user follow the steps given below:

For Physical shareholders and other than individual shareholders holding shares in Demat.

PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.

(vi) After entering these details appropriately, click on “SUBMIT” tab.

(vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for the relevant Sri Lakshmi Saraswathi Textiles (Arni) Limited on which you choose to vote.

(x) On the voting page, you will see "RESOLUTION DESCRIPTION" and against the same the option "YES/NO" for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the "RESOLUTIONS FILE LINK" if you wish to view the entire Resolution details.

(xii) After selecting the resolution, you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.

(xiii) Once you "CONFIRM" your vote on the resolution, you will not be allowed to modify your vote.

(xiv) You can also take a print of the votes cast by clicking on "Click here to print" option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xvii) Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.

- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; slst@slstarni.com (designated email address by company) , if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

a) The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.

b) The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.

c) Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.

d) Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

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

f) Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

g) Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance on or before 20th August, 2026 mentioning their name, demat account number/folio number, email id, mobile number at cs@slstarni.com.. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance on or before 20th August, 2026 mentioning their name, demat account number/folio number, email id, mobile number at (company email id). These queries will be replied to by the company suitably by email cs@slstarni.com.

h) Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

i) Only those shareholders, who are present in the AGM/EGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the EGM/AGM.

j) If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.

2. For Demat shareholders -, Please update your email id & mobile no. with your respective **Depository Participant (DP)**

3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository**.**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 21 09911.

11. Any person who acquires shares after despatch of the Notice of Annual General Meeting and holding shares as on the cut-off date for evoting, may obtain the login ID and password by sending a request at helpdesk.evoting@cdslindia.com

12. Mr.Balu Sridhar, partner, M/s.A.K.Jain and Associates, Company Secretaries, (CP NO. 3550) has been appointed as the Scrutinizer to scrutinize the e-voting process in a fair and transparent manner.

13. The Scrutinizer shall within a period not exceeding 2 working days from the conclusion of the Annual General Meeting make a Scrutinizer’s Report of the votes cast in favour or against, if any, forthwith to the Chairman of the Meeting.

14. The Results shall be declared within 2 working days of the conclusion of AGM of the Company. The Results declared alongwith the Scrutinizer’s Report shall be placed on the Company’s website www.slstindia,com and on the website of BSE within 2 working days of AGM of the Company.

15. Details of application made or any proceeding pending under the insolvency and bankruptcy code, 2016 (31 of 2016) during the year alongwith their status as at the end of the financial year:
- Not Applicable

16. The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof: - Not Applicable

17. The facility for voting during the AGM will also be made available. Members present in the AGM through VC and who have not cast their vote on the resolutions through remote e-voting and

are otherwise not barred from doing so, shall be eligible to vote through thee-voting system during the AGM.

18. Members may also note that the Notice of the 62nd AGM and the Annual Report 2025-26 will also be available on the Company's website, www.slstindia.com and website of BSE Limited www.bseindia.com.

19. The Securities and Exchange Board of India (SEBI) has mandated the submission of Permanent Account Number (PAN) by every participant in securities market. Members holding shares in electronic form are, therefore, requested to submit the PAN to their Depository Participants with whom they are maintaining their demat accounts. Members holding shares in physical form can submit their PAN details to the Company.

20. Details under Regulation 36, of SEBI (Listing Obligations and Disclosure Requirements). Regulations 2015 in respect of the Directors seeking appointment/re-appointment at the Annual General Meeting, forms integral part of the notice. The Directors have furnished the requisite declarations for their appointment/re-appointment.

21. The Equity Shares of the Company are listed in the following Exchange:

BSE Limited,
Phiroze Jeejeebhoy Towers
25th Floor, Dalal Street
MUMBAI 400 023

The company has paid the listing fees for 2026-27 to BSE Limited.

22. Since the AGM will be held through VC in accordance with the Circulars, the route map, proxy form and attendance slip are not attached to this Notice.

For and on behalf of the Board

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

EXPLANATORY STATEMENT PURSUANT TO
SECTION 102 OF THE COMPANIES ACT, 2013**:**

Sub 3: The Objects Clauses of the Memorandum of Association allows the company to undertake Textile and other allied businesses. The company holds additional lands and buildings which has a good market value and by monetising the same, your company will earn reasonable revenue in the years to come resulting into profits. Hence, by way of adding construction and real estate activities in the main objects clause of the Memorandum of Association, in addition to the existing textile business, will increase the net worth of the company which will benefit all the stake holders including the shareholders of the company. Accordingly, the company proposes to place the same to the Members of the Company.

Memorandum of Association and other related documents shall be available for inspection on all working days at the registered office of the Company and shall also be available for inspection during the meeting. None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at item no.3 of the Notice. The Board recommends the Special Resolution set out at Subject 3 of the Notice for approval by the members.

Sub 4: In accordance with the provisions of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors as recommended by the Audit Committee and by the Board of Directors, need to be ratified by the members of the Company. Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Subject 3 of the Notice for ratification of the remuneration payable to the Cost Auditor for the financial year ending March 31, 2026.

On the recommendation of the Audit Committee at its meeting held on May 27, 2026, the Board had approved the appointment of M/s.S V M & Associate, Sri N Sivashankaran, Cost Auditor, (Firm Registration No.000536) as Cost Auditor of the Company for conducting the audit of the Cost Records of the Company for the year 2026-2027 at a remuneration of Rs.80,000/- (Rupees Eighty Thousand Only) and government tax/ duty if any on the fee and traveling and out of pocket expenses on actual basis, whenever his services are required out of Chennai. None of the Directors / Key Managerial Personnel of the Company / their relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Subject 4 of the Notice.

The Board recommends the Ordinary Resolution set out at Subject 4 of the Notice for approval by the members.

PARTICULARS OF DIRECTORS AS REQUIRED TO BE FURNISHED UNDER SECRETARIAL STANDARD (SS-2) ON GENERAL MEETINGS AND REGULATION 36(3) OF SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015:

Name, Age, DIN and Qualification	Mr. Sri.R.Padmanaban Joint Managing Director & CFO, Age: 56, DIN: 00084579 Qualification: B.E.
Experience and other Details	More than a decade years of experience in the field of Textile Industry and Finance.
Details of remuneration sought to be paid	Remuneration as recommended by the Nomination and Remuneration Committee and the Board of Directors
Current Remuneration (last drawn Remuneration)	Rs.2,17,419/-
Date of first appointment on the Board, terms and conditions of appointment or re-appointment	• April 1,2014 • Appointed as Executive Non-Independent Director, liable to retire by rotation
Shareholding in the Company	2,23,900 Equity Shares

Relationship between Directors	He is the Promoter Director
Number of board Meetings attended	5
List of Directorship held in other companies including listed entities, if any	• Munnish Innerwear Pvt Ltd., • Sherhood Properties Private Limited • Masterjee Institute of Studies Pvt Ltd., • SLST Industries Limited • White Stone Energies Private Limited • Novezo Consulting Private Limited • Pattukottai Mess Private Limited • Southern Feast Ventures Pvt Ltd.,

By Order of the Board
for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
62nd ANNUAL REPORT

DIRECTORS' REPORT

Ladies and Gentlemen,

Your Directors present the 62nd Annual Report of the Company along with the audited statement of accounts for the year ended 31st March 2026.

1. FINANCIAL RESULTS

S.NO.	Description	For the year ended 31.03.2026 (Rs.in Lakhs)	For the year ended 31.03.2025 (Rs.in Lakhs)
1.	Total Income	**8814.10**	**10022.80**
2.	Total Expenses	**10468.11**	**12136.64**
3.	(Loss) before exceptional items and tax (III - IV)	(1574.43)	(2113.84)
4.	Exceptional Items	--	--
5.	(Loss) before tax	(1574.43)	(2113.84)
6.	Comprehensive Income – Net of tax	**21270.78**	**43.10**
7.	Tax expense	--	--
8.	Total comprehensive income for the period	**19696.35**	**(2070.74)**
9.	Earning per equity share		
	(i) Basic Rs.	(47.24)	(62.13)
	(ii) Diluted Rs.	(47.24)	(62.13)

Details of Loss Carried Forward for the year ended 31.03.2026

Details	Rs.in Lakhs	Rs.in lakhs
Profit from business operation before Financial Expenses and Depreciation		-598.65
Less:		
1) Financial Expenses	511.24	
2) Depreciation	464.54	975.78
Current year Loss		(1574.43)
Loss carried forward from previous years		(9195.89)
Loss carried forward		(10514.05)

2. PRODUCTION AND INCOME FROM OPERATIONS:

The production and income from operation of the current year and previous year are as under:

Details	2025-26	2024-25
Production in Kgs in Lakhs	41.90	43.18
Sales in Kgs in Lakhs	41.78	43.19
Revenue from operation Rs.in Lakhs	8727.79	9954.20

3. DIVIDEND

Due to the accumulated losses, your Directors are not in a position to recommend Dividend in this year.

4. TRADE PROSPECT AND OUTLOOK

High input cost and low recovery price in Textile business: Huge increase in Raw material prices - Cotton reached its peak prices which destabilized the entire Textiles supply chain. In addition, the labour, electricity and general administration costs have also increased manifold. This severely affected your company since our customers were not able to absorb the increase in price.

Low selling prices due to high imports from China: There has been very high imports of material at a very low cost which brought the selling prices of Synthetic blended yarns to drastically low price. The government has implemented Quality Control Orders (QCO) against anti dumping of yarns and fabrics from China and other countries. We are positive this move will help over the current year in potentially better selling prices of our yarns.

Decline in Sales/ Demand- Our key selling markets has been very dull as they majority of Apparel manufacturers have sluggishness in export markets. Owing to war situations, the quantities and demand for Finished products has been slower. Due to lack of export orders, most mills have been selling yarns in the domestic market with excess supply. This in turn has affected the supply chain of yarn and fabrics.

Overall the Textile industry has been going through turmoil for the past decade. High raw material prices, high imports of cheap yarns and fabrics, economic downturn and recessions scenarios across major buying markets of Europe, North America etc. has disrupted the total industry resulting in to many textile factories closing their operations due to a very slow and sluggish demand for yarns.

Your company has planned to monetize the Assets, mainly the lands, which are not put in to optimal usage. Accordingly, in Dec 2025 Quarter, the Company revalued the Fixed Assets, especially the lands in Chennai as well as in Arni, and necessary entries were passed in the books of Accounts as per Ind-As, standard accounting practice. To move in this direction, necessary amendments in the objects clause of Memorandum of Association need to be undertaken and the same is placed for approval.

We are hopeful FY 2026-2027 will have a positive outlook as the government has made some policy changes regarding Imports and Anti Dumping duties in certain Textile products. With some stability in raw material pricing and improved export demand, we can expect a much better performance.

5. CURRENT YEAR: The demand for the yarn and price realization at the beginning of the current year are good. Your Directors are doing their best to improve the performance to a reasonable level.

6. DETAILS OF KEY MANAGERIAL PERSONNEL (KMP)

According to Section 203 of the Companies Act, 2013, the following are the Key Managerial Personnel of the Company:

Mr. Balakrishna S – Managing Director
Mr. R. Padmanaban – Joint Managing Director and CFO
Mr. D.Krishnamoorthy – Company Secretary

Mr. R. Padmanahban, Joint Managing Director, who retires by rotation at the ensuing Annual General Meeting and being eligible, offers himself for re-appointment.

7. ANNUAL RETURN

The Annual Return of the Company as on March 31, 2026 is available on the Company's website and can be accessed at www.slstindia.com

8. DETAILS OF MEETINGS OF BOARD AND COMMITTEES OF BOARD HELD DURING 2025-26.

a) There were Five Board meetings held during the year 2025-26. The details and attendance record of Directors at the Board Meetings are as under.

Date of Meeting	Board Strength (on the date of meeting)	No .of Directors Present
07.04.2025	5	4
24.05.2025	5	5
11.08.2025	5	5
12.11.2025	5	5
12.02.2026	5	5

b) There were Four Audit Committee meetings held during the year 2025-26. The details and attendance record of Directors at the Audit Committee Meetings are as under.

Date of Meeting	Committee Strength (on the date of meeting)	No.of Directors Present
24.05.2025	3	3
11.08.2025	3	3
12.11.2025	3	3
12.02.2026	3	3

c) There was one Independent Directors meetings held during the year 2025-26. The details and attendance record of Directors at the Independent meetings are as under.

Date of Meeting	Independent Directors meetings Strength (on the date of meeting)	No. of Directors Present
24.05.2025	3	3

d) There were two Nomination and Remuneration Committee meetings held during the year 2025-26. The details and attendance record of Directors at the Nomination and Remuneration Committee meetings are as under.

Date of Meeting	Committee Strength (on the date of meeting)	No. of Directors Present
24.05.2025	3	3
12.11.2025	3	3

e) There was one Stakeholders Relationship Committee Meeting held during the year 2025-26. The details and attendance record of Directors at the Stakeholders Relationship Committee Meeting are as under.

Date of Meeting	Committee Strength (on the date of meeting)	No. of Directors Present
24.05.2025	4	4

f) Since CSR is not applicable, no CSR Committee meeting held during the year 2025-26.

g) Details of Board and Committee Meetings' Attendance Record of Individual Directors:

Details		Annual General Meeting	Board Meetings	Audit Committee Meetings	Nomination and Remuneration Committee Meetings	Stakeholders Relationship Committee Meeting	Corporate Social Responsibility Committee Meeting	Independent Directors Meetings
	Total No.of Meetings held during 2025-26	1	5	4	2	1	--	1
S.No.	Name of the Director	Whether attended	----- Number of Meetings Attended -----					
1.	Sri Balakrishna S	Yes	5	N.A.	N.A.	1	--	N.A.
2.	Sri R.Padmanaban	Yes	5	N.A.	N.A.	1	--	N.A.
3.	Sri Sridhara Rao	Yes	5	4	2	1	--	1
4.	Ms.Umaa Sharvani	Yes	5	4	2	1	--	1
5 .	Ms.Sivarani J	Yes	4	4	2	N.A	N.A.	1

9. DIRECTORS' RESPONSIBILITY STATEMENT

In terms of Section 134(5) of the Companies Act, 2013, the Directors state that –

1. In the preparation of Annual Accounts for the year ended 31st March 2026, the applicable accounting standards had been followed along with proper explanation relating to material departures.
2. The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year ended 31st March 2026, and of the profit/ loss of the company for that period.
3. The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities.
4. The Directors had prepared the annual accounts on a going concern basis.
5. The Directors had laid down Internal Financial Controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.
6. The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

10. INDEPENDENT DIRECTORS

a) The Company has received necessary declaration from each independent director under Section 149(7) of the Companies Act, 2013, that he/ she meets the criteria of independence laid down in Section 149(6) of the Companies Act, 2013 and Regulation 25 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

b) Terms and conditions of appointment of Independent Directors can be viewed at the company Website: www.slstindia.com

11. REMUNERATION POLICY

The Remuneration Policy was recommended by Nomination and Remuneration Committee at its meeting held on February 11, 2015 and adopted by the Board of Directors at its meeting held on the same day and the policy can be viewed at the company website www.slstindia.com

12. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The Company has not given any Loans, guarantees or Investments covered under Sec 186 of Companies Act 2013.

13. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES UNDER SEC 188(1) COMPANIES ACT 2013

(a) i) Disclosure of details of Related Parties under employment of the company.

(Rs.in Lakhs)

Related Parties	Name of Director to whom related	Nature of relation ship with Key Management persons.	Salary, Allowance and Bonus	PF	Total
Mr.R.Thirumalai	R.Padmanaban	Brother	21.26	1.53	22.79
Mr.R.Rajagopal	R.Padmanaban	Brother	8.70	0.63	9.32
Mr.Srish Jayender Balakrishna	Balakrishna S	Son	9.09	0.63	9.72

ii) Borrowings from Directors

A.

S.No.	Name of the Director	Year	Amount Borrowed Rs.in Lakhs
1.	Sri R.Padmanaban, Joint Managing Director	2025-26	459.95

Loan Amount outstanding as on 31st March 2026

B.

S.No.	Name of the Director	Total Amount Outstanding Rs.in Lakhs
1.	Sri R.Padmanaban, Joint Managing Director	2362.20
2	Sri. Balakrishna S, Managing Director	68.60

(b) Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 in Form No. AOC 2 is provided in **ANNEXURE – 2.**

14. MATERIAL CHANGES

There are no material changes affecting the financial position of the company which occurred between the end of the financial year of the company to which the financial statements relate and the date of this report.

15. DETAILS TO BE DISCLOSED UNDER RULE 8(3) OF COMPANIES (ACCOUNTS), RULES 2014.

The information to be disclosed under RULE 8(3) OF COMPANIES (ACCOUNTS), RULES 2014 is given in **ANNEXURE – 3.**

16. RISK MANAGEMENT POLICY

The Board of Directors framed and adopted a Risk Management Policy at its meeting held on March 31, 2017 and the Risk Management Policy can be viewed at the Company website www.slstindia.com

17. CORPORATE SOCIAL RESPONSIBILITY

In terms of Section 135 and Schedule VII of the Companies Act, 2013, the Board of Directors have constituted a Corporate Social Responsibility (CSR) Committee on March 23, 2017. The Board of Directors adopted a CSR Policy, as recommended by the CSR Committee, which is in line with Section 135 of the Companies Act, 2013, which can be viewed at the Company Website: www.slstindia.com. Annexure - 4

As the company has incurred loss in the current and previous years, CSR is not applicable.

18. EVALUATION OF BOARD

BOARD EVALUATION Pursuant to the provisions of the Companies Act, 2013, and Regulation 17 of the SEBI(LODR) Regulations, 2015 the Board has carried out an annual performance evaluation of its own performance, the directors individually as well as the evaluation of the working of its Audit, Nomination & Remuneration and other Committees. The board's performance for the current year was assessed on the basis of participation of directors, quality of information provided, quality of discussion and contribution etc. The overall performance of the Board and Committee's of the Board was found satisfactory. The overall performance of Chairman, Executive Directors and the Nonexecutive Directors of the Company is satisfactory. The review of performance was based on the criteria of performance, knowledge, analysis, quality of decision making etc.

19. DETAILS TO BE DISCLOSED UNDER RULE 8(5) OF COMPANIES (ACCOUNTS), RULES 2014.

The information to be disclosed under RULE 8(5) OF COMPANIES (ACCOUNTS), RULES 2014 is given in **ANNEXURE – 5**.

20. <u>DISCLOSURE ON AUDIT COMMITTEE</u>

The composition of the Audit Committee is as below:

Member & Chairman	Sri S.Sridhara Rao
Member	Ms.Sivarani J
Member	Ms.Umaa Sharvani

All the members have wide exposure in the relevant areas.

21. ESTABLISHMENT OF WHISTLE BLOWER POLICY AND VIGIL MECHANISM

A Whistle Blower Policy and Vigil Mechanism was adopted by the Board of Directors at its meeting held on March 9, 2015. The policy can be viewed at the company website www.slstindia.com.

22. SECRETARIAL AUDIT REPORT

The Secretarial Audit Report for the year 2025-26 is provided in **ANNEXURE - 6**.
There are no qualification made by the Secretarial Auditor.

23. DETAILS TO BE DISCLOSED UNDE RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

The required disclosures are provided in **ANNEXURE – 7**.

24. DETAILS TO BE DISCLOSED UNDER RULE 5(2) OF THE COMPANIES
(APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014.

None of the employees was in receipt of remuneration in excess of the prescribed limits, under Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014. Hence there is no report under this category.

25. INFORMATION REQUIRED UNDER THE SEXUAL HARASSMENT OF WOMEN AT THE WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2014.

The company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.

The company has in place a system to redress complaints received regarding sexual harassment in line with the requirements of the Sexual Harassment of women at the workplace (Prevention, Prohibition & Redressal) Act, 2013

All employees (permanent, contractual, temporary, apprentices and trainees) are covered under this policy.

The following is a summary of sexual harassment complaints received and disposed off during the year 2025-26.

- No of complaints received - Nil
- No of complaints disposed off. - NA

26. FINANCE

The Board of Directors thanks Indian Overseas Bank and State Bank of India for their continued assistance and co-operation.

27. LABOUR

The relationship with labour continues to be cordial. Your Directors place on record their appreciation of the devoted services of the Officers, Members of the Staff and Workers during the year.

28. COST AUDIT

Your Company is required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 and accordingly such accounts and records are made and maintained,

The Company has appointed M/s.S V M & Associates, Cost Accountants, as Cost Auditor of the Company for the financial year 2025-26.

The enabling resolution for appointment of M/s.S V M & Associates, Cost Accountants, as Cost Auditor of the Company has been placed in the AGM Notice.

29. AUDITORS AND AUDITORS REPORT.

M/s. S. Viswanathan LLP, Chartered Accountants, were appointed as Statutory Auditors of the Company to hold office for a term of five years from the conclusion of 61st Annual General Meeting till the conclusion of the 66th Annual General Meeting

The Notes on financial statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditors' Report does contain some qualification, reservation, remark or disclaimer for which reply has been given in the Directors Report.

Auditors' Report:
The Report of Auditors and Notes forming part of the Accounts are attached along with the Annual Report.

Comments on Statutory Auditor's Report:

Reply to the qualifications made in Auditor's report

S.No.	QUALIFICATION	REPLY
1.	**Material Uncertainty Related to Going Concern**: The Company's net worth has been completely eroded. As per the books of accounts, the accumulated losses for the reporting period amount to ₹10,514.05 lakhs (Previous Year: ₹9,195.88 lakhs), and the turnover for the year ended March 31, 2026, has declined to ₹8,727.79 lakhs (Previous Year: ₹9,948.58 lakhs). Furthermore, the Statement of Profit and Loss indicates that the Company has incurred net losses for the previous three consecutive financial years, including the period under audit. These events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the financial statements have been prepared on a going concern basis, predicated on management's assessment that the Company will generate sufficient profits in the foreseeable future.	The company has incurred losses and the capital has been eroded. However, the financial statements have been prepared on a going concern basis based on the Company's Assets and future business prospects. The Company envisage to operate its Textiles business to the optimum level and reduce the losses There is a reduction of over 30% loss in FY25-26 comparing with FY24-25. The company has proposed to add the real estate business in the objects clauses of the Memorandum of Association which will enable to monetize the lands. This will influx cash flow and bring profits. Hence The management is hopeful that the company will generate profits in the ensuing financial years.
2.	The auditor has drawn attention regarding obtaining the balance confirmations or sufficient alternative audit evidence for significant outstanding balances. This includes Advances Made (Rs.395.57 lakhs), Advances Received (Rs.93.09 lakhs), Trade Receivables (Rs.75.05 lakhs), and Trade Payables (Rs.3,350.77 lakhs). Furthermore, out of the Trade Payables confirmed Rs.1,116.45 lakhs, there remains an unreconciled difference of Rs.3.40 lakhs	The management is confident that all the amounts shall be collected in the ensuing quarters of the FY 26-27.

3.	The auditor reported significant defaults in the remittance of undisputed statutory dues to appropriate authorities during the financial year. The outstanding non-compliances as of the audit report date are as follows: **(a)ESI:** Principal of Rs.4.71 lakhs and accumulated interest of ₹0.16 lakhs remain unpaid (excluding unascertainable amounts for the garments division). **(b)EPF:** Principal of Rs.124.78 lakhs, alongside accumulated interest of Rs.12.38 lakhs and damages of Rs.13.07 lakhs, remain unpaid. **(c)TDS/TCS:** Principal of Rs.24.47 lakhs and accumulated interest of Rs.2.96 lakhs remain unpaid. **(d)GST:** An erroneously claimed excess IGST Input Tax Credit (ITC) of Rs.6.75 lakhs remains unreversed and unpaid.	The management expects that all the statutory amounts shall be paid in the ensuing quarters of the FY 26-27

STATEMENT OF IMPACT OF QUALIFIED OPINION OF STATUTORY AUDITOR.:
The Auditors qualified opinion, Management's explanations thereon and Statement of Impact of Audit Qualifications are given in **ANNEXURE – 1**.

30. MANAGEMENT DISCUSSION AND ANALYSIS REPORT
Management Discussion and Analysis Report is part of Directors Report. **ANNEXURE–8**

31. DISCLOSURE REGARDING ACCOUNTING TREATMENT.
In preparation of financial statement the treatment prescribed in all the applicable Accounting Standards are followed and no alternative treatment has been adopted.

32. CORPORATE GOVERNANCE REPORT

Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, does not apply to your company, as your company's equity share capital and net worth is below the threshold limit prescribed under the said Regulation and hence the Report on Corporate Governance is not provided.

33. DECLARATION BY CEO AFFIRMING COMPLIANCE WITH CODE OF CONDUCT

Declaration from CEO has been given **ANNEXURE – 9**

34. COMPLIANCE CERTIFICATE REGARDING CORPORATE GOVERNANCE.

The certificate is not applicable as the provisions of Corporate Governance does not apply to your company.

35. DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

There are no shares in demat suspense account or unclaimed suspense account.

36. STATEMENT OF DEVIATION/ VARIATION OF USE OF FUNDS RAISED THROUGH ANY PUBLIC ISSUE.

The company has not raised any fund through public, right or preferential issue of any security in recent time. Hence there is no Report on any deviation/ variation of the use of such funds.

37. DISCLOSURE OF COMPLIANCE WITH SECRETARIAL STANDARDS.

The Directors have devised proper systems to ensure compliance with the provisions of all applicable Secretarial Standards and that such systems are adequate and operating effectively.

38. RELATED PARTY TRANSACTION POLICY.

The Board of Directors framed and adopted a Related Party Transaction Policy at its meeting held on October 9, 2021 and the Related Party Transaction Policy can be viewed at the Company website www.slstindia.com

39. DIRECTORS' REPORT PLACED IN WEBSITE.

This Directors' report is placed in company's website and the same can be viewed at www.slstindia.com

40. DISCLOSURES UNDER MATERNITY BENEFIT ACT, 1961:

The Company has complied with provisions relating to Maternity Benefit Act, 1961.

41. ACKNOWLEDGEMENT AND APPRECIATION

Your Directors would like to thank Company' would like to express their gratitude for the co-operation and assistance extended to the Company by its Bankers, Customers, Suppliers, Contractors, Government and Local Authorities, etc. The Directors also wish to thank all its Shareholders for their unstinted support. The Directors would like to sincerely thank and place on record their appreciation of the consistent and dedicated services of the employees at all levels who have immensely contributed to the performance of the Company during the period under review.

By Order of the Board
for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

ANNEXURE – 1

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

(Rs.in Lakhs)

Statement on Impact of Audit Qualifications for the Financial Year ended March 31, 2026 [*See* Regulation 33 / 52 of the SEBI (LODR) (Amendment) Regulations, 2016]				
I.	S.No.	**Particulars**	**Audited Figures (before adjusting for qualifications)**	**Adjusted Figures (after adjusting for qualifications)**
	1.	Total income	8814.10	8814.10
	2.	Total Expenditure	10468.11	10468.11
	3.	Net Profit/(Loss)	(1574.43)	(1574.43)
	4.	Earnings Per Share	(47.24)	(47.24)
	5.	Total Assets	32852.46	32852.46
	6.	Total Liabilities	19958.04	19958.04
	7.	Net Worth	12894.42	12894.42
	8.	Any other financial item(s)	Nil	Nil
II.	Audit Qualification (each audit qualification separately):			
	a. **Details of Audit Qualification:** (i) The auditor has drawn attention to a material uncertainty regarding the Company's ability to continue as a going concern. This is evidenced by the complete erosion of the Company's net worth, accumulated losses of Rs.10,514.05 lakhs (Previous Year: Rs.9,195.88 lakhs), a decline in turnover to Rs.8,727.79 lakhs (Previous Year: Rs.9,948.58 lakhs), and furthermore the company has incurred net losses for three consecutive financial years. Despite these indicators, the financial statements have been prepared on a going concern basis based on management's future profitability assessments. (ii) The auditor has drawn attention regarding obtaining the balance confirmations or sufficient alternative audit evidence for significant outstanding balances. This includes Advances Made (Rs.395.57 lakhs), Advances Received (Rs.93.09 lakhs), Trade Receivables (Rs.75.05 lakhs), and Trade Payables (Rs.3,350.77 lakhs). Furthermore, out of the Trade Payables confirmed Rs.1,116.45 lakhs, there remains an unreconciled difference of Rs.3.40 lakhs. (iii) The auditor reported significant defaults in the remittance of undisputed statutory dues to appropriate authorities during the financial year. The outstanding non-compliances as of the audit report date are as follows: **(a)ESI:** Principal of Rs.4.71 lakhs and accumulated interest of ₹0.16 lakhs remain unpaid (excluding unascertainable amounts for the garments division). **(b)EPF:** Principal of Rs.124.78 lakhs, alongside accumulated interest of Rs.12.38 lakhs and damages of Rs.13.07 lakhs, remain unpaid. **(c)TDS/TCS:** Principal of Rs.24.47 lakhs and accumulated interest of Rs.2.96 lakhs remain unpaid. **(d)GST:** An erroneously claimed excess IGST Input Tax Credit (ITC) of Rs.6.75 lakhs remains unreversed and unpaid.			
	b. **Type of Audit Qualification: Qualified Opinion**			
	c. **Frequency of qualification: Repetitive** (Continuing since Financial Year 2020-21)			

d. **For Audit Qualification(s) where the impact is quantified by the auditor, Management's Views:**

1) Auditor has quantified the impact of qualification.
2) The management's view on the qualifications is given below:

(i) Qualified opinion of Statutory Auditor:

The Company's net worth has been eroded, accumulated losses of Rs.10,514.05 lakhs (Previous Year: Rs.9,195.88 lakhs), a decline in turnover to Rs.8,727.79 lakhs (Previous Year: Rs.9,948.58 lakhs), and furthermore the company has incurred net losses for three consecutive financial years. Despite these indicators, the financial statements have been prepared on a going concern basis based on management's future profitability assessments.

Management's View:

For the above referred observation of the Auditor, the company provides the following clarifications:

1. The company has accumulated losses of Rs.10,514.05 lakhs (Previous Year: Rs.9,195.88 lakhs), a decline in turnover to Rs.8,727.79 lakhs (Previous Year: Rs.9,948.58 lakhs), and Despite these indicators, the financial statements have been prepared on a going concern basis based on management's future profitability assessments It continues its business operation to the optimum level. The management is hopeful that the company will generate to make profit in the ensuing quarters. There is a reduction of over 30% loss in FY25-26 comparing with FY24-25.

(ii) Qualified opinion of Auditor:
The auditor has drawn attention regarding obtaining the balance confirmations or sufficient alternative audit evidence for significant outstanding balances. This includes Advances Made (Rs.395.57 lakhs), Advances Received (Rs.93.09 lakhs), Trade Receivables (Rs.75.05 lakhs), and Trade Payables (Rs.3,350.77 lakhs). Furthermore, out of the Trade Payables confirmed Rs.1,116.45 lakhs, there remains an unreconciled difference of Rs.3.40 lakhs.

Management View:

The management is confident that all the amounts shall be collected in the ensuing quarters of the FY 26-27

(iii) Qualified opinion of Auditor:
The auditor reported significant defaults in the remittance of undisputed statutory dues to appropriate authorities during the financial year. The outstanding non-compliances as of the audit report date are as follows:

(a)ESI: Principal of Rs.4.71 lakhs and accumulated interest of Rs.0.16 lakhs remain unpaid (excluding unascertainable amounts for the garments division).
(b)EPF: Principal of Rs.124.78 lakhs, alongside accumulated interest of Rs.12.38 lakhs and damages of Rs.13.07 lakhs, remain unpaid.
(c)TDS/TCS: Principal of ₹24.47 lakhs and accumulated interest of Rs.2.96 lakhs remain unpaid.
(d)GST: An erroneously claimed excess IGST Input Tax Credit (ITC) of Rs.6.75 lakhs remains unreversed and unpaid.

Management View:

The management expects all the statutory dues shall be paid in the ensuing quarters of the FY 26-27

	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 is of the view that both the qualified opinions (i) and (ii) of the above have no impact and hence not quantified.	
	(ii) **If management is unable to estimate the impact, reasons for the same:** **------** Not Applicable **------**	
	(iii) **Auditors' Comments on (i) or (ii) above:** Auditor has no comments	
III.	**Signatories:**	
	• **CEO/Managing Director**	-sd-
	• **CFO**	-sd-
	• **Audit Committee Chairman**	-sd-
	• **Statutory Auditor**	-sd-

for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place: Chennai
Date: May 27, 2026

(BALAKRISHNA S)
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

ANNEXURE - 2

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

Form AOC – 2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

1. Details of contracts or arrangements or transactions not at arm's length basis

(a) Name(s) of the related party and nature of relationship	Nil
(b) Nature of contracts / arrangements / transactions	Nil
(c) Duration of the contracts / arrangements/transactions	Nil
(d) Salient terms of the contracts or arrangements or transactions including the value, if any	Nil
(e) Justification for entering into such contracts or arrangements or transactions	Nil
(f) date(s) of approval by the Board	Nil
(g) Amount paid as advances, if any	Nil
(h) Date on which the special resolution was passed in general meeting as required under first proviso to section 188	Nil

2. Details of material contracts or arrangement or transactions at arm's length basis

i) (a) Name(s) of the related party and nature of relationship:

Related Parties	Name of Director to whom related	Nature of relation ship	Salary & Allowance Rs.in Lakhs	* Date of approval by the Board
Mr.R.Thirumalai	R.Padmanaban	Brother	22.79	10.02.2025
Mr.R.Rajagopal	R.Padmanaban	Brother	9.32	10.02.2025
Mr.Srish Jayender Balakrishna	Balakrishna S	Son	9.72	10.02.2025

* Dates of appointment and latest revision

(b) Nature of contracts/arrangements/transactions: : Employment

(c) Duration of the contracts / arrangements / transactions : 2025-26

(d) Salient terms of the contracts or arrangements or transactions including the value, if any: : Normal employment terms of the company.

(ii) Name(s) of the related party and nature of relationship: Sri R.Padmanaban, Joint Managing Director

Related Parties	Name of Director to whom related	Nature of relation ship	Borrowing from Director Rs.in lakhs	* Date of approval by the Board
Sri R.Padmanaban,	R.Padmanaban	Director	2362.20 (Balance as on 31.03.2026)	13/02/2018/ 27/03/2018/ 13/02/2019/ 12/11/2019/ 13/02/2020/ 15/09/2020 & 11/10/2021

Name(s) of the related party and nature of relationship: Sri Balakrishna S, Managing Director

Related Parties	Name of Director to whom related	Nature of relation ship	Borrowing from Director Rs.in lakhs	* Date of approval by the Board
Sri Balakrishna S,	Balakrishna S	Director	68.60 (Balance as on 31.03.2026)	29.05.2023

b) Nature of contracts/arrangements/transactions: : Borrowing from Directors
c) Duration of the contracts / arrangements / transactions : Short Term Borrowing
d) Salient terms of the contracts or arrangements or transactions including the value, if any: : Rate of Interest 11.00% P.A.

By Order of the Board
for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

ANNEXURE – 3

DETAILS TO BE DISCLOSED UNDER RULE 8(3) OF COMPANIES (ACCOUNTS) RULES 2014

Details on Conservation of energy, Technology absorption and Foreign exchange earnings and Outgo

Details	Disclosure	
(A) Conservation of energy-		
(i) the steps taken or impact on conservation of energy;	The company conducts periodical energy audit and implements the advice given by the energy audit team. In all machines and areas wherever required energy savings equipments / spares/ component are used to conserve energy	
(ii) the steps taken by the company for utilising alternate sources of energy;	The company as alternate source has installed 1 Nos. Wind Turbine Generator.	
(iii) the capital investment on energy conservation equipments;	During the year – Nil.	
(B) Technology absorption-	Nil	
(C) Foreign exchange earnings and Outgo	2025-26	
The Foreign Exchange earned in terms of actual inflows during the year and the Foreign Exchange outgo during the year in terms of actual outflows.		Rs.in lakhs
	<u>Earnings/ Inflow</u> Through Export	249.03
	<u>Expenses / Outgo</u> Raw Material Import Travel Expenses Total Outgo	Nil

By Order of the Board
for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

ANNEXURE - 4

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1. **A brief outline of the company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs.**

   The objective of the CSR Policy is to

   A. Ensure an increased commitment at all levels in the organisation, to operate its business in an economically, socially & environmentally sustainable manner, while recognising the interests of all its stakeholders.
   B. To directly or indirectly take up programmes that benefit the communities in & around its work locations and results, over a period of time, in enhancing the quality of life &economic well being of the local populace.
   C. To generate, through its CSR initiatives, a community goodwill for SLST and help reinforce a positive & socially responsible image of SLST as a corporate entity.

Weblink to the CSR Policy: http://www.slstindia.com

2. **The Composition of the CSR Committee.**

   a. Ms. Umaa Sharvani, Chairperson
   b. Sri Balakrishna. S, Member
   c. Sri R.Padmanaban, Member

3. **Prescribed CSR Expenditure (two per cent of the amount as in item 3 above).** Nil.

4. **Details of CSR spent during the financial year:**
   (a) Total amount to be spent for the financial year; Nil
   (b) Amount unspent, if any; Not Applicable
   (c) Manner in which the amount spent during the financial year is detailed below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
S.No.	CSR Project or activity identified.	Sector in which the Project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or programs was undertaken	Amount outlay (budget) project or programs wise	Amount spent on the projects or programs sub-heads: 1) Direct expenditure on projects or programs. 2) Overheads:	Cumulative expenditure upto to the reporting period	Amount Spent Direct or through implementing agency.
1.	Not Applicable						
	TOTAL						

*Give details of implementing agency:

5. In case the company has failed to spend the two per cent of the average net profit of the last three financial years or any part thereof, the company shall provide the reasons for not spending the amount in its Board report.

- Not Applicable -

6. A responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the company

- Not Applicable -

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Managing Director &
Chief Executive Officer,

ANNEXURE – 5

DETAILS TO BE DISCLOSED AS PER PROVISION OF RULE 8(5) OF COMPANIES (ACCOUNTS), RULES 2014.

(I) The financial summary or highlights;	The same has already been discussed in the earlier portion of this report.
(II) The change in the nature of business, if any;	Nil
(III) The details of directors or key managerial personnel who were appointed or have resigned during the year;	Not Applicable
(IIIa) a statement regarding opinion of the Board with regard to integrity, expertise and experience (including the proficiency) of the independent directors appointed during the year.	Not Applicable
(IV) The names of companies which have become or ceased to be its Subsidiaries, joint ventures or associate companies during the year;	Nil
(V) The details relating to deposits, covered under Chapter V of the Act,-	The company does not accept deposit from public.
(VI) The details of deposits which are not in compliance with the requirements of Chapter V of the Act;	No such deposit
(VII) the details of significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future;	No such transaction
(VIII) the details in respect of adequacy of internal financial controls with reference to the Financial Statements.	Adequate internal financial controls are in vogue.
(ix) a disclosure, as to whether maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013, is required by the Company and accordingly such accounts and records are made and maintained,	Yes. Complied with
(x) a statement that the company has complied with provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 [14 of 2013] ,";	Yes. Complied with

By Order of the Board
for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

Managing Director, **Chief Executive Officer** and
Joint Managing Director, Chief Financial Officer certification
(Pursuant to Reguation 17(8) read with Schedule II of the Listing Regulations)

To
Board of Directors,
Sri Lakshmi Saraswathi
Textiles (Arni) Ltd.,
CHENNAI

CEO/ CFO CERTIFICATION

We, Balakrishna S, Managing Director, Chief Executive Officer and R.Padmanaban, Joint Managing Director, Chief Financial Officer

a) We have reviewed financial statements and the cash flow statement for the year 2025-26 and that to the best of our knowledge and belief:

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

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

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

d) We have indicated to the auditors and the Audit committee.

i) there was no significant change in internal control over financial reporting during the year;
ii) there was no significant change in accounting policies during the year and that the same have been disclosed in the notes to the financial statements and
iii) there was no instance of significant fraud of which we have become aware and the involvement therein, if any of the management or an employee having a significant role in the company's internal control system over financial reporting.

	(sd/-)	(sd/-)
	(Balakrishna S)	(R.Padmanaban)
Place: Chennai	Managing Director &	Joint Managing Director &
Date: 27.05.2026	Chief Executive Officer	Chief Financial Officer

SECRETARIAL AUDIT REPORT **ANNEXURE – 6**

Form No. MR-3

SECRETARIAL AUDIT REPORT

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

FOR THE FINANCIAL YEAR ENDED 31.03.2026

To,
The Members,
M/s. SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
16, Krishnama Road, Nungambakkam,
Chennai – 600 034

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **M/s. SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**, (hereinafter called as "the company"). The secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

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

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

(i) The Companies Act, 2013 (**the Act**) and the rules made thereunder;
(ii) The Securities Contracts (Regulation) Act, 1956 ('**SCRA**') and the rules made thereunder;
(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
(iv) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('**SEBI Act**'):-

  (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
  (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
  (c) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
  (d) The Securities and Exchange Board of India (Depositories and Participants) Regulations, 2018;
  (e) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

We report that, the provisions of the following regulations are not applicable to the Company during the audit period:-

(a) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021;
(b) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
(c) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
(d) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021;
(e) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018.

We further report that, having regard to the compliance system prevailing in the Company and based on the written representations received from the officials/executives of the Company, we state that there are adequate systems and processes commensurate with the size and operations of the company to monitor and ensure compliance of the following laws to the extent applicable to the Company;

(a) Factories License under The Factories Act, 1948.
(b) The Water (Prevention and Control of Pollution) Act, 1974.
(c) The Air (Prevention and Control of Pollution) Act, 1981.
(d) Hazardous Wastes (Management, Handling and Transboundary movement), Amendment Rules, 2013;
(e) Employees Provident Fund and Miscellaneous Provisions Act, 1952
(f) Payment of Wages Act, 1936
(g) Employees State Insurance Act, 1948

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

(i) Secretarial Standards with respect to Meetings of Board of Directors (SS-1) and General Meetings (SS-2) issued by The Institute of Company Secretaries of India (ICSI).
(ii) The Listing Agreement entered into by the Company with BSE Limited (BSE) as per SEBI (Listing Obligations and Disclosure Requirement) Regulations, 2015.

We further report that, the applicable financial laws, such as the Direct and Indirect Tax Laws, have not been reviewed under our audit as the same falls under the review of statutory audit and by other designated professionals.

We further report that, the Company has no Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing.

We further report that

(a) The board of directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

(b) Adequate notice is given to all the directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent in advance, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

(c) All the decisions at Board meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

(d) There are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that, during the period under review, the Company has complied with the applicable provisions of the Act, Rules, Regulations, Guidelines and Standards.

We further report that, pursuant to Application No. CA(CAA)/20(CHE)/2024, the Company convened meetings of its secured creditors, unsecured creditors and equity shareholders in relation to the proposed Scheme of Arrangement for Demerger, in accordance with the Orders of the Hon’ble National Company Law Tribunal (NCLT), Chennai Bench dated 08.10.2024, as subsequently modified vide Orders dated 25.10.2024 and 10.02.2025.

We further report that the resolution approving the Scheme of Arrangement for Demerger was unanimously approved by the secured creditors and unsecured creditors of the Demerged Company, in accordance with the applicable provisions of the Companies Act, 2013. However, the resolution for approval of the Scheme of Arrangement for Demerger was not approved by the equity shareholders with the requisite majority, as the Demerged Company secured only 55.91% of votes in favour of the resolution. A Petition was filed before the Hon’ble NCLT, Chennai Bench on 10.05.2025 with an undertaking that the threshold prescribed under the Companies Act, 2013 would be achieved by obtaining consent affidavits from the shareholders who had voted against the Scheme of Demerger prior to the final date of hearing.

We further report that during the audit period, there were no instances of:

(i) Public / Right / preferential issue of Shares / Sweat Equity Shares.

(ii) Redemption / Buy-back of Securities.

(iii) Major decisions taken by the members in pursuance to Section 180 of the Companies Act, 2013 for disposal of undertaking.

(iv) Foreign technical collaborations.

For A.K. JAIN & ASSOCIATES
Company Secretaries

Place: Chennai
Date: May 27, 2026

BALU SRIDHAR
Partner
M. No. F5869
C.P. No. 3550
UDIN: F005869H000502926
P.R No: 7863/2026

This report is to be read with our letter of even dated which is annexed as '**Annexure-A**' and form an integral part of this report.

Annexure A

To,
The Members,
M/s. SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED
16, Krishnama Road, Nungambakkam,
Chennai – 600 034

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

1. Maintenance of Secretarial Records is the responsibility of the management of the Company. Our responsibility is to express an opinion on these secretarial records based on our audit.

2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events, etc.

5. The compliances of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor the efficacy or effectiveness with which the management has conducted the affairs of the Company.

For A.K. JAIN & ASSOCIATES
Company Secretaries

Place: Chennai
Date: May 27, 2026

BALU SRIDHAR
Partner
M.No. F5869
C.P. No. 3550
UDIN: F005869H000502926
P.R No: 7863/2026

ANNEXURE – 7

DETAILS DISCLOSED AS PER PROVISION OF RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

S.No	Disclose Requirements	Disclosure			
i. & ii.	The ratio of the remuneration of each Director to the median remuneration of the Company for 2024-25, the percentage increase in remuneration of each Director, Chief Finance Officer, Chief Executive Officer and Company Secretary in 2024-25.	Name of Director / KMP and Designation	Remuneration of Director/ KMP for 2025-26 (Rs.in Lakhs)	% increase in the remuneration in 2025-26 % increase (Decrease) in the remuneration	Ratio of remuneration of each Director to median Remuneration of employee.
		Balakrishna S, Managing Director and Chief Executive Officer	43.19	10%	43
		R.Padmanaban Joint Managing Director and Chief Financial Officer	27.97	10%	28
		Mrs.Revathi Ramachandran & Mr.D.Krishnamoorthy Company Secretary	6.30	--	--
iii.	The percentage increase in the median remuneration of employees in the financial year;	There was a Increase 7% in the median remuneration.			
iv.	The number of permanent employees on the rolls of company;	915			
v..	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration;	There was a increased of 9% in the average remuneration of managerial personnel and the average remuneration of employees other than the managerial personnel was decrease by 8%.			
vi.	Affirmation that the remuneration is as per the remuneration policy of the company.	It is affirmed that the remuneration of all employees including directors is as per the remuneration policy of the company.			

By Order of the Board
for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place : Chennai
Date : May 27, 2026

(BALAKRISHNA S)
Chairman & *Managing Director*

ANNEXURE – 8

REPORT ON MANAGEMENT'S DISCUSSION AND ANALYSIS

i. Industry structure and developments

Our company is engaged in the manufacture of all types of yarn used for manufacture of woven and knitted fabrics and is sold both in the domestic and international markets. Demand for yarn in the domestic market depends upon demand for fabrics for domestic consumption and for fabrics for export as such or for manufacture of garments and other textile products exports. Thus domestic demand of yarn depends on the level of domestic consumption through direct use and capability to sell fabrics and garments and other textile products in the international market. Direct export of yarn is for the manufacture of fabrics in the foreign countries. In India, especially in Tamil Nadu, excess spinning capacity has been established without corresponding capacity build-up for fabrics production, processing capacity and garment manufacture. No effective system has been put in place to scrap obsolete spindle capacity and to ensure a coordinated capacity addition in all segments of textile industry. Non-availability of adequate number of employees has resulted in reduction in production of yarn. Maintaining good quality, increasing the volume, optimizing the product mix and capacity utilization, ensuring availability of adequate power at reasonable cost, cost reduction and taking up down stream value are the ways to progress. Current developments and effect of the same in the performance were discussed in the Directors' Report.

ii. Opportunities and threats

Non availability of adequate skilled manpower, high cost of all inputs and lack of financial support from Banks, resulted in reduction in capacity utilization of marginal spinning mills and thereby reduction in supply of yarn. This has provided an opportunity to the established players to strengthen their position. Changes in the international market for raw cotton, policies preferences of Government affecting Textiles, high cost of power, non availability of adequate skilled man power and lack of financial support from banking system are the threats faced by the industry.

iii. Segment wise or product wise performance

Since the company is engaged in the production of Textile products only, there is no segment wise or product wise reporting of performance.

iv. Outlook

As discussed in the Directors' Report, the industrial conditions are now favourable spinning sector and performance of the company is expected to improve.

v. Risks and concerns

Inconsistency in the price and the demand for yarn and highly volatile cotton market are the two risks associated with spinning mills. Your company plans to face these risks, through suitable sales efforts, optimum product mix, prudent purchase of cotton, improving raw material realization, ensuring availability of adequate power by purchase from private power producers at reasonable cost, implementing cost reduction measures and improving productivity.

vi. Internal control systems and their adequacy

The company is having an efficient and adequate internal control system commensurate with size and level of operations of the company.

vii. Discussion on financial performance with respect to operational performance.

This has been discussed in details in the Directors Report.

viii. Material developments in Human Resources/ Industrial Relations front, including number of people employed.

The company's performance in the industrial relations front continues to be very cordial. Currently the company has 915 employees of all ranks on its rolls.

ix. Details of significant changes in key financial ratios along with detailed explanations therefore (as mentioned in Part B to Schedule V)

* * * * *

ANNEXURE – 9

DECLARATION REGARDING COMPLIANCE WITH CODE OF CONDUCT

All the members of the Board of Directors and Senior Management have affirmed compliance with the code of conduct, laid down by the Board.

for **SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED**

Place: Chennai
Date: May 27, 2026

(BALAKRISHNA S)
MANAGING DIRECTOR &
CHIEF EXECUTIVE OFFICER

INDEPENDENT AUDITORS REPORT
To the members of SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED
(CIN: L17111TN1964PLC005183)

Report on the audit of the Standalone Ind AS Financial Statements

Qualified Opinion

We have audited the accompanying financial statements of SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss, (including Other Comprehensive Income), the Statement of Changes in Equity and Statement of Cash Flows for the year then ended and notes to the Financial Statements, including a summary of the Material Accounting Policy information and other explanatory information, [hereinafter referred to as Ind AS Financial Statements].

In our opinion and to the best of our information and according to the explanations given to us, except for the matters described in the Basis for Qualified Opinion paragraph below the aforesaid Standalone Financial Statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of The Act read with the companies (Indian Accounting Standards) Rules, 2015 as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its Loss including other comprehensive income, its cashflow and changes in equity for the year ended on that date.

Basis for Qualified Opinion

1. **Material Uncertainty Related to Going Concern**: The Company's net worth has been completely eroded. As per the books of accounts, the accumulated losses for the reporting period amount to ₹10,514.05 lakhs (Previous Year: ₹9,195.88 lakhs), and the turnover for the year ended March 31, 2026, has declined to ₹8,727.79 lakhs (Previous Year: ₹9,948.58 lakhs). Furthermore, the Statement of Profit and Loss indicates that the Company has incurred net losses for the previous three consecutive financial years, including the period under audit. These events and conditions indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, the financial statements have been prepared on a going concern basis, predicated on management's assessment that the Company will generate sufficient profits in the foreseeable future.

2. **Non-Receipt of Confirmations:** As at 31st March 2026, the Company has outstanding balances pertaining to Advances Made (₹395.57 lakhs), Advances Received (₹93.09 lakhs), Trade Receivables (₹75.05 lakhs), and Trade Payables (₹3,350.77 lakhs). We have not received balance confirmations from the respective parties for the aforementioned advances and receivables. Furthermore, in respect of Trade Payables, confirmations were received for balances amounting to ₹1,116.45 lakhs only, revealing an unreconciled difference of ₹3.40 lakhs. We were unable to obtain sufficient appropriate audit evidence regarding the existence, completeness, and carrying value of these balances through alternative audit procedures. Consequently, we are unable to determine whether any adjustments to these carrying amounts were necessary and the consequential impact thereof on the accompanying financial statements.

3. Non-Remittance of Statutory Dues: The Company has not been regular in depositing undisputed statutory dues with the appropriate authorities during the financial year. On a consolidated basis across the Company's divisions, we draw attention to the following non-compliances:

a) Employees' State Insurance (ESI): As at March 31, 2026, consolidated ESI contributions aggregating to ₹10.42 lakhs, pertaining to the period from January 2025 to March 2026, remained outstanding. Accordingly, a cumulative provision for interest of ₹0.62 lakhs was recognized in the books of accounts as at the year-end. Subsequent to the balance sheet date, the Company remitted ₹5.71 lakhs on April 7, 2026. As at the date of our audit report, the principal balance of ₹4.71 lakhs and corresponding accumulated interest of ₹0.16 lakhs remain unpaid.

b) Employees' Provident Fund (EPF): As at March 31, 2026, consolidated EPF dues aggregating to ₹124.78 lakhs for the period from August 2024 to March 2026 remained outstanding. Provisions for interest and damages amounting to ₹10.09 lakhs and ₹10.61 lakhs, respectively, were recognized as at March 31, 2026. As at the date of our audit report, the principal amount of ₹124.78 lakhs remains unpaid, along with accumulated interest and damages of ₹12.38 lakhs and ₹13.07 lakhs, respectively. This however, does not include unpaid ESI for employees in the garments division, the amount for which, was not available for our verification.

c) Tax Deducted at Source (TDS) & Tax Collected at Source (TCS): TDS and TCS aggregating to ₹24.83 lakhs, deducted/collected during the period from May 2025 to March 2026, were not deposited within the prescribed statutory timelines. Provisions for interest amounting to ₹1.45 lakhs, were recognized as at March 31, 2026. Subsequent to the balance sheet date, a partial remittance of ₹0.35 lakhs was made on April 6, 2026. As at the date of our audit report, the principal amount of ₹24.47 lakhs and accumulated interest of ₹2.96 lakhs remain outstanding.

d) Goods and Services Tax (GST): During the month of September 2025, the Company erroneously claimed excess Input Tax Credit (ITC) of ₹6.75 lakhs under IGST, with a corresponding short claim of ₹3.38 lakhs each under CGST and SGST due to a classification error. While the short claims in CGST and SGST were rectified in the November 2025 returns, the excess IGST ITC of ₹6.75 lakhs remains unreversed and unpaid to the GST Department as at the date of our audit report.

The non-payment of these dues constitutes a contravention of the respective statutory acts. Furthermore, the financial statements do not fully reflect the potential impact of further escalation of penalties or the legal ramifications arising from such long-term defaults, the quantum of which is currently unascertainable but considered material to the financial obligations of the Company.

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 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.

Emphasis of matter paragraph.

We draw attention to the following matters in the notes to the financial statements:

- **Note 36(b)(viii)**, which details an advance amounting to ₹21.40 lakhs and ₹13.18 lakhs made by the Company for the purchase of machinery and for the purchase of ring frames. As disclosed, this capital advance has remained outstanding for more than three years and no confirmation of balance has been obtained.
- **Note 19**, As at March 31, 2026, the Company has accumulated tax losses amounting to ₹ 8,544.46 lakhs and unutilized tax credits of ₹105.95 lakhs. A deferred tax asset has not been recognized in respect of these items as there is currently no convincing evidence that sufficient taxable profits will be available in the near future to allow for their utilization.

Our opinion is not modified in respect of these matters.

Key Audit Matters –

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financials statements of the current period. We have determined that there is no key audit matters to be communicated in the report.

Information Other Than Financial Statements and Auditor's Report Thereon

The Company's Board of Directors is responsible for the other information in the Annual Report, comprising of the Director's report and its annexures, but does not include the standalone financial statements and our auditor's report thereon.
Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements, or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that if there is a material misstatement of this other information, we are required to report that fact. We have nothing to report 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 ("the Act") with respect to the preparation and presentation of these Standalone Financial Statements that give a true and fair view of the Standalone Financial position, Standalone Financial Performance (including other comprehensive income),changes in equity and Cash Flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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, management 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 management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those Board of Directors are also responsible for overseeing the Company's Financial reporting process.

Auditor's Responsibility for the Audit of the Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Standalone financial statements.
As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional scepticism 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 controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143 (3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate Internal Financial Controls system 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.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Standalone Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure, and content of the Standalone Financial Statements, including the disclosures, and whether the Standalone Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the Financial Statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the Financial Statements.

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

Report on Other Legal and Regulatory Requirements

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 are necessary for the purpose of our audit.
    b. In our opinion, proper books of accounts as required by the law have been kept by the Company as far as it appears from our examinations of those books.
    c. The Balance Sheet, Statement of Profit and Loss(including other comprehensive income),the statement of changes in equity and the Cash Flow Statement dealt with by this report are in agreement with the 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, read with Rule 7 of the Companies (Accounts) Rules, 2014.
    e. On the basis of written representations received from the directors as on 31 March 2026 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2026 from being appointed as a director in terms of Section 164 (2) of the Act.
    f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such control refer to our separate report in “Annexure A.”

    g. With respect to the other matters to be included in the Auditor’s report in accordance with the requirements of section 197(16) of the Act, as amended:
    In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the requirements of Section 197(16) of the Act, as amended

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

i. The Company has no pending litigations and hence, reporting under this clause is not applicable.

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

iii. The company is not required to transfer any amount to Investor Education and Protection Fund.

iv.

a. The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) 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 or entity, including foreign entity ("intermediary"), with the understanding, whether recorded in writing or otherwise, that the intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

b. The management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other person or entities identified in any manner whatsoever by or the like on behalf of the funding parties ("Ultimate Beneficiaries") are provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

c. Based on the audit procedures that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations as provided under (a) and (b) above, contain any material misstatement.

v. The board of directors of the company have not proposed final dividend for the year which is subject to the approval of members at the ensuing annual general meeting.

vi. The company does not have the accounting software which has the feature of recording audit trail (edit log) facility as applicable to the company with effect from April 1, 2023 as prescribed under Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014.

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

For M/s S Viswanathan LLP
Firm RegnNo.004770S/S2000025
Chartered Accountant

Chella K Srinivasan
Partner
Membership No 023305
UDIN: 26023305GFBWPS9619

Place: Chennai
Date: May 27, 2026

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act").

We have audited the internal financial controls over financial reporting of SRI LAKSHMI SARASWATI TEXTILES (ARNI) LIMITED. ("the Company") as of March 31, 2026 in conjunction with our audit of the Standalone Ind AS Financial Statements of the Company for the year ended on that date.

Managements Responsibility for Internal Financial Control

The Company's management is responsible for establishing and maintaining internal financial controls 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 (ICAI)." These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the Auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Controls for Financial Reporting

A company's internal financial control over financial reporting 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 over financial reporting includes those policies and procedures that.

1. Pertain to the maintenance of controls 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 authorizations of management and Directors of the company; and
3. Provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, the Company has, in all material respects, an adequate Internal Financial Controls System over Financial Reporting and such Internal Financial Controls over Financial Reporting were operating effectively 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 ICAI.

For M/s S Viswanathan LLP
Firm RegnNo.004770S/S2000025
Chartered Accountant

Chella K Srinivasan
Partner
Membership No 023305
UDIN:26023305GFBWPS9619

Place: Chennai
Date: May 27, 2026

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF SRI LAKSHMI SARASWATI TEXTILES (ARANI) LIMITED

The Annexure referred to in Paragraph 2 under the heading 'Report on Other Legal and Regulatory Requirements' of our Report of even date:

To the best of our information and according to the explanations provided to us by the Company and the books of account and records examined by us in the normal course of audit, we state that:

(i) In respect of the Company's Property, Plant and Equipment and Intangible Assets:

(a) (i) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
(ii) The Company has maintained proper records showing full particulars of intangible assets.

(b) According to the information and explanation given to us and on the basis of examination of the records of the Company, the company has verified the property plant and equipment at the reasonable interval and no material discrepancies ware noticed on such verification.

(c) Based on our examination of the property tax receipts, registered sale deed/ transfer deed / conveyance deed and confirmation from bank for the title deeds held with them we report that, the title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.

(d) According to the information and explanations given to us and based on the examination of the records of the company, the company has revalued its Property, Plant and Equipment during the current year.
The revaluation was carried out by a Registered Valuer as defined under Rule 2 of the Companies (Registered Valuers and Valuation) Rules, 2017. The revaluation has resulted in a change in the carrying amount of the following classes of Property, Plant and Equipment by 10% or more of their respective net carrying values:

(Amount inLakhs)

Class of Asset	Amount of Change	% of Change
Land	23,903.85	349016%
Building	3,431.13	1667%
Plant & Machinery	1,458.54	152%

The company has not revalued its intangible assets during the current year.

(e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder.

(ii) (a) The Management has conducted physical verification of inventory at reasonable intervals and in our opinion, the coverage and procedure of such verification by the management is appropriate; Discrepancies of 10% or more were not noticed.

(b) The Company has been sanctioned working capital limits in excess of Rs.5 crores, in aggregate during the year from Bank on the basis of security of current assets. Quarterly statements have been submitted to the Bank and the details of the differences between the books of account and statements submitted to the Bank at the end of each quarter are given in Note No.37 to Financial statement.

(iii) (a)The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying and terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable. According to the information and explanations given to us, the Company has not provided any loans, advances in the nature of loans, stood guarantee, or provided security to any other entity during the year. Accordingly, the reporting requirements under clause 3(iii)(a)(A) and (B) of the Order are not applicable.

(b)In our opinion and according to the information and explanations given to us, the investments made by the Company during the year are not, prima facie, prejudicial to the Company's interest.

(c), (d), (e), & (f) As the Company has only made investments and has not granted any loans or advances in the nature of loans during the year, the reporting requirements under sub-clauses (c), (d), (e), and (f) regarding repayment schedules, overdue amounts, renewals/extensions, and loans repayable on demand are not applicable to the Company.

(iv) The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of investments made by the Company. The Company has not provided any loans or guarantee or security to any Company covered under Section 185.

(v) The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.

(vi) The Central Government has prescribed maintenance of cost records under Sub-section (1) of Section 148 of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the rules made by the Central Government for the maintenance of cost records under Section 148 of the Act, and are of the opinion that prime facie, the prescribed and such accounts and records have been made and maintained.

(vii) In respect of statutory dues:

(a) In our opinion, the Company has not been regular in depositing undisputed statutory dues and the details of such statutory dues pending as on March 31, 2026 are as follows:

Name of Statutory dues	Amount (Rs, Lakhs)	Period to which the dues belong	Description
Employees' State Insurance	10.42	January 2025 - March 2026	Deducted from employees' salaries, but not remitted.
Provident Fund	124.78	August 2025 -March 2026	Deducted from employees' salaries, but not remitted.
Tax Deducted/Collected at Source	24.83	May 2025-March 2026	TDS/TCS deducted/collected but not remitted.
Goods and Services Tax	6.75	September 2025	Excess IGST ITC claimed due to classification error, pending reversal and remittance.

(b) There are no disputed statutory dues, as per the information and explanations given to us and the records provided to us. Hence, reporting in this clause is not applicable.

(viii) There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).

(ix) a) The company has not defaulted on its repayment of loans or other borrowings or in the payment of interest thereon to the lender during the year.

b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

c) The Company has applied the term loans for the purpose for which they were obtained.

d) On an overall examination of the financial statements of the Company, funds raised on short term basis have prima facie, not been used during the year for long term purposes by the company.

e) On an overall examination of the financial statements of the Company, the Company has no subsidiaries. Hence, reporting under Clause 3(ix)(e) not applicable.

f) On overall examination of financial statements, the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, joint ventures, and associates.

(x)(a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.

(xi) (a) No fraud by the Company and no fraud on the Company has been noticed or reported during the year.

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.

(c) The Company has not received any whistle blower complaints during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedure.

(xii) The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

(xiii) In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and

the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.

(xiv) (a) According to the information and explanations given to us, the company has an adequate internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports for the year under audit, issued to the Company during the year and till date.

(xv) According to the information and explanations given to us, the company has not entered into any non-cash transactions as per section 192 of the Companies Act 2013, with directors or persons connected with him. Hence, this clause is not applicable.

(xvi) (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities during the year.

(c) The Company is not a Core Investment Company (CIC), as defined in the Regulations made by Reserve Bank of India.

(d) The company does not have any subsidiary, associate or joint venture: therefore, there is no 'group' as defined in the regulations. Accordingly, the provision of Clause (xvi)(d) of order is not applicable

(xvii) According to the information and explanations given to us, the company has incurred cash losses during the year, which amounts to Rs. 0.78 Lakhs (Previous year cash loss of Rs. 23.58 Lakhs).

(xviii) There has been no resignation of the statutory auditors of the Company during the year.

(xix) On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payments of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

(xx)(a) According to the information and explanations given to us, the company is not required to transfer any amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the year. Hence this clause is not applicable.

(b) The Company is not required to spend the minimum amount required to be spent as stipulated in Section 135 of the Companies Act. Hence this clause is not applicable.

(xxi) The Company has no subsidiary and hence Clause 3(xxi) is not applicable

For M/s S Viswanathan LLP
Firm RegnNo.004770S/S2000025
Chartered Accountant

Place: Chennai
Date: May 27, 2026

Chella K Srinivasan
Partner
Membership No 023305
UDIN: 26023305GFBWPS9619

BALANCE SHEET AS AT 31st MARCH 2026
CIN: L17111TN1964PLC005183

			Amount Rs. in lakhs	
	ASSETS	Notes	As at 31st Mar 2026	As at 31st Mar 2025
1.	Non-Current Assets :			
(a)	Property, Plant and Equipment	6	29717.85	1427.16
(b)	Capital Work In Progress	6	1133.36	743.95
(c)	Other Intangible assets	6	0.86	0.87
(d)	Financial Assets :			
	i. Investments	7	27.85	31.55
(e)	Other Non- Current Assets	8	127.35	127.35
	Total Non -Current Assets		31007.27	2330.88
2.	Current Assets :			
(a)	Inventories	9	661.12	456.49
(b)	Financial Assets :			
	i. Trade Receivables	10	75.05	195.54
	ii. Cash and Cash Equivalents	11	2.05	2.83
	iii. Bank balance other than (ii) above	12	194.26	189.07
	iv. Security Deposits	13	402.81	487.17
(c)	Current Tax Assets (Net)	14	37.88	21.86
(d)	Other Current Assets	15	472.02	776.93
	Total Current Assets		1845.19	2129.89
	TOTAL ASSETS		32852.46	4460.77
EQUITY AND LIABLITIES				
1.	EQUITY			
(a)	Equity Share Capital	16	333.28	333.28
(b)	Other Equity	17	12561.14	-7191.90
	Total Equity		12894.42	-6858.62
2.	LIABILITIES:			
A	Non Current Liabilities :			
(a)	Financial Liabilities			
	i. Borrowings	18	557.94	737.47
(b)	Deferred tax liabilities (OCI)	19	7412.41	18.47
	Total Non Current Liabilities		7970.35	755.94
B	Current Liabilities :			
(a)	Financial Liabilities			
	i. Borrowings Secured	20	2880.28	1149.61
	ii. Borrowings Un Secured	21	2430.80	2203.80
	iii. Trade Payables	22		
	- Dues to micro and small enterprises		36.09	39.81
	- Dues to other than micro and small enterprises		3314.90	4687.69
	iv. Other financial liabilities	23	2243.47	1546.75
(b)	Provisions	24	837.16	797.66
(c)	Current Tax Liabilities (Net)	25	0.00	0.00
(d)	Other current liabilities	26	244.99	138.13
	Total Current Liabilities		11987.69	10563.45
TOTAL EQUITY AND LIABILITIES			32852.46	4460.77

Significant Accounting Policies — Note Numbers: 1 - 5

NOTES 6 TO 26 AND ADDITIONAL INFORMATION IN NOTE 36(A) to 38 FORM PART OF THIS BALANCE SHEET

BALAKRISHNA S
Managing Director &
Chief Executive Officer

R.PADMANABAN
Joint Managing Director &
Chief Financial Officer

As per our report annexed

KRISHNAMOORTHY D
Company Secretary

For M/S. S.VISWANATHAN, LLP
Chartered Accountants
Regn No:04770S/S20025

Place: Chennai
Date: 27-May-2026

(Chella K Srinivasan)
Partner
Membership No. 023305

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST MARCH 2026
CIN: L17111TN1964PLC005183

	PARTICULARS	Note No	Amount Rs. in lakhs	
			31st Mar 2026	31st Mar 2025
	INCOME:			
I	Revenue from Operations	27	8727.79	9948.58
II	Other Income	28	86.31	74.22
	Provision for Bad and Doubtful advances no longer required			
III	**Total Income (I + II)**		**8814.10**	**10022.80**
IV	**EXPENSES:**			
	Cost of materials consumed	29	5226.06	6878.54
	Purchase of Stock-in-Trade	30	86.98	144.66
	Changes in inventories of work-in-process	31	-38.57	69.17
	Changes in inventories of finished goods	32	-80.05	-2.62
	Employee benefits expense	33	2025.52	1862.37
	Finance costs	34	511.24	566.25
	Depreciation	6	464.54	181.57
	Other expenses	35	2272.39	2436.70
	Total Expenses (IV)		**10468.11**	**12136.64**
V	Profit / (Loss) before exceptional items and tax (III - IV)		**-1654.01**	**-2113.84**
VI	Exceptional Items (+) / (-)	36	0.00	0.00
VII	**Profit / (Loss) before tax (V-VI)**		**-1654.01**	**-2113.84**
VIII	**Tax expense**			
	a. Current Tax		0.00	0.00
	b. Deferred Tax - income/ (expense)		79.58	0.00
	c. Prior Years' Tax Charge		0.00	0.00
			79.58	0.00
IX	Profit / (Loss) for the year from Continuing Operations (VII-VIII)		-1574.43	-2113.84
X	Profit / (Loss) from discontinued Operations		0.00	0.00
XI	Tax Expense of Discontinued Operations		0.00	0.00
XII	Profit / (Loss) from discontinued Operations after tax (X-XI)		0.00	0.00
XIII	Profit / (Loss) for the period (IX+XII)		-1574.43	-2113.84
XIV	**Other Comprehensive income**			
	(a) Items that will not be reclassified to profit or loss			
	(i)Changes in revaluation surplus		28780.69	
	(ii)Remeasurement of defined benefit plans		-36.39	61.57
	(iii)Equity instrument through other comprehensive income		0.00	0.00
	(iv)Income tax relating to items that will not be reclassified		-7473.52	-18.47
XV	**Total other comprehensive income**		**21270.78**	**43.10**
XVI	**Total comprehensive income for the period (XIII+XV)**		**19696.35**	**-2070.74**
	Earning per equity share (for Continuing Operation)			
	(i) Basic Rs.		-47.24	-62.13
	(ii) Diluted Rs.		-47.24	-62.13
	Earning per equity share (for discontinued operation)			
	(i) Basic Rs.		0	0
	(ii) Diluted Rs.		0	0
	Earning per equity share (for Total Operations)			
	(i) Basic Rs.		-47.24	-62.13
	(ii) Diluted Rs.		-47.24	-62.13

Significant Accounting Policies: Note Numbers: 1-5

NOTES 27 TO 36 AND ADDITIONAL INFORMATION IN NOTE 36 (A) to 38 FORM PART OF THIS STATEMENT OF PROFIT & LOSS ACCOUNT

BALAKRISHNA S
Managing Director &
Chief Executive Officer

R.PADMANABAN
Joint Managing Director &
Chief Financial Officer

KRISHNAMOORTHY D
COMPANY SECRETARY

As per our report annexed
For M/S. S.VISWANATHAN, LLP
CHARTERED ACCOUNTANTS
Regn No:04770S/S20025
(Chella K Srinivasan)
Partner
Member Ship .No.023305

Place: Chennai
Date: 27-05-2026

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST MARCH 2026
CIN: L17111TN1964PLC005183

	Amount Rs. in lakhs	
	2025-26	**2024-25**
A. CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit before tax	(1,654.01)	(2,113.84)
Adjustments for :		
Add :- Depreciation	464.54	181.57
Revaluation loss	2.17	
Finance Expenses	511.24	566.25
	(676.06)	(1,366.02)
(Less) / Add :- (Profit) / Loss on sale of assets	(28.03)	(33.27)
Interest received	(29.23)	(34.38)
Operating Profit before Working Capital Changes	(733.32)	(1,433.67)
Adjustments for :-		
(Increase)/ Decrease in Inventories	(204.63)	32.53
(Increase)/ Decrease in Receivables	120.49	-17
(Increase)/ Decrease in other financial assets	84.36	-110.27
(Increase)/ Decrease in other current assets	304.91	-592.46
Increase/(Decrease) in Trade payable	(1,376.52)	-50.77
Increase/(Decrease) in other financial liabilities	522.24	274.48
Cash Generated from Operations	(1,282.47)	(1,897.16)
Direct taxes paid	**(16.02)**	**(3.19)**
NET CASH FROM OPERATING ACTIVITIES (a)	(1,298.49)	(1,900.35)
B.CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed assets and other Capital expenses	(403.30)	(384.34)
Sale of Fixed assets	65.22	41.31
Sale/Purchase of shares	3.70	70.26
Increase/(Decrease) Bank deposit	(5.19)	(4.59)
Interest received	29.23	34.38
NET CASH FROM INVESTING ACTIVITIES (b)	(310.34)	(242.98)
C.CASH FLOW FROM FINANCING ACTIVITIES		
(Decrease)/ Increase in Working Capital Bank Finance	1,730.67	1,149.61
Proceeds Unsecured Loans and other Loans	227.00	1,004.60
Proceeds secured loan	309.07	706.15
Repayment of Term loans	(147.45)	(174.36)
Finance Expenses	(511.24)	(566.25)
NET CASH FROM FINANCING ACTIVITIES (c)	1,608.05	2,119.75
Net Change in Cash and Cash Equivalent (a+b+c)	(0.78)	(23.58)
Cash and Cash Equivalents as at the beginning	2.83	26.41
Cash and Cash Equivalents as at the end	**2.05**	**2.83**

BALAKRISHNA S
Managing Director &
Chief Executive Officer

R.PADMANABAN
Joint Managing Director &
Chief Financial Officer

As per our report annexed
For M/S. S.VISWANATHAN, LLP
CHARTERED ACCOUNTANTS
Regn No:04770S/S20025
(Chella K Srinivasan)
Partner
Membership No. 023305

KRISHNAMOORTHY D
COMPANY SECRETARY

Place: Chennai
Date: 27th May 2026

STATEMENT OF CHANGES IN EQUITY AS ON 31st MARCH 2026

CIN: L17111TN1964PLC005183

EQUITY SHARE CAPITAL

(1) Current reporting period (Rs. In Lakhs)

Balance at the beginning of 2025-26	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of 25-26	Changes in equity share capital during 25-26	Balance at the end of 25-26
333.28	-	333.28	-	333.28

(2) Previous reporting period (Rs. In Lakhs)				
Balance at the beginning of 2024-25	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of 24-25	Changes in equity share capital during 24-25	Balance at the end of 24-25
333.28	-	333.28	-	333.28

OTHER EQUITY

1. Current Reporting Period **Rs. In Lakhs**

Particulars	Reserves and Surplus					Total
	Capital Reserve	Securities Premium	General Reserve	Revaluation reserve	Retained Earnings	
Balance at the beginning of 2025-26	-	443.42	1,560.57	-	-9,195.89	-7,191.90
Changes in accounting policy or prior period errors	-	-	-	-	-	-
(A) Restated balance at the beginning of 25-26	-	443.42	1,560.57	-	-9,195.89	-7,191.90
Additions During the Year						
Profit for the year 25-26	-	-	-	-	-1,574.43	-1,574.43
Items that will not be reclassified to Profit or loss						
a)Remeasurement of Defined benefit Plans	-	-	-	-	-	-
b)Income Tax relating to items that will not be reclassified in to profit or loss	-	-	-		29.75	29.75
c)Revaluation of PPE				21,297.71		21,297.71
d)Transfer from Revaluation surplus				-226.51	226.51	-
(B) Total Comprehensive Income for 25-26	-	-	-		-1,318.17	-1,318.17
(C) Reduction During the Year						
Dividends	-	-	-		-	-
Transfer to General Reserve	-	-	-		-	-
(D) Balance at the end of 2025-26 (A+B-C)	**-**	**443.42**	**1,560.57**	**21,071.20**	**-10,514.(**	**12,561.13**

2. Previous Reporting Period

Rs. In Lakhs

Particulars	Reserves and Surplus				Total
	Capital Reserve	Securities Premium	General Reserve	Retained Earnings	
Balance at the beginning of 2024-25	-	443.42	1,560.57	-5,105.68	-3,101.69
Changes in accounting policy or prior period errors	-	-			-
(A) Restated balance at the beginning of 24-25	-	443.42	1,560.57	-5,105.68	-3,101.69
Additions During the Year					
Profit for the year 24-25				-1,998.35	-1,998.35
Items that will not be reclassified to Profit or loss					
a)Remeasurement of Defined benefit Plans	-	-	-	-30.17	-30.17
b)Income Tax relating to items that will not be reclassified in to profit or loss	-	-	-	9.05	9.05
(B) Total Comprehensive Income for 24-25	-	-	-	-2,019.47	-2,019.47
(C) Reduction During the Year					
Dividends	-	-	-	-	-
Transfer to General Reserve	-	-	-	-	-
(D) Balance at the end of 24-25 (A+B-C)	-	443.42	1,560.57	-7,125.15	-5,121.16

BALAKRISHNA S
Managing Director &
Chief Executive Officer

R.PADMANABAN
Joint Managing Director
&
Chief Financial Officer

As per our report annexed
For M/S. S.VISWANATHAN, LLP
CHARTERED ACCOUNTANTS
Regn No:04770S/S20025

KRISHNAMOORTHY D
COMPANY SECRETARY

(Chella K Srinivasan)
Partner
Membership No. 023305

Place: Chennai
27-May-2026

Notes forming part of the Financial Statements

Note: 1 Company Overview

Sri Lakshmi Saraswati Textiles (Arni) Limited is a public limited company incorporated and domiciled in India and has its registered office at No. 16, Krishnamma Road, Nungambakkam, Chennai – 600 034. The company's shares are listed in BSE Ltd. The company is principally engaged in the manufacture of yarn and surgical face masks. The company is also engaged in generation of electricity from its windmills for its captive consumption. The financial statements of the company for the year ended 31st March 2026 were approved and adopted by the Board of Directors of the company in its meeting held on 27th May 2026.

Note: 2 Statement of compliance

All accounting policies followed by the company are in accordance with the Indian Accounting Standards (Ind AS) notified u/s 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules,2015 and conform to Schedule III to the Companies Act, 2013 as applicable.

Note: 3 Basis of Preparation and Compliance

The financial statements are prepared in accordance with the historical cost convention except for certain items that are measured at fair values at the end of each reporting period, as explained in the accounting policies set out below. The financial statements are prepared on a going concern basis using accrual concept except for the cash flow information.

Historical cost is generally based on fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

Fair value for measurement and/or disclosure purposes in these financial statements is determined on such a basis and measurements that have some similarities to fair value but are not fair value, such as net realizable value in Ind AS-2 inventories or value in use in Ind AS 36 – Impairment of Assets.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, as described hereunder:

Level 1 -Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.

Level 2 -Other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Notes forming part of the Financial Statements

Level 3 - Unobservable inputs for the asset or liability.

Note: 4 Material Accounting Policy Information

Pursuant to the Companies (Indian Accounting Standards) Amendment Rules, 2023 effective 01-04-2023, the company is required to disclose 'material accounting policy Information' in lieu of the earlier requirement of disclosing 'significant accounting policies'.

Specific disclosure of material accounting policy information where Ind AS permits options is made hereunder:
The company has assessed the materiality of the accounting policy information, which involves exercising judgement and considering both quantitative and qualitative factors by considering not only the size and nature of the item or condition but also the characteristics of the transactions, events or conditions that could make the information more likely to impact the decisions of the users of the financial statements.

Note: 5 Significant Accounting Policies and key accounting estimates and judgments
Significant Accounting Policies

5.1 Property, Plant and Equipment (PPE)

i. For transition to Ind AS, the Company has elected to continue with the carrying value of all of its PPE recognised as of April 1, 2016 (transition date) measured as per the previous IGAAP as its deemed cost as on the transition date.
ii. Depreciation is recognized so as to write off the cost of assets (other than freehold land and properties under construction) less their residual values over their useful lives, using the straight-line method. The estimated useful lives and residual values are reviewed at the end of each reporting period and changes, if any, are treated as changes in accounting estimate. The useful lives are based on technical estimates and the management believe that the useful lives are realistic and fair approximation over the period of which the assets are likely to be used.
iii. Estimated useful lives of the assets are as follows:

Asset		Years
Factory Buildings		30
Buildings (other than factory buildings) (Quarters)		60
Plant and Equipment (including continuous process plants)		15
Furniture and Fixtures		10
Vehicles		8 to 10
Office Equipment		5
Computer Equipment	Hardware	3
	Software	2
Electrical installation		10

iv. Assets costing Rs.10,000/- and below are depreciated in full in the year of addition.

Notes forming part of the Financial Statements

v. Revaluation model**:**

The Company applies the revaluation model to its Property, Plant and Equipment. Subsequent to initial recognition at cost, these assets are carried at their fair value at the date of the revaluation, less any subsequent accumulated depreciation and accumulated impairment losses. Revaluations are performed by independent registered valuers with sufficient regularity. Any revaluation increase arising on the revaluation of such assets is recognized in Other Comprehensive Income and credited to the asset revaluation reserve in equity. The revaluation surplus included in equity in respect of property, plant, and equipment is transferred directly to retained earnings as the asset is used by the Company. The amount transferred on a yearly basis represents the difference between the depreciation calculated on the revalued carrying amount of the asset and the depreciation based on the asset's original historical cost. This transfer is executed directly within equity and is not routed through the Statement of Profit and Loss.

5.2 Intangible assets

Intangible assets with finite useful lives that are acquired separately are carried at cost less accumulated amortization and accumulated impairment losses. Amortization is recognised on a straight-line basis over their estimated useful lives. The estimated useful life is reviewed annually with the effect of any changes in estimate being accounted for on a prospective basis.

Intangible assets are amortized equally over the estimated useful life not exceeding three years.

5.3 Financial assets

a. Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortized cost. The debt instruments carried at amortised cost include Deposits, Loans and advances recoverable in cash.

- the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets are subsequently measured at fair value.

b. Investments in equity instruments at FVTOCI

The Company has irrevocably designated to carry investment in equity instruments as Fair Value Through Other Comprehensive Income (FVTOCI). On initial recognition, the Company makes an irrevocable election (on an instrument-by-instrument basis) to present the subsequent changes in fair value in Other Comprehensive Income pertaining to investments in equity instruments. This election is not permitted if the equity investment is held for trading. These elected investments are initially measured at fair value plus transaction costs. Subsequently, they are measured at fair value with gains and losses arising from changes in fair value recognised in Other Comprehensive Income and accumulated in the 'Reserve for equity instruments through Other Comprehensive Income'. On derecognition of such Financial Assets, cumulative gain or loss previously reported in OCI is not reclassified from Equity to the Statement of Profit and Loss.

Notes forming part of the Financial Statements

However, the Company may transfer such cumulative gain or loss into retained earnings within equity.
The Company has equity investments which are not held for trading.
Dividends on these investments in equity instruments are recognised in the Statement of Profit or Loss when the Company's right to receive same is established, it is probable that the economic benefits associated with the dividend will flow to the Company, the dividend does not represent a recovery of part of cost of the investment and the amount of dividend can be measured reliably.

c. Impairment of Financial Assets
In accordance with Ind AS 109, the Company uses "Expected Credit Loss" (ECL) model, for evaluating impairment of financial assets other than those measured at Fair Value Through Profit and Loss (FVTPL).
Expected credit losses are measured through a loss allowance at an amount equal to:

- The 12 months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or
- Full lifetime expected credit losses (expected credit losses that result from all possible defaults events over the life of the financial instrument).

For trade receivable, Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables.
For other assets, the Company uses 12 months ECL to provide for impairment loss where there is no significant increase in credit risk. If there is significant increase in credit risk, full lifetime ECL is used.

d. Financial liabilities
All financial liabilities are initially recognised at the value of respective contractual obligations. Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortized cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortized cost are determined based on the effective interest method. Interest expense that is not capitalized as part of costs of an asset is included in the 'Finance costs' line item.

5.4 Inventories

Inventories other than by-products are stated at lower of cost and net realizable value. Inventory of by-products is stated at net realizable value. Materials and other items intended for use in production of inventories are not written down below cost if the finished goods in which they will be incorporated are expected to be sold at or above cost.
Cost comprises of all costs of purchase (that includes taxes and duties, net of input tax credit entitlement), costs of conversion and other costs incurred in bringing the inventories to their present location and condition.
Cost of raw materials, consumables, stores and spares is determined on Specific identification method and includes inward freight and other direct expenses.

Net realizable value is the estimated selling price less estimated costs for completion and sale.

Obsolete, slow moving and defective inventories are periodically identified and written down when necessary.

Notes forming part of the Financial Statements

5.5 Revenue Recognition

a. Sale of products

Revenue is recognized upon transfer of control of the products to customers at a point in time i.e., when the products are delivered to the carrier in an amount that reflects the consideration that the company expects to receive in exchange for those products.

b. Interest Income

Interest income from a financial asset is recognized when it is probable that the economic benefits will flow to the company there exists no uncertainty in the ultimate realization of the interest income and the amount can be measured reliably. Interest income is accrued on a time basis, by reference to the principal outstanding and using effective interest rate method.

c. Insurance Claims

Insurance claims are recognized on the basis of claims admitted/ expected to be admitted and to the extent that the amount recoverable can be measured reliably and it is reasonable to expect ultimate collection.

5.6 Government grants

Government grants are not recognised until there is reasonable assurance that the Company will comply with the conditions attaching to them and that the grants will be received.

Grants are recognised in the Statement of Profit and Loss on a systematic basis over the period in which the Company recognises as expense the related costs which the grants are intended to compensate. Specifically, Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire non-current assets are recognised as deferred revenue in the Balance Sheet and transferred to the Statement of Profit and Loss on a systematic and rational basis over the useful lives of the related assets.

Grants that are receivable as compensation for expenses or losses incurred or for the purpose of giving immediate financial support to the Company with no future related costs are recognised in the Statement of Profit and Loss in the period in which they become receivable.

5.7 Employee Benefits

(a) Short term employee benefits
All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits and recognised in the period in which the employee renders the related service. The Company recognizes the undiscounted amount of short-term employee benefits expected to be paid in exchange for services rendered as a liability (accrued expense) after deducting any amount already paid.

(b) Post-employment benefits

(i) Defined Contribution Plans

Notes forming part of the Financial Statements

Contribution to Defined Contribution Schemes towards retirement benefits in the form of Provident fund is recognised as expense in the Statement of Profit and Loss during the period in which the employee renders the related service.

(ii) Defined Benefit Plans

The Company operates Defined Benefit Gratuity Plan for employees. The cost of providing defined benefits is determined using the Projected Unit Credit Method with actuarial valuations being carried out at each reporting date. The defined benefit obligations recognized in the Balance Sheet represent the present value of the defined benefit obligations as reduced by the fair value of plan assets, if applicable. Any defined benefit asset (negative defined benefit obligations resulting from this calculation) is recognized representing the present value of available refunds and reductions in future contributions to the plan.

All expenses represented by current service cost, past service cost, if any, and net interest on the defined benefit liability/ (asset) are recognized in the Statement of Profit and Loss. Remeasurements of the net defined benefit liability / (asset) comprising actuarial gains and losses and the return on the plan assets (excluding amounts included in net interest on the net defined benefit liabilities / asset) are recognised in comprehensive income and taken to “retained earnings”. Such re-measurements are not reclassified to the Statement of Profit and Loss in the subsequent periods.

The Company presents the above liability /(asset) as current and non-current in the Balance Sheet as per actuarial valuation by the independent actuary. However, the entire liability towards gratuity is considered as current as the Company will contribute this amount to the gratuity fund within the next twelve months.

The Company is exposed to various risks in providing the above gratuity benefit which are as follows:

Interest Rate risk: The plan exposes the Company to the risk of fall in interest rates. A fall in interest rates will result in an increase in the ultimate cost of providing above benefit and will thus result in an increase in the value of the liability (as shown in financial statements).

Investment Risk: The probability or likelihood of occurrence of losses relative to the expected return on any particular investment.

Salary Escalation Risk: The present value of the defined benefit plan is calculated with the assumption of salary increase rate of plan participants in future, based on past experience. Deviation in the rate of increase of salary in future for plan participants from the rate of increase in salary used to determine the present value of obligation will have a bearing on the plan’s liability.

Demographic Risk: The Company has used certain mortality and attrition assumptions in valuation of the liability. The Company is exposed to the risk of actual experience turning out adverse compared to the assumptions.

(c) Other Long-term Employee Benefits

Entitlement to earned leave and sick leave is recognized when it accrues to employees. Earned leave/ sick leave can be availed or encashed either during service or on retirement subject to a restriction on the maximum number of accumulation of leave. The Company determines the liability for such accumulated leave using the Projected Unit Credit Method with actuarial valuation being carried out at each Balance Sheet date.

Notes forming part of the Financial Statements

5.8 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, (which are assets that necessarily take a substantial period of time to get ready for their intended use) are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale. Interest income earned on the temporary investment of specific borrowings pending their expenditure on qualifying assets is deducted from the borrowing costs eligible for capitalization. All other borrowing costs are recognized in the Statement of Profit and Loss in the period in which they are incurred.

5.9 Foreign Currency Transactions

a. Initial Recognition

On initial recognition, transactions in foreign currencies are recorded in the functional currency (i.e., Indian Rupee), by applying to the foreign currency amount the spot exchange rate between the functional currency and the foreign currency at the date of the transaction.

b. Measurement of foreign currency items at reporting date

Foreign currency monetary items are translated at the closing exchange rates. Non-monetary items that are measured at historical cost in a foreign currency, are translated using the exchange rate at the date of the transaction. Non-monetary items that are measured at fair value in a foreign currency, are translated using the exchange rates at the date when the fair value is measured.

c. Recognition of exchange difference

Exchange differences arising on the settlement of monetary items or on translating monetary items at rates different from those at which they were translated on initial recognition during the period or in previous financial statements is recognised in profit or loss in the period in which they arise.

5.10 Provisions

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

Notes forming part of the Financial Statements

5.11 Statement of Cash Flows

Cash flows are reported using the indirect method, whereby profit / (loss) before tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are based on classification made in a manner considered most appropriate to Company's business.

Key Accounting estimates and judgments

5.12 Use of Estimates

The preparation of financial statements in conformity with Ind AS requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

5.13 Changes in estimates

The estimates and underlying assumptions are reviewed on an ongoing basis. The effect of change in an accounting estimate is recognized prospectively by including it in profit or loss in (a) the period of the change if the change affects only that period; or (b) the period of the change and future periods, if the change affects both.

However, the change in an accounting estimate that gives rise to changes in assets and liabilities, or relates to an item of equity, is recognized by adjusting the carrying amount of the related asset, liability or equity item in the period of the change.

5.14 Key sources of estimation uncertainty

Key assumption concerning the future, and other key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year is as given below.

a. Actuarial valuation

The determination of Company's liability towards defined benefit obligation to employees is made through independent actuarial valuation including determination of amounts to be recognized in the Statement of Profit and Loss and in Other Comprehensive Income. Such valuation depends upon assumptions determined after taking into account inflation, seniority, promotion and other relevant factors such as supply and demand factors in the employment market. Information about such valuation is provided in the Notes to the financial statements.

b. Claims, Provisions and Contingent Liabilities

The Company does not have any ongoing litigations with tax and regulatory authorities and third parties. Where an outflow of funds is believed to be probable and a reliable estimate of the outcome of the dispute can be made based on management's assessment of specific circumstances of each dispute and relevant external advice, management provides for its best estimate of the liability.

Notes forming part of Balance Sheet as on 31-03-2026
Property, Plant and Equipment
IND AS
NOTES : 06

Rs.in Lakhs

Particulars	Gross Block					Accumulated Depreciation					NET BLOCK	
	Balance as at 1st April 2025 (A)	Additions (B)	Increase in Revaluation ("C)	Deletions (D)	Balance as at 31st March 2026 E (A+B+C-D)	Balance as at 1st April 2025 (A)	On disposals (B)	Depreciation charge for the april 25 to dec 25 ("C)	Balance as at 31st Dec 2025 D (A-B+C) AND ADJUST AGAINST COST	Depreciation charge from Jan 26 to Mar 26	WDV as on 31st March 2026	WDV as on 1st April 2025
1. Property, Plant and Equipment												
Land	21.85	0	23903.85	0	23925.7	0	0	0	0		23925.7	21.85
Buildings	1234.99	7.2	3431.13	0	4673.32	1004.25	0	14.08	1018.33	237.51	3417.48	230.74
Plant and Machinery including Electrical Installations	7286.94	6.2	1443.54	518.58	8218.1	6204.26	481.38	98.32	5821.2	96.93	2299.97	1082.69
Electrical Installation	365.21	0		0	365.21	324.71	0	4.83	329.54	1.61	34.06	40.5
Furniture, Fixtures	214.5	0.5		0	215	186.2	0	4.61	190.81	1.56	22.63	28.3
Garment Sewing Machine	1.7	0		0	1.7	0.58	0	0.22	0.8	0.07	0.83	1.12
Other Assets	25.03	0		0	25.03	23.46	0	0.11	23.57	0.04	1.42	1.57
Vehicles	161.06	0		0	161.06	141.49	0	3.48	144.97	1.16	14.93	19.55
Live Stock	0.84	0		0	0.84	0	0	0	0	0	0.84	0.84
Total Tangible Asset	9312.12	13.9	28778.52	518.58	37585.96	7884.95	481.38	125.65	7529.22	338.88	29717.86	1427.16
2 - Capital Work In Progress	743.95	392.11	0	2.7	1133.36	0	0	0			1133.36	743.95
Total Work In Progress	743.95	392.11	0	2.7	1133.36	0	0	0			1133.36	743.95
3- Intangible Assets												
Computer Software	17.09	0	0	0	17.09	16.22	0	0.01	16.23	0	0.86	0.87
Total Intangible Asset	17.09	0	0	0	17.09	16.22	0	0.01	16.23		0.86	0.87
Grand Total	10073.16	406.01	28778.52	521.28	38736.41	7901.17	481.38	125.66	7545.45	338.88	30852.08	2171.98

Capital Work-In-Progress - Ageing Schedule as on 31st March 2025

Capital Work In Progress	(Rs. In Lakhs)				
	To be completed in				
	Total	**Less than 1 year**	**1-2 years**	**2-3 years**	**More than 3 years**
Solar power 970KVA	462.50	16.89	25.93	55.78	363.9
SOLAR POWER SYSTEM 1200KVA	530.96	237.37	293.59	-	-
SOLAR POWER SYSTEM 600KVA - B Mill	122.17	120.12	2.05	-	-
SEWAGE SYSTEM	1.86	1.86	-	-	-
SILK PLANT	15.87	15.87			
TOTAL	**1133.36**	**392.11**	**321.57**	**55.78**	**363.9**

NOTES FORMING PART OF BALANCE SHEET AS AT31 ST MARCH 2025

Property, Plant, Equipment and Other Intangible Assets

NOTES : 06

For 2024 - 2025
(Rs.in Lakhs)

Particulars	Gross Block				Accumulated Depreciation				NET BLOCK	
	Balance as on 1st April 2024	Additions during the year	Deletions during the year	Balance as at 31st March 2025	Balance as on 1st April 2024	Depreciation charge for the year	Depreciation on deletions during the year	Balance as at 31st March 2025	WDV as on 31st March 2025	WDV as on 1st April 2024
1. Property, Plant and Equipment										
Land	22.87	0.00	1.02	21.85	0.00	0.00	0.00	0.00	21.85	22.87
Buildings	1234.99	0.00	0.00	1234.99	983.57	20.68	0.00	1004.25	230.74	251.42
Plant and Machinery	7262.95	53.89	29.90	7286.94	6096.62	136.03	28.40	6204.25	1082.69	1166.33
Electrical Installation	352.75	12.46	0.00	365.21	317.69	7.02	0.00	324.71	40.50	35.06
Furniture, Fixtures	206.83	7.67	0.00	214.50	177.95	8.25	0.00	186.20	28.30	28.88
Garment Sewing Machine	9.47	0.00	7.77	1.70	1.07	1.76	2.25	0.58	1.12	8.40
Other Assets	24.56	0.47	0.00	25.03	23.22	0.24	0.00	23.46	1.57	1.34
Vehicles	161.06	0.00	0.00	161.06	134.14	7.37	0.00	141.51	19.55	26.92
Live Stock	0.84	0.00	0.00	0.84	0.00	0.00	0.00	0.00	0.84	0.84
TOTAL - CURRENT YEAR TANGIBLE ASSETS	9276.32	74.49	38.69	9312.12	7734.26	181.35	30.65	7884.96	1427.16	1542.06
2 - Capital Work In Progress	434.10	321.57	11.72	743.95	0.00	0.00	0.00	0.00	743.95	434.10
TOTAL - Capital Work In Progress	434.10	321.57	11.72	743.95	0.00	0.00	0.00	0.00	743.95	434.10
3- Intangible Assets										
Computer Software	17.09	0.00	0.00	17.09	16.00	0.22	0.00	16.22	0.87	1.09
TOTAL- CURRENT YEAR INTANGIBLE ASSETS	17.09	0.00	0.00	17.09	16.00	0.22	0.00	16.22	0.87	1.09
Grand Total (Current year)	**9727.51**	**396.06**	**50.41**	**10073.16**	**7750.26**	**181.57**	**30.65**	**7901.18**	**2171.98**	**1977.25**

Capital Work-In-Progress - Ageing Schedule as on 31st March 2025

Capital Work In Progress	(Rs. In Lakhs)				
	To be completed in				
	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years
Solar power 970KVA	445.61	25.93	55.78	363.90	-
SOLAR POWER SYSTEM 1200KVA	293.59	293.59	-	-	-
SOLAR POWER SYSTEM 600KVA - B Mill	2.05	2.05	-	-	-
NANSEY RESTORATION LLP (building)	2.70	-	2.70	-	-
TOTAL	**743.95**	**321.57**	**58.48**	**363.90**	-

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2026

NON CURRENT ASSETS Rs.in Lakhs)

7 INVESTMENT

	Name of the Company	No. of Shares	Face Value (Rs.)	As at 31.03.2026	As at 31.03.2025
	INVESTMENT IN EQUITY INSTRUMENT				
Non Current Investments	-				
	-				
(a)	**Quoted Investments carried at FVTOCI**				
	Total - Quoted			-	-
(b)	**Unquoted Investments carried at Cost**				
	TCP Power Limited	100	100	0.47	0.47
	Gamma Green Power Private Limited	1,57,263	10	15.72	15.72
	Armstrong Power Private Limited	234	100	0.23	0.23
	ARMSTRONG GREEN ENERGY PRIVATE LIMITED	400	10	0.04	0.00
	Armstrong Knitting Mill Private Limited	747	100	0.75	0.75
	SV Solars	9,000	10	0.90	0.90
	ESPEN CLEAN ENERGY PVT.LTD	6,192	10	0.62	0.00
	NISO Wind Energy Private Limited	41,130	10	4.12	8.48
	Dhanalakshmi Srinivasan Sugars Limited	50,000	10	5.00	5.00
	Total - Unquoted			27.85	31.55
	Total Carrying Value			27.85	31.55

8	OTHER NON CURRENT ASSETS	Amount Rs. in lakhs	
PARTICULARS		As at 31st Mar 2026	As at 31st Mar 2025
(i)	MAT credit Entitlement	105.95	105.95
(ii)	Capital Advances	21.40	21.40
	Total	**127.35**	**127.35**

CURRENT ASSETS

9	INVENTORIES	Amount Rs. in lakhs	
PARTICULARS		As at 31st Mar 2026	As at 31st Mar 2025
(a)	Raw Materials		
	(i) Cotton	31.68	43.77
	(ii) Face Mask Fabric	1.76	2.10
	(iii) Raw Material of Garments	3.85	2.61
	(iv) Polyester Staple Fibre	194.79	90.64
		232.08	139.12
(b)	Stock-in-Process	174.31	135.74
(c)	Finished Goods		
	(i) Yarn	186.96	100.67
	(ii) Face Mask Fabric	21.71	22.22
	(iii) Fabric Stock	2.12	2.12
	(iv) Hand Bag	3.90	3.90
	(v) Cotton and PC waste	8.41	14.14
		223.10	143.05
(d)	Stock-in-trade	0.00	0.00
(e)	Stores and Spares	31.63	38.58
	Total	**661.12**	**456.49**

The mode of valuation of inventories disclosed in Note No. 5.4

10	TRADE RECEIVABLES	Amount Rs. in lakhs	
PARTICULARS		As at 31st Mar 2026	As at 31st Mar 2025
	Current		
	Trade Receivables		
	(a) Secured, considered good	0.00	0.00
	(b) Unsecured considered good	75.05	195.54
	(c) Receivable with significant increse in credit risk	0.00	0.00
	(d) Receivable which are credit impaired	0.00	0.00
	Total	**75.05**	**195.54**

TRADE RECEIVABLES AGEING SCHEDULE AS ON 31st MARCH 2026						
PARTICULARS		(Amount in Lakhs) Outstanding for following periods from due date of payment				
		Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	Undisputed trade receivables - Considered good	66.92	8.13	-	-	75.05
(ii)	Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-
(iii)	Undisputed trade receivables - credit impaired	-	-	-	-	-
(iv)	Disputed Trade Receivables - Considered good	-	-	-	-	-
(iv)	Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-
(iv)	Disputed Trade Receivables - Credit impaired	-	-	-	-	-
	TOTAL	66.92	8.13	-	-	75.05

TRADE RECEIVABLES AGEING SCHEDULE AS ON 31st MARCH 2025							
PARTICULARS		(Amount in Lakhs) Outstanding for following periods from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
(i)	Undisputed trade receivables - Considered good	195.54	-	-	-	-	195.54
(ii)	Undisputed trade receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iii)	Undisputed trade receivables - credit impaired	-	-	-	-	-	-
(iv)	Disputed Trade Receivables - Considered good	-	-	-	-	-	-
(iv)	Disputed Trade Receivables - which have significant increase in credit risk	-	-	-	-	-	-
(iv)	Disputed Trade Receivables - Credit impaired	-	-	-	-	-	-
	TOTAL	195.54	-	-	-	-	195.54

11	CASH AND CASH EQUIVALENTS	Amount Rs. in lakhs	
	PARTICULARS	As at 31st Mar 2026	As at 31st Mar 2025
(a)	Cash on hand	0.37	1.61
(b)	Balances with Banks	1.68	1.22
	Total	**2.05**	**2.83**

12	BANK BALANCES OTHER THAN (11) ABOVE	Amount Rs. in lakhs	
	PARTICULARS	As at 31st Mar 2026	As at 31st Mar 2025
(a)	**Others**		
	(i) Term deposits with bank held by banks as margin money	194.26	189.07
	Total	**194.26**	**189.07**

13	SECURITY DEPOSITS	Amount Rs. in lakhs	
	PARTICULARS	As at 31st Mar 2026	As at 31st Mar 2025
	Current		
	Security Deposits	402.81	487.17
	Total	**402.81**	**487.17**

14	CURRENT TAX ASSETS (Net)	Amount Rs. in lakhs	
	PARTICULARS	As at 31st Mar 2026	As at 31st Mar 2025
	(a) Provision for current tax unpaid	0.00	0.00
	(b) Less: Tax paid pending adjustment	37.88	21.86
	Total	**37.88**	**21.86**

15	OTHER CURRENT ASSETS	Amount Rs. in lakhs	
	PARTICULARS	As at 31st Mar 2026	As at 31st Mar 2025
	(i) Advances to Supplier/Contractors	386.76	682.38
	(iI) Prepaid Expenses	30.66	21.06
	(iii) CGST Input Credit	25.08	51.21
	(iv) Travelling and Wages Advances	24.01	16.68
	(v) Interest Accured and Receivable	5.51	3.50
	(vi)Discount receivable	-	2.10
	Total	**472.02**	**776.93**

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2026

16 - EQUITY SHARE CAPITAL — Amount in Rs.

Particulars	31st March 2026		31st March 2025	
	No. of Shares	Amount	No. of Shares	Amount
Authorised				
Equity Shares of Rs.10 each	1,50,00,000	15,00,00,000	1,50,00,000	15,00,00,000
Preference share of Rs. 10 each	50,00,000	5,00,00,000	50,00,000	5,00,00,000
Total Authorised Share Capital	**2,00,00,000**	**20,00,00,000**	**2,00,00,000**	**20,00,00,000**
Issued,Subscribed and fully paid up				
Equity shares of Rs.10 each	**33,32,750**	**3,33,27,500**	**33,32,750**	**3,33,27,500**

Note: A
Terms / Rights attached to Equity Shares

The company has only one class of equity shares having a par value of Rs 10/- Per share. Each Holder of equity shares is entitled to one vote per share.The Company declares and pays dividend in Indian Rupees. In the event of liquidation of the company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts in the proportion to the number of equity shares held by the shareholders.

Note: B Reconciliation of No. of shares outstanding
During the year the company has neither issued any shares nor bought back any shares.

	As at 31st March 2026		As at 31st March 2025	
Reconciliation of the shares outstanding	**No. of shares**	**Value Rs.**	**No. of shares**	**Value Rs.**
at the beginning and at end of the year	33,32,750	3,33,27,500	33,32,750	3,33,27,500

Note: C Shareholders holding more than 5% of the shares

Name of Shareholders	As at 31st March 2026		As at 31st March 2025	
	No. of Shares held	% of Holding	No. of Shares held	% of Holding
S. BALAKRISHNA	**7,84,650**	**23.54**	**7,84,650**	**23.54**
R. THIRUMALAI	**2,26,003**	**6.78**	**2,26,003**	**6.78**
R. PADMANABHAN	**2,23,900**	**6.72**	**2,23,900**	**6.72**
R. RAJAGOPAL	**2,20,800**	**6.63**	**2,20,800**	**6.63**
R. PADMINI	**2,10,600**	**6.32**	**2,10,600**	**6.32**
ANIL KUMAR GOEL	**1,84,100**	**5.52**	**1,84,100**	**5.52**
SRISH JAYENDER BALAKRISHNA	**1,70,000**	**5.10**	**1,70,000**	**5.10**

Note: D

The company during the period of five years immediately preceding March 31, 2026, has not issued any bonus shares, shares for consideration other than cash and has not bought back its shares. Further the company does not have any outstanding shares issued under option as on March 31, 2026.

17 - OTHER EQUITY

RESERVES AND SURPLUS

Particulars	Amount Rs. in lakhs	
	31st Mar 2026	31st Mar 2025
a) General reserve	1560.57	1560.57
b) Securities Premium Reserve	443.42	443.42
c) Revaluation reserve	21071.20	0.00
d)Retained earnings		
1) Balance at beginning of the year	-9195.88	-7125.15
2) Profit for the year	-1574.43	-2070.74
3) Other comprehensive income arising from remeasurment of defined benefit obligation net of income tax	29.75	--
4) Transfer from Revaluation surplus	226.51	--
5) Balance at end of the year	-10514.05	-9195.89
Total	**12561.14**	**-7191.90**

GENERAL RESERVE (4,43,48,749)

The general reserve is the profit transferred from retained earnings from time to time. There is no policy of regular transfer.

SECURITIES PREMIUM RESERVE

Represents excess of share subscription money received over par value of shares issued.

RETAINED EARNINGS

Represents the portion of net income / (loss) of the company that has been retained / carried over by the company.

REVALUATION RESERVE

Revaluation reserve represents the unrealized gain that occurs when a company reassesses the value of its long-term assets—such as property, plant, and equipment (PP&E)—and determines that their current fair market value is higher than their historical cost (the price the company originally paid for them).

SRI LAKSHMI SARASWATHI TEXTILES (ARNI) LIMITED

NOTES FORMING PART OF BALANCE SHEET AS AT 31ST MARCH 2026

NON-CURRENT LIABILITIES

18- BORROWINGS	Amount Rs. in lakhs	
	As at	As at
PARTICULARS	31st Mar 2026	31st Mar 2025
-		
Secured		
Note (a)		
NETZERO FINANCE PVT LTD-LOAN	148.38	213.13
NETZERO FINANCE PVT LTD-LOAN	341.20	393.32
Note (b)		
Solar Power System Loan from IOB	68.36	121.02
Solar Power System Loan from IOB	0.00	10.00
TOTAL	**557.94**	**737.47**

NOTE:

a) Term Loan from NBFC is secured by exclusive first charge on the Windmill assets located at Udayathoor village, Radhapuram taluk, Tirunelveli district, Tamil Nadu comprising land measuring 2 acres, Building and Windmill Machinery; by way of Equitable Mortgate of land and building and Hypothecation of machinery

b) Term Loan from IOB is secured by exclusive first charge on the Solar Power System assets located at Ragunathapuram village, Arni taluk, Tiruvannamalai district, Tamil Nadu comprising Solar Power Machinery; by way of Equitable Mortgate of Hypothecation of machinery

19- DEFERRED TAX LIABILITIES/(ASSETS)	As at 31st Mar 2026	As at 31st Mar 2025
Deferred Tax Liability/(Asset) relating to Items not Reclassified into Profit or Loss in the beginning	18.47	
Income tax on remeasurment of Defined Benefit Obligation	-9.46	18.47
Deferred Tax Liability/(Asset) relating to Items not Reclassified into Profit or Loss in the end	7,403.40	18.47
Deferred tax Liability relating to Items in Profit/Loss	**7,412.41**	**18.47**

Major Components of Deferred Tax Liability/(Asset)	As at 31st Mar 2026	As at 31st Mar 2025
Deferred Tax Liability		
i) Deferred tax on Account of Property, Plant and Equipment	7,557.20	365.65
ii) Deferred tax on timing differences relating to certain Incomes	7.97	1.05
Deferred Tax Assets		
i) Deferred Tax on timing differences of certain Expenses and Current Tax Assets	-295.01	-318.55
ii) Deferred Tax Due to Unabsorbed Business Losses and depreciation	-8,544.46	-6,548.31
iii) MAT Credit Entitlement	-105.95	-105.95
Deferred Tax Liability/(assets)	**-1,380.25**	**-6,606.11**
-		

The Company has accumulated unabsorbed business losses and depreciation amounting to ₹ (8544.46) lakhs and unutilized tax credits of ₹105.95 lakhs. A deferred tax asset has not been recognized in respect of these items as there is currently no convincing evidence that sufficient taxable profits will be available in the near future to allow for their utilization.

CURRENT LIABILITIES

20 - BORROWINGS

PARTICULARS	Amount Rs. in lakhs As at 31st Mar 2026	As at 31st Mar 2025
Borrowings Secured		
-From banks		
(a) Indian Overseas Bank		
(i) Open Loan	1148.84	1149.61
(ii) Inland Letter of Credit	1499.74	
(b) State Bank of India		
(i) Open Loan	0.00	0.00
(ii) Inland Letter of Credit	231.70	
Total	**2880.28**	**1149.61**

Note on Security Created

The open loan, Bills discounting **, and letter of Credit limits for Working Capital** from Indian Overseas Bank, Esplanade Branch, Chennai - 600 108 and Open loan, Bills discounting** and letter of Credit Limits for working capital** from State Bank of India, Leather and International Branch, Chennai - 600 002 are secured as under:

1. Primary Security:

Hypothecation on entire Current assets, both present and future, which include raw materials, stock in process, finished goods, consumables etc., book debts on first pari passu basis and bills discounting limits are additionally secured by documents of title to goods.

2. Collateral Security

a) Equitable Mortgage on first pari passu basis of company's factory land and buildings in Arni Taluk, Tamilnadu, and Registered Office land and building in Chennai.

b) Hypothecation on first pari passu basis of all movable fixed assets, excluding assets which are charged on exclusive basis.

and

3) Personal Guarantee

Personal Guarantee of Promoter Directors Sri Balakrishna S, Managing Director and Sri R.Padmanaban, Joint Managing Director.

** Details of Bills discounted but not realized and letters of credits issued not crystallized are disclosed under NOTE NO. 36 (B) .

21 -BORROWINGS - UNSECURED

PARTICULARS	Amount Rs. in lakhs As at 31st Mar 2026	As at 31st Mar 2025
(i) Loan from related parties repayable on demand	2430.80	2203.80
Total	**2430.80**	**2203.80**

22- TRADE PAYABLES

PARTICULARS	Amount Rs. in lakhs As at 31st Mar 2026	As at 31st Mar 2025
Due to micro and small enterprises	36.09	39.81
Due to other than micro and small enterprises	3314.90	4687.69
Total	**3350.99**	**4727.50**

TRADE PAYABLES AGEING SCHEDULE (Amount in Lakhs)

PARTICULARS	Outstanding for following periods from due date of payment as at 31st March 2026				TOTAL
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	15.25	20.84	-	-	36.09
(ii) Others	2,149.97	1,164.69	0.24	-	3,314.90
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
TOTAL	**2,165.22**	**1,185.53**	**0.24**	**-**	**3,350.99**

TRADE PAYABLES AGEING SCHEDULE (Amount in Lakhs)

PARTICULARS	Outstanding for following periods from due date of payment as at 31st March 2025				TOTAL
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	39.80	-	-	-	39.80
(ii) Others	4,687.70	-	-	-	4,687.70
(iii) Disputed dues – MSME	-	-	-	-	-
(iv)Disputed dues - Others	-	-	-	-	-
TOTAL	**4,727.50**	**-**	**-**	**-**	**4,727.50**

i) Details relating to Micro and Small Enterprises is as follows:

Particulars	(Rs. in Lakhs)	
	31-03-2026	31-03-2025
i)The amounts remaining unpaid to micro, small and medium suppliers as at the end of the year:		
Principal amount	27.17	36.47
Interest due	8.92	3.34
ii) Interest paid by the Company in terms of section 16 of the MSMED Act, 2006 along with the amount of the payment made to the supplier beyond the appointed day during the period	0.00	0.84
iii) Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the period) but without adding interest specified under the MSMED Act, 2006.	Nil	Nil
v) The amount of Interest accrued and remaining unpaid as at the end of each year	0	3.34
vi) Interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise	Nil	Nil

23 - OTHER FINANCIAL LIABILITIES	Amount Rs. in lakhs	
	As at	As at
PARTICULARS	31st Mar 2026	31st Mar 2025
(a) Current maturities of Long Term Borrowings	556.30	489.35
(b)Current maturity of unSecured Loans	274.20	-
(c) Advance from buyers and other Credits	93.09	98.17
(d) Interest accrued and due on borrowings	495.34	462.04
(e) Radharaman fibres p.ltd - ICD	253.00	0.00
(f) Disputed deemed Demand charges	15.04	15.04
(g) Creditors for expenses	556.50	482.15
Total	**2243.47**	**1546.75**

24 - PROVISIONS	Amount Rs. in lakhs	
PARTICULARS	As at 31st Mar 2026	As at 31st Mar 2026
Current		
A) Provision for Employee Benefits	811.17	773.22
B) Provision for Hank Yarn Obligation	0.00	0.54
c) Provision for TDS	24.84	22.05
d) Provision for GST/VAT	1.15	1.85
Total	**837.16**	**797.66**

25 - CURRENT TAX LIABILITIES (Net)

PARTICULARS	Amount Rs. in lakhs	
	As at 31st Mar 2026	As at 31st Mar 2025
Current Tax Liabilities		
(a) Current year Tax Expenses	Nil	Nil
(b) Less: Tax paid pending adjustment		
Current Tax Liability (NET)	**Nil**	**Nil**

26 - PAYABLES

PARTICULARS	Amount Rs. in lakhs	
	31st Mar 2026	31st Mar 2025
Current		
A) Employee benefits payable	244.99	138.13

NOTES FORMING PART OF PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2026

27 - REVENUE FROM OPERATION

PARTICULARS	Amount Rs. in lakhs	
	2025-26	2024-25
(a) Sales of Products		
i) Yarn Sales and Yarn Job work	8827.88	10129.03
ii) Garments Sales and Job work	496.25	415.88
iii) Face Mask Sales	13.80	12.89
iv) Waste Sales	58.87	207.53
v) Fabric Sales	0.00	(0.79)
Subtotal Inclusive of GST	**9396.80**	**10764.54**
Less : GST	672.92	824.00
Subtotal (a)	**8723.88**	**9940.54**
(b) Other Operating Revenues		
(i) Duty drawback claim received	3.91	8.04
Subtotal (b)	**3.91**	**8.04**
REVENUE FROM OPERATION (a+b)	**8727.79**	**9948.58**
	9401	**10773**

NOTES FORMING PART OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2026

28 - OTHER INCOME

PARTICULARS	Amount Rs. in lakhs	
	2025-26	**2024-25**
(i) Interest income	29.23	34.38
(ii) Rent from Employees Quarters	0.05	0.48
(iii) Rodtep Export E-Scrip License Sale	24.47	0.00
(iv) Miscellaneous receipt	0.52	0.48
(v) Miscellaneous Sales	4.01	5.62
(v) Profit on Sale of Fixed Assets	28.03	33.26
Total	**86.31**	**74.22**

29 - COST OF MATERIALS CONSUMED

PARTICULARS	Amount Rs. in lakhs	
	2025-26	**2024-25**
Opening Stock		
Cotton stock	43.77	54.76
Face Mask Fabric	2.10	1.00
Raw Material of Garments	2.61	2.36
Polyster Staple Fibre	90.64	40.65
	139.12	98.77
Add: Purchases		
Cotton	1566.24	4073.53
Face Mask Fabric	6.81	6.53
Raw Material of Garments	124.31	125.84
Polyster Staple Fibre	3840.42	2579.26
	5537.78	6785.16
Less: Closing Stock		
Cotton	31.68	43.77
Face Mask Fabric	1.76	2.10
Raw Material of Garments	3.85	2.61
Polyster Staple Fibre	194.79	90.64
	232.08	139.12
Raw Material Consumed	**5444.82**	**6744.81**
Less : Sale of Facemask Raw Material	**349.10**	**0.00**
Packing Materials Consumed	130.34	133.73
Cost of materials consumed	**5226.06**	**6878.54**

30 - PURCHASE OF STOCK- IN-TRADE

PARTICULARS	Amount Rs. in lakhs	
	2025-26	**2024-25**
Yarn purchase	86.98	144.66
Total	**86.98**	**144.66**

NOTES FORMING PART OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2026

31 - CHANGES IN INVENTORIES OF WORK-IN-PROCESS

PARTICULARS	Amount Rs. in lakhs	
	2025-26	2024-25
Work-in-Process - Opening stock	135.74	204.91
Work-in-Process - Closing stock	174.31	135.74
Sub Total	**-38.57**	**69.17**

32 - CHANGES IN INVENTORIES OF FINISHED GOODS

PARTICULARS	Amount Rs. in lakhs	
	2025-26	2024-25
Finished Goods - Opening stock	143.05	140.43
Finished Goods - Closing stock	223.10	143.05
Sub Total	**-80.05**	**-2.62**

33 - EMPLOYEE BENEFITS EXPENSE

PARTICULARS	Amount Rs. in lakhs	
	2025-26	2024-25
(i) Salaries Wages and Bonus	1713.06	1543.06
(ii) Contribution to Employees PF & Family Pension Fund	88.57	72.54
(iii) Provision for contribution to Gratuity Fund	50.40	99.20
(iv) Workmen & Staff Welfare Expenses	89.30	67.98
(v) Managerial Remuneration (Ref.Annex.I)	84.19	79.59
Total	**2025.52**	**1862.37**

Annx.I

Managerial Remuneration	Amount Rs. in lakhs	
	2025-26	2024-25
(a) Salary	64.74	58.86
(b) Contribution to PF	4.66	4.24
(c) Provision for Bonus	0.00	1.76
(d) Medical Reimbursement	0.00	0.41
(e) Provision for Gratuity	8.44	7.06
(f) Directors Sitting Fees	6.35	7.26
	84.19	**79.59**

NOTES FORMING PART OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2026

34 - FINANCE COSTS

PARTICULARS	Amount Rs. in lakhs	
	2025-26	2024-25
Finance Expenses		
(a) Interest on Term Loan from Banks	77.47	33.11
(b) Interest on Term Loan from NBFC	42.00	42.00
(c) Interest on working capital borrowing from banks	295.71	189.60
(d) Interest- others	27.61	246.82
(e) Interest- MSME	6.20	4.18
(f) Bank Charges	67.73	60.96
(g) Foreign Exchange Rate Fluctuation	-5.48	-10.42
Total	**511.24**	**566.25**

35 - OTHER EXPENSES

PARTICULARS	Amount Rs. in lakhs	
	2025-26	2024-25
MANUFACTURING AND OTHER OPERATING EXPENSES		
i) Power and fuel	1630.47	1606.18
ii) Fabric Conversion Charges	0.00	0.00
iii) Repairs & Maintenance		
(a) Building	22.86	25.79
(b) Machinery	224.45	217.57
(c) Others	16.26	15.55
Total (a)	**1894.04**	**1865.09**
ADMINISTRATION AND OTHER CHARGES		
(a) Insurance	9.76	7.70
(b) Vehicle Maintenance	107.17	98.58
(c) Rates,Renewal & Taxes	13.49	16.79
(d) Other Administrative Expenses	143.49	161.11
Total (b)	**273.91**	**284.18**
Selling Expenses		
(a) Commission & Brokerage on Yarn Sales	12.72	54.93
(b) Godown Rent	0.00	0.00
(c) Freight & Other selling expenses	91.72	232.50
Total (c)	**104.44**	**287.43**
GRAND TOTAL (a+b+c)	**2272.39**	**2436.70**

36 - EXCEPTIONAL ITEMS

----------------- NIL -----------------	0.00	0.00
	0.00	**0.00**

NOTE NO. 36 (B)

DISCLOSURES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH 2026.

i) Contingent Liabilities and Commitments not provided for

Particulars	(Rs.in lakhs)	
	As at 31.03.2026	As at 31.03.2025
a) Contingent Liabilities		
Contingent Liabilities not provided for in respect of:		
1. Export Bills Discounted under irrevocable Letters of Credit issued by Foreign Banks	0.00	0.00
2. Disputed Income Tax Liabilities	0.00	0.00
3. Disputed Contribution to Employees State Insurance Corporation	0.00	0.00
b) Commitments		
1. Estimated amounts of contracts remaining to be executed on capital accounts not provided for	0.00	0.00
2. Other commitments:		
Liabilities on Letters of Credit issued for capital goods.	0.00	0.00
Liabilities on Letters of Credit issued for others	0.00	0.00

ii) Details of Auditors' Remuneration:

Particulars	Rs.in lakhs	
	2025-26	**2024-25**
Statutory Audit	2.75	2.75
Total	2.75	2.75

iii) Confirmation of balances from Debtors, Creditors, and advances to suppliers have not been received in certain cases.

iv) Items of revenue / expense amounting to more than 1% of total turnover have been disclosed separately.

v) Previous year's figures have been re-grouped wherever necessary to conform to this year's classification.

vi) As per IND AS 19, Employees Benefit, the disclosure of employees benefits as defined in the accounting standard are given below:

Particulars	Rs.in lakhs	
	31/03/2026	**31/03/2025**
a) Defined Contribution Plan Employers Contribution to provident Fund	60.10	64.27
b) Gratuity Plan (funded) (Excluding Directors)		
Present value of the obligation at the beginning of the period	554.82	589.51
Interest Cost	34.99	41.09
Current service cost	22.55	24.98
Past Service Cost	0.00	0.00
Less: Benefits paid (if any)	(34.68)	0.00
Actuarial (gain)/loss	(0.85)	(100.75)
Present value of the obligation at the end of the period	576.83	554.82
Actuarial Assumptions		
Discount Rate (per annum)	7.02%	6.51%
Rate of increase in compensation levels	5.00%	5.00%
Attrition rate	2.00%	2.00%
Expected rate of return on plan Assets	7.63%	6.51%

Notes forming part of the Financial Statements.

The company has not funded gratuity liability to Employees Gratuity Fund as per actuarial valuation for the last 15 years and the total amount to be funded is Rs.559.46 Lakhs. (As on 31.03.2025 Rs.551.11 Lakhs).

Notes forming part of the Financial Statements.

The sensitivity analysis below has been determined based on changes of the assumptions occurring at the end of the reporting period, while holding all other assumptions constant. The results of sensitivity analysis are given below:

(Rs. in Lakhs)

Particulars	31.03.2026	31.03.2025
Discount Rate		
- 0.5% Increase	-16.38	-17.04
- 0.5% decrease	17.24	17.96
Salary Growth Rate		
- 0.5% Increase	17.24	17.98
- 0.5% decrease	-16.52	-17.20

Sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

Notes forming part of the Financial Statements

There was no change in the methods of assumptions used in preparing the sensitivity analysis from prior years.

Earning Per Share:

Particulars		Rs.in lakhs	
		2025-26	2024-25
Total Comprehensive Income for the period	(A)	(1574.43)	(2070.74)
Adjusted weighted average number of equity shares	(B)	33.33	33.33
Basic and Diluted Earnings Per Share (Rs.).	(A)/(B)	(47.24)	(62.13)

vii) Related party transactions:

As per the IND AS 24 – Related party transactions, the company's related party and the details of transactions the company had with them are given below:

a) Key Managerial Personnel

Name of the Key Managerial personnel	Designation
1. Sri. Balakrishna S	Managing Director and Chief Executive Officer
2. Sri. R. Padmanaban	Joint Managing Director and Chief Financial Officer
3. Sri. S Sridhara Rao	Independent Director
4. Ms. Sivarani J	Independent Director
5. Ms. Umaa Sharvani	Independent Director
6. Sri D. Krishnamoorthy	Company Secretary

b) Relatives of Key Managerial Personnel

Name	Relationship
1. Sri. R. Thirumalai	Brother of Sri. R. Padmanaban, JMD & CFO
2. Sri. R. Rajagopal	Brother of Sri. R. Padmanaban, JMD & CFO
3. Sri. Srish Jayender Balakrishna	Son of Sri. Balakrishna S, MD & CEO

c) Companies over which KMP/Relatives of KMP exercise significant influence:

1.	Munnish Innerwear Pvt Ltd.,
2.	Sherhood Properties Private Limited
3.	Masterjee Institute of Studies Pvt Ltd.,
4.	SLST Industries Limited
5.	White Stone Energies Private Limited
6.	Novezo Consulting Private Limited
7.	Pattukottai Mess Private Limited
8.	Southern Feast Ventures Pvt Ltd.,

Notes forming part of the Financial Statements.

d) Other entities over which there is a significant influence is NIL.

e) Disclosure in respect of related party transactions (excluding Reimbursement) during the year and outstanding balances including commitments as at the reporting date:

i) Payments made to Directors.

Key Managerial personnel – Directors	Rs.in lakhs	
	2025-26	**2024-25**
Ms. Umaa Sharavani	2.18	2.54
Sri. S. Sridhara Rao - Independent Director	2.18	2.54
Ms. Sivarani J - Director	1.99	2.18

ii) Remuneration to Key Management Personnel

Key Managerial personnel	Rs.in lakhs	
	2025-26	**2024-25**
Sri.Balakrishna S, Managing Director & CEO	46.46	44.25
Sri.R. Padmanaban, Joint Managing Director & CFO	38.31	28.08
Sri Jitendra Kumar Pal, Company Secretary (upto 07.04.2025)	0	13.17
Ms. Ramachandran Revathi (upto 31.07.2025)	2.55	0
Sri D Krishnamoorthy, Company Secretary (w.e.f 01.11.2025)	3.75	0
Relatives of KMP		
Sri. R. Thirumalai, Production Manager	22.79	21.60
Sri. R. Rajagopal, Administrative Manager	9.32	9.08
Sri. Srish Jayender Balakrishna, General Manager - Marketing	9.32	8.83

iii) Loan and advances (borrowings) from Key Management Personnel:

Amount taken from Key Management Personnel	Rs.in lakhs	
	2025-26	**2024-25**
i) Amount taken from Sri. R. Padmanaban, Joint Managing Director / Chief Financial Officer.		
a) Outstanding as on 31st March	(2362.20)	(2128.20)
b) Maximum amount outstanding during the year	(2379.70)	(2139.70)
c) Rate of Interest – Payable	11.00%	11.00%
d) Interest	0.00	75.20

Amount taken from Key Management Personnel	Rs.in lakhs	
	2025-26	**2024-25**
ii) Amount taken from Sri. Balakrishna S Managing Director & CFO		
a) Outstanding as on 31st March	(68.60)	(75.60)
b) Maximum amount outstanding during the year	(75.60)	(75.60)
c) Rate of Interest – Payable	11.00%	11.00%
d) Interest	7.70	3.89

iv) Disclosure of key Management Personnel compensation in total and for each of the following categories: (Rs. Lakhs)

Key managerial personnel	**For 2025-26**				**For 2024-25**			
	Short term benefits	**Defined contribution**	**Defined benefit plans (provision)**	**Total**	**Short term benefits**	**Defined contribution**	**Defined benefit plans (provision)**	**Total**
Sri. Balakrishna S, Managing Director & CEO	38.65	2.78	5.02	46.45	36.90	2.53	4.82	44.25
Sri. R. Padmanaban Joint Managing Director & CFO	26.09	1.88	3.41	31.38	24.13	1.71	2.24	28.08
Sri Jitendra Kumar Pal, Company Secretary					11.32	0.85	0.00	13.17
Ms. Ramachandran Revathi Company Secretary	2.55			2.55				
Sri D Krishnamoorthy, Company Secretary	3.75			3.75				

Notes forming part of the Financial Statements.

NOTE:

1.Short term benefits include bonus, and value of perquisites.

2.Defined contribution consists of contribution to Provident fund.

3.As the liability for gratuity is provided on an actuarial basis for the company as a whole, amounts accrued pertaining to these key managerial personnel is not included above.

Valuation technique used to determine the fair value.

The significant inputs used in the fair value measurement categorized within the fair value hierarchy are given below:

Nature of Financial Instruments	Valuation technique	Remarks
Investment in Unlisted securities	At Cost	Nil

viii) Financial Risk Management

The Board of Directors (BOD) has overall responsibility for the establishment and oversight of the Company's risk management framework and thus established a risk management policy to identify and analyze the risk faced by the Company. Risk Management systems are reviewed by the BOD periodically to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, develops a disciplined and constructive control environment in which all employees understand their roles and obligations. The Audit Committee oversees how management monitors compliance with the Company's risk management policies and procedures and reviews the risk management framework. The Audit committee is assisted in the oversight role by Internal Audit. Internal Audit undertakes reviews of the risk management controls and procedures, the results of which are reported to the Audit Committee.

The company has the following financial risks:

Categories of Risk	Nature of Risk
Credit Risk	Receivables
	Financial Instruments and cash deposits
Liquidity Risk	Fund Management
Market Risk	Foreign Currency Risk
	Cash flow and fair value interest rate risk

The Board of Directors regularly reviews these risks and approves the risk management policies, which covers the management of these risks:

Credit Risk

Credit Risk is the risk of financial loss to the Company if the customer or counterparty to the financial instruments fails to meet its contractual obligations and arises principally from the Company's receivables, treasury operations and other operations that are lease.

Receivables

The Company's exposure to credit risk is influenced mainly by the individual characteristics of each customer. The Company extends credit to its customers in the normal course of business by considering the factors such as financial reliability of customers. The Company evaluates the concentration of the risk with respect to trade receivables as low, as its customers are in several jurisdictions and operate in largely independent markets. In the case of Corporate / Export Customer, credit risks are mitigated by way of enforceable securities. However, unsecured credits are extended based on creditworthiness of the customers on a case-to-case basis.
Trade receivables are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the company and where there is a probability of default, the company creates a provision based on Expected Credit Loss.

Advances

The Company's advances include ₹21.40 lakhs towards the purchase of machinery and ₹13.18 lakhs towards the purchase of ring frames. These balances have been outstanding for over three years.

Notes forming part of the Financial Statements.

Financial Instruments and Cash deposits

Investments of surplus funds are made only with the approved counterparties. The Company is presently exposed to counter party risk relating to short-term and medium-term deposits placed with Banks for margin money held for the purpose of LC. The Company places its cash equivalents based on the creditworthiness of the financial institutions.

Liquidity Risk

Liquidity Risks are those risks that the Company will not be able to settle or meet its obligations on time or at a reasonable price. In the management of liquidity risk, the Company monitors and maintains a level of cash and cash equivalents deemed adequate by the management to finance the company's operations and to mitigate the effects of fluctuations in cash flows. Due to the dynamic nature of the underlying business, the Company aims at maintaining flexibility in funding by keeping both committed and uncommitted credit lines available. The Company has laid well defined policies and procedures facilitated by robust information system for timely and qualitative decision making by the management including its day-to-day operations.

Financial arrangements

The company has access to the following undrawn borrowing facilities:

Particulars	(Rs.in lakhs)	
	31-03-2026	31-03-2025
Working capital and other facilities		
Expiring within one year	69.72	101.31
Expiring beyond year	**Nil**	**Nil**

Maturities of Financial Liabilities

Nature of Financial Liability	(Rs.in lakhs)			
	< 1 Year	1-5 Years	> 5 Years	Total
As at 31-03-2026				
Borrowing from Banks & NBFC,NETZERO	1705.14	557.94	Nil	2263.08
Trade payable	3350.77	Nil	Nil	3350.77
Other financial Liability	1695.98	Nil	Nil	1695.98
Unsecured Borrowing	2430.80	Nil	Nil	2430.80
As at 31-03-2025				
Borrowing from Banks & NBFC,NETZERO	1571.39	805.04	Nil	2376.43
Trade payable	4726.99	Nil	Nil	4726.99
Other financial Liability	1064.40	Nil	Nil	1064.40
Unsecured Borrowing	2203.80	Nil	Nil	2203.80

Foreign Currency Risk

The Company's exposure in USD and other foreign currency denominated transactions in connection with the import of cotton, capital goods & spares, besides exports of finished goods in foreign currency, gives rise to exchange rate fluctuation risk. The Company has following policies to mitigate this risk:

Decisions regarding borrowing in Foreign Currency and hedging thereof, and the quantum of coverage is driven by the necessity to keep the cost comparable. Foreign Currency loans, imports and exports transactions are hedged by way of forward contract after taking into consideration the anticipated foreign exchange inflows/ outflows, timing of cash flows, tenure of the forward contract and prevailing foreign exchange market conditions.

The company's exposure to foreign currency risk (Un – hedged) as detailed below:

Currency	Trade Payables	Trade and other Receivables	Balance with Banks
In USD			
As at 31-03-2025	Nil	Nil	Nil
As at 31-03-2024	Nil	Nil	Nil
In EURO			
As at 31-03-2024	Nil	Nil	Nil
As at 31-03-2023	Nil	Nil	Nil

Notes forming part of the Financial Statements.

Risk sensitivity on foreign currency fluctuation.

Foreign Currency	31-03-2026		31-03-2025	
	1% Increase	1% Decrease	1% Increase	1% Decrease
USD	Nil	Nil	Nil	Nil
EURO	Nil	Nil	Nil	Nil

Cash flow and fair value interest rate risk

Interest rate risk arises from short-term borrowings with variable rates which exposed the Company to cash flow interest rate risk. The Company is exposed to the evolution of interest rates and credit markets for its future refinancing, which may result in a lower or higher cost of financing, which is mainly addressed through the management of the fixed/floating ratio of financial liabilities. The Company constantly monitors credit markets to strategize a well-balanced maturity profile to reduce both the risk of refinancing and large fluctuations of its financing cost.

Interest rate risk exposure

Particulars	Rs.in Lakhs	
	31-03-2026	31-03-2025
Variable rate Borrowings	Nil	Nil

Sensitivity on Interest rate fluctuation

Incremental Interest Cost works out to	Rs.in Lakhs	
	31-03-2026	31-03-2025
1% Increase in Interest rate	Nil	Nil
1% Decrease in Interest rate	Nil	Nil

ix) **Key Financial Ratios**

S. NO	RATIO	NUMERATOR	DENOMINATOR	2025-26	2024-25	% CHANGE	REMARKS
1	**Current Ratio**	Current Asset	Current Liabilities	0.15	0.20	-25%	Net liability increased
2	**Debt Equity Ratio**	Debt	Equity	0.04	-0.11	136%	Assets revalued increased reserves
3	**Debt Service Coverage Ratio**	Earnings available for debt service	Debt Service	39.43	-7.45	629%	Net loss
4	**Return on Equity Ratio**	Profit After Taxes	Shareholders Equity	-0.03	-0.13	78%	Assets revalued increased values
5	**Inventory Turnover Ratio**	Revenue	Average Inventory	15.62	21.04	-26%	Turnover drop due to production decreased
6	**Trade Receivables Turnover Ratio**	Credit Sales	Average Trade Receivables	64.51	53.19	21%	Receivables decreased
7	**Trade Payables Turnover Ratio**	Credit Purchases	Average Trade Payables	1.37	1.43	-4%	Trade payable decreased
8	**Net Capital Turnover Ratio**	Revenue	Net Capital Employed	0.65	-1.62	140%	Reserves increased due to assets revaluation
9	**Net Profit Ratio**	Net Profit	Revenue	-0.18	-0.21	14%	Loss reduced
10	**Return on Capital Employed Ratio**	Net Operating Profit	Capital Employed	-0.10	0.32	-131%	Reserves increased due to assets revaluation
11	**Return on Investment Ratio**	Net Operating Profit	Shareholders Equity	-0.11	0.29	-137%	Reserves increased due to assets revaluation

Notes forming part of the Financial Statements.

37. Summary of Reconciliation

1. Name of the Bank: Indian Overseas Bank and State Bank of India
2. Particulars of Security provided: Raw Material, Process Stock, Finished goods and Stores & Spares.

(Rs.in Lakhs)

Quarter Ended	Amount as per books of account	Amount as in the quarterly return / statement	Amount of difference	Reason for material discrepancies
Current year 2025-2026				NA
Jun -25	651.61	651.61	--	
Sep-25	463.62	463.62	--	
Dec-25	552.71	552.71	--	
Mar-26	661.12	661.12	--	
Current year 2024-2025				
Jun -24	360.53	360.53	--	
Sep-24	505.47	505.47	--	
Dec-24	579.40	579.40	--	
Mar-25	456.49	456.49	--	

38. Additional disclosure requirement:

S. No.	Disclosure requirement as per amended Schedule III to the Companies Act, 2013	Reason for non-disclosure
1	Title deeds of immovable properties not held in the name of company	The title deeds of all immovable properties are held in the name of the company.
2	Fair value of investment property	The Company does not have any investment property.
3	Revaluation of property, plant, and equipment	Company has revalued the property plant and equipment during the year.
4	Revaluation of intangible assets	Intangible assets were not revalued during the year.
5	Loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties	No loans or advances in the nature of loans were granted to promoters, directors, Key Managerial Personnel (KMPs), or related parties during the year.
6	Details of benami property held	The Company does not hold any benami property.
7	Willful defaulter	The Company is not a willful defaulter as per the guidelines issued by the Reserve Bank of India.
8	Relationship with struck off companies	There were no transactions or relationships with companies struck off from the Register of Companies during the year.
9	Registration of charges or satisfaction with Registrar of Companies (ROC)	All applicable charges were registered with the Registrar of Companies within the prescribed timelines, and satisfactions were also filed in a timely manner where applicable.
10	Compliance with number of layers of companies	The Company has no subsidiaries and therefore complies with the requirements regarding the number of layers of companies.
11	Compliance with approved scheme (s) of arrangement	No schemes of arrangement approved by the competent authority were applicable to the Company during the year.
12	Utilization of borrowed funds and share premium	NIL {Refer Note (A) for further details}
13	Undisclosed income	There is no undisclosed income that has not been accounted for in the books of accounts.
14	Details of Crypto Currency or Virtual Currency	The Company did not engage in any trading or investment in Crypto Currency or Virtual Currency during the year.

Note (A): (i) 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(s), including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries).

(ii)The Company has not received any fund from any party(s) (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

SRI R. SRIHARI

SRI R. PARANTHAMAN

SRI R. RAGHURAMAN

If undelivered please return to

Sri Lakshmi Saraswathi Textiles (Arni) Limited
New No.16, Krishnama Road,
Nungambakkam, Chennai - 600 034.