SONASELECTION INDIA LIMITED

4th Annual Report 2025-26

Company Overview

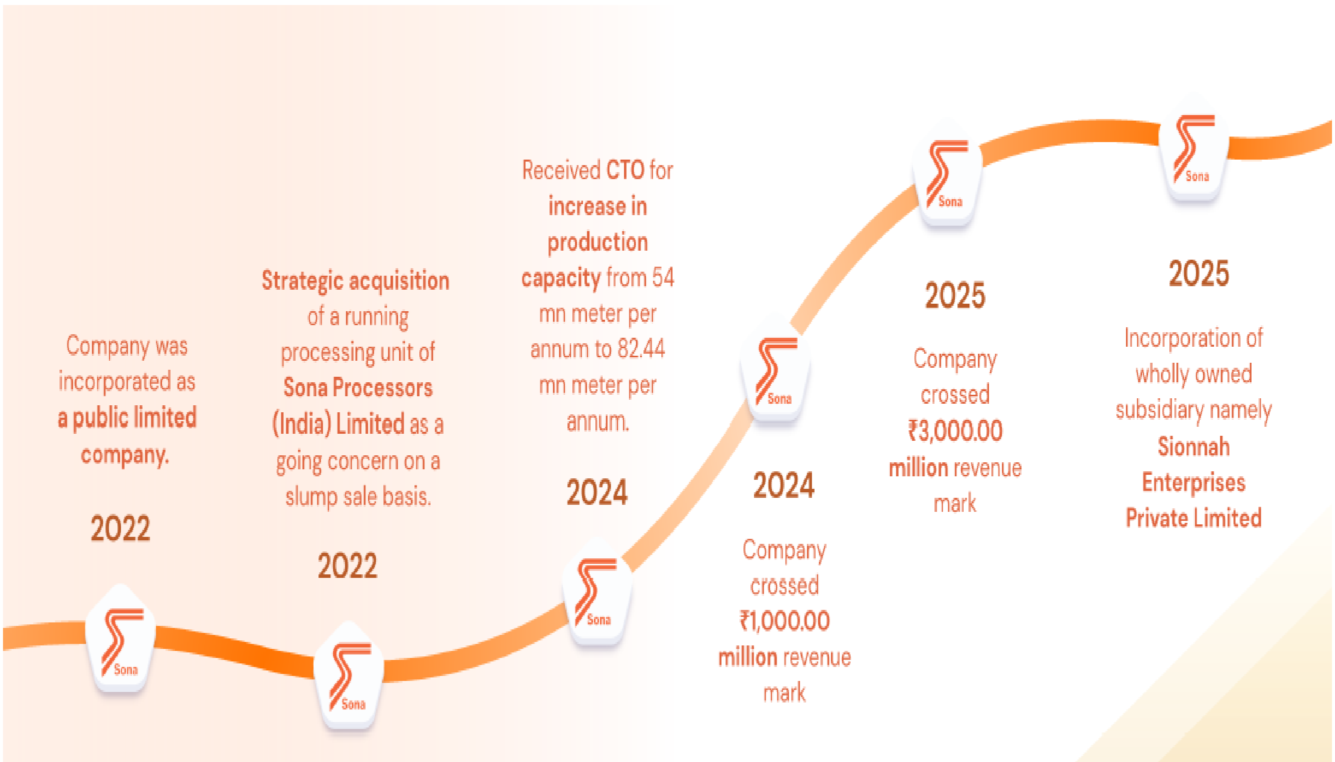
Incorporated in 2022, the Company commenced operations through the acquisition of an established textile processing unit on a slump sale basis, and has since transitioned from a job-work based model to a manufacturing model, with the additional cotton fabric processing plant becoming operational in July 2024.

"Sonaselection India Limited" an integrated fabric manufacturing and processing company engaged in the production of value added products. Leveraging advanced technology, well established production capabilities and stringent quality systems, convert raw textiles into finished, high-quality fabrics.

The model enables them to offer a diversified product portfolio, maintain consistent quality, support innovation in fabric development and provide customers with reliable, cost-efficient and timely solutions, thereby positioning as a preferred partner for brands seeking consistency, innovation and faster delivery timelines.

It specializes in the manufacturing of 100% cotton fabric, cotton lycra (stretch) fabric, cotton blends and polyester blends, and in the processing of fabrics including 100% cotton, cotton blends, polyester-viscose (P/V) and polyester fabric.

The manufacturing facility is located in Bhilwara, Rajasthan (the "Vastranagari" or "Manchester of Rajasthan"), spread across approximately 49,540 Sq. Mtr., with an installed processing capacity of 82.44 million meters per annum.



Our growth trajectory has been supported by consistent capital expansion, with authorized share capital increasing from ₹1 lakh in 2022 to **₹60 crore in 2025-26**. Further, in 2025-26, **CRISIL Limited** assigned a **'CRISIL BBB/Stable'** rating to our long-term bank facilities, underscoring our financial discipline.

Quality, sustainability, and compliance form the foundation of our operations. The Company has received globally recognized certifications including **Global Organic Textile Standard (GOTS)**, **Organic Content Standard (OCS)**, **Global Recycled Standard (GRS)**, **Recycled Claim Standard (RCS)**, **Regenagri Chain of Custody Criteria**, **OEKO-TEX Standard and Certification of Completion of HIGG FEM verification for the year 2024 and 2025**. These certifications reflect our commitment to responsible manufacturing practices and alignment with international benchmarks.

OEKO-TEX® Standard 100 Certification

Global Organic Textile Standard (GOTS) – Version 7.0

Certificate of completion of HIGG FEM verification for the year 2024

Certificate of completion of HIGG FSLM verification for the year 2025

Organic Content Standard (OCS) (Version 3.0)

Global Recycled Standard (GRS) (Version 4.0)

Recycled Claim Standard (RCS) (Version 2.0)

Regenagri Chain of Custody Criteria-Textiles Version 1.0

With a strong parent legacy, expanded processing capacities, global certifications, and prudent governance, **Sonaselection India Limited** is positioned as a growing player in the Indian textile industry, combining tradition, innovation, and sustainability to deliver value to its stakeholders.

The manufacturing facility is equipped with **advanced machineries** sourced from **internationally recognised** manufacturers across various countries such as **Italy, Germany, China, UK** and **Switzerland**.

The facility has a **rooftop solar power plant** and a **zero liquid discharge effluent treatment** plant which enables us to carry-out complete in-house treatment of wastewater which is generated.

It also includes **warehousing space** with a total capacity of approximately five **(5.00) million meters**. Storage infrastructure facilitates organized **inventory management** and **smooth dispatch** operations, offering flexibility to manage procurement surges during festive seasons. Hence enhancing ability to respond to **seasonal demand,** support **bulk procurement**, and ensure **timely deliveries**.

Our governance structure remains transparent and robust, with no inter-se agreements among shareholders, no defaults or restructuring of borrowings, and no adverse material agreements outside the ordinary course of business.

Financial Highlights (Consolidated) (Rs. in Millions)

Particulars	Fiscal 2026	Fiscal 2025	Fiscal 2024
Revenue from Operations	5,169.49	3,159.52	1,209.79
EBITDA	847.74	581.19	284.87
EBITDA Margin	16.40%	18.39%	23.55%
Net Profit after tax	340.23	185.63	130.95
Net Profit Margin	6.58%	5.88%	10.82%
Return on Net Worth	39.05%	34.08%	40.46%
Return on Capital Employed	19.69%	16.97%	16.18%
Debt-Equity Ratio	2.48	2.96	3.72
Working Capital Days	134	122	104

VISION

To become the global leader in textile manufacturing, renowned for innovation, sustainability, and quality, setting new standards for excellence in the fabric of the future.

MISSION

Our mission is to revolutionize the textile industry through cutting-edge technologies and sustainable practices. We strive to deliver superior quality and innovative textile products to our customers worldwide while maintaining ethical business practices, nurturing our workforce, and minimizing our environmental impact. Through continuous improvement and expansion, we aim to enhance our capabilities, reach new markets, and exceed customer expectations, thereby enriching the lives of all stakeholders connected to our journey.

I N D E X

ANNUAL GENERAL MEETING

Date	:	**26th September, 2026**
Day	:	Saturday
Time	:	04.00 P.M.
Venue	:	18 KM Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Rajasthan – 311025.

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Subhash Chandra Nuwal	Chairman & Director
Mr. Harshil Nuwal	Managing Director
Mrs. Uma Nuwal	Whole Time Director
Mrs. Aditi Kakhani	Independent Director
Mr. Kanhaiya Lal Acharya	Independent Director
Mr. Kamlesh Kumar Choudhary	Independent Director

COMPANY SECRETARY AND COMPLIANCE OFFICER -
Mr. Harish Sharma

CHIEF FINANCIAL OFFICER
Mr. Ramesh Chandra Vyas

INTERNAL AUDITOR
Mr. Nikhil Dadhich

SECRETARIAL AUDITORS
M/s R K Jain and Associates
Company Secretaries
Address - 5-A-25, R C Vyas Colony, Bhilwara, 311001

STATUTORY AUDITOR (PEER REVIEWED FIRM)
M/s Pokharna Somani & Associates,
Chartered Accountants
Address: 12, PS House, Sancheti Colony,
Mirchi Mandi Road, Bhilwara- 311001
Email: pokharnasomani@gmail.com

OUR BANKER
HDFC Bank Limited
State Bank of India
ICICI Bank Limited
Axis Bank Limited

REGISTERED OFFICE AND OTHER DETAILS
18 KM Stone, Chittorgarh Road, Hamirgarh,
Bhilwara, Rajasthan, 311025
CIN: U17299RJ2022PLC079631
GSTIN - 08ABHCS8575K1ZI
Phone No. – 01482 – 2286041, 42, 43
Email: info@sonaselection.com, cs@sonaselection.com
Website: www.sonaselection.com

REGISTRAR & SHARE TRANSFER AGENT
Kfin Technologies Limited
301, The Centrium, 3rd Floor, 57, Lal Bahadur Shastri Road, Nav Pada, Kurla (W),
Mumbai – 400070, Maharashtra.
Tel: +91 40 6716 2222 e-mail: einward.ris@kfintech.com
Website: www.kfintech.com

NOTICE OF 4TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the 4th Annual General Meeting ("AGM") of the Members of **Sonaselection India Limited** ("the Company") will be held on Saturday, September 26, 2026, at 4.00 p.m. at the registered office of the company situated at 18 KM Stone, Chittorgarh Road, Hamirgarh, Bhilwara-311025, Rajasthan to transact the following business:

ORDINARY BUSINESS:

1. ADOPTION OF ANNUAL AUDITED FINANCIAL STATEMENTS AND REPORTS THEREON:

To consider and if thought fit, pass the following as an Ordinary Resolution:

"**RESOLVED THAT** the Audited Financial Statements of the Company for the financial year ended March 31, 2026, along with the reports of the Board of Directors and the Auditors thereon as circulated to the Members be and are hereby received, considered and adopted".

FURTHER RESOLVED THAT the Board of Directors be and is hereby authorized to do all acts, deeds, matters and things that may be necessary, proper, expedient or incidental thereto for the purpose of giving effect to this resolution."

2. TO APPOINT A DIRECTOR IN PLACE OF MRS. UMA NUWAL (DIN: 00104156), WHO RETIRES BY ROTATION AND, BEING ELIGIBLE, OFFERS HERSELF FOR RE-APPOINTMENT:

To consider and if thought fit, pass the following as an Ordinary Resolution:

"**RESOLVED THAT** pursuant to the provisions of Section 152(6) and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the rules made thereunder, Mrs. Uma Nuwal (DIN: 00104156), who retires by rotation at this Annual General Meeting and being eligible, has offered herself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, proper, expedient or incidental to give effect to this resolution."

SPECIAL BUSINESS

3. RATIFICATION OF REMUNERATION OF COST AUDITORS FOR THE FINANCIAL YEAR 2026-27

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

RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014, M/s. K.C. Moondra & Associates, Cost Accountants appointed as the Cost Auditors of the Company by the Board of Directors, for the conduct of the audit of the cost records of the Company for the financial year 2026-27 at a remuneration of Rs. 40,000/- (Rupees Forty Thousand Only) excluding goods and service tax, travelling and other out-of-pocket expenses incurred by them in connection with the aforesaid audit be and is hereby ratified and confirmed.

By Order of the Board
For SONASELECTION INDIA LIMITED

Harish Sharma
(Company Secretary and Compliance Officer)

Date: 04/09/2026
Place: Bhilwara

NOTES:

1. The relevant explanatory statement pursuant to Section 102 of the Companies Act, 2013 read with relevant rules setting out the material facts and reasons for the proposed resolution concerning the item of the special business to be transacted at the AGM is annexed hereto and forms part of this Notice.

2. Member entitled to attend and vote at the meeting is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not to be a member of the company.

3. Members are requested to note that a person can act as a proxy on behalf of members not exceeding 50 and holding in the aggregate not more than 10% of the total share capital of the Company carrying voting rights. In case a proxy is proposed to be appointed by a member holding more than 10% of the total share capital of the Company carrying voting rights, then such proxy shall not act as a proxy for any other person or shareholder.

4. Shareholders are requested to immediately notify the Company of any change in their address and e-mail address.

5. The Register of Directors and their shareholding, maintained u/s 170 of the Companies Act, 2013 and Register of Contracts or Arrangements in which Directors are interested maintained u/s 189 of the Companies Act, 2013 and all other documents referred to in the notice and explanatory statement, will be available for inspection by the members of the Company at Registered office of the Company during business hours 10:00 A.M. to 06:00 P.M. (except Saturday and Sunday) up to the date of Annual General Meeting and will also be available during the Annual General Meeting.

6. During the period beginning 24 hours before the time fixed for the commencement of the meeting and ending with the conclusion of the meeting, a member would be entitled to inspect the proxies lodged at any time during the business hours of the Company, provided that not less than 1 day of notice in writing is given to the Company.

7. Members/ proxies attending the meeting are requested to bring their duly filled admission/ attendance slips sent along with the notice of Annual general meeting at the meeting.

8. Corporate Members sending their authorized representative to attend the AGM are requested to send certified copy of Board Resolution authorizing the representative to attend and vote on their behalf at the meeting.

9. Members desirous to inspect the documents pertaining to the resolutions proposed at the meeting may write to the Company's mail id cs@sonaselection.com or info@ sonaselection.com.

STATEMENT PURSUANT TO SECTION 102(1) OF THE COMPANIES ACT, 2013

Item No. 3

In accordance with the provisions of Section 148 of the Companies Act, 2013 (the Act) and the Companies (Audit and Auditors) Rules, 2014 (the Rules), the Company is required to appoint a cost auditor to audit the cost records of Company. On the recommendation of the Audit Committee at its meeting held on **14th August, 2026**, the Board has approved the appointment of **M/s. K.C. Moondra & Associates, Cost Accountants** as the **Cost Auditor of the Company for the financial year 2026-27** at a remuneration of **Rs. 40,000/- (Rupees Forty Thousand Only)**, exclusive of **reimbursement of GST and all out of pocket expenses incurred**, if any, in connection with the cost audit. The remuneration of the cost auditor is required to be ratified subsequently in accordance with the provisions of the Act and Rule 14 of the Rules. Accordingly, the Directors recommend the **Ordinary Resolution** to the Members for their acceptance.

None of the **Directors, Key Managerial Personnel and their relatives** are concerned or interested in the Resolution at **Item No. 3 of the Notice**.

By Order of the Board
For SONASELECTION INDIA LIMITED

Harish Sharma
(Company Secretary and Compliance Officer)

Date: 04/09/2026
Place: Bhilwara

SONASELECTION INDIA LIMITED

CIN: U17299RJ2022PLC079631 GSTIN: 08ABHCS8575K1ZI

FORM NO. MGT-11

PROXY FORM

(Pursuant to Section 105(6) of the Companies Act, 2013 and rule19 (3) of the Companies (Management and Administration) Rules, 2014)

Name of the Member(s):	
Registered Address:	
Email Id:	
Folio No/Client ID:	
DPID:	

I / We, being the member(s) of shares of the above-named Company, hereby appoint:

(1)	**Name.................................**	**Address...**
	Email ID..	Signature... or failing him/her
(2)	Name...	Address..
	Email ID..	Signature... or failing him/her

As my / our proxy to attend and vote (on a poll) for me /us and on my/our behalf at the Annual General Meeting of the Company, to be held on Saturday, 26th September 2026 at 04:00 P.M. at the registered office of the Company situated at 18 KM Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Rajasthan, 311025 at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	**Business**
1.	ADOPTION OF ANNUAL AUDITED FINANCIAL STATEMENTS AND REPORTS THEREON
2.	APPOINTMENT OF UMA NUWAL (DIN: 00104156), AS WHOLE TIME DIRECTOR OF THE COMPANY
3.	RATIFICATION OF COST AUDITOR'S REMUNERATION FOR FY 2026-27

Signed this day of ________________2026

Affix Revenue Stamp of Rs. 1/-

Signature of the Shareholder________________

Signature of Proxy_________________

ATTENDANCE SLIP

PLEASE COMPLETE THIS ATTENDANCE SLIP AND HAND IT OVER AT THE ENTRANCE OF THE MEETING HALL.

Joint shareholders may obtain additional attendance slips on request. (Folio Nos., DPID*, ClientID* & Name of the Shareholder/Joint holders/Proxy in BLOCK LETTERS to be furnished below)

Shareholder/Proxyholder	DPID*	Client ID*	Folio	No. of Shares held

I hereby record my presence at the Annual General Meeting of the Company, to be held on Saturday, 26th September, 2026 at 04:00 P.M. at the registered office of the Company situated at 18 KM Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Rajasthan, 311025.

SIGNATURE OF THE SHAREHOLDER OR PROXY__________________

NOTES:

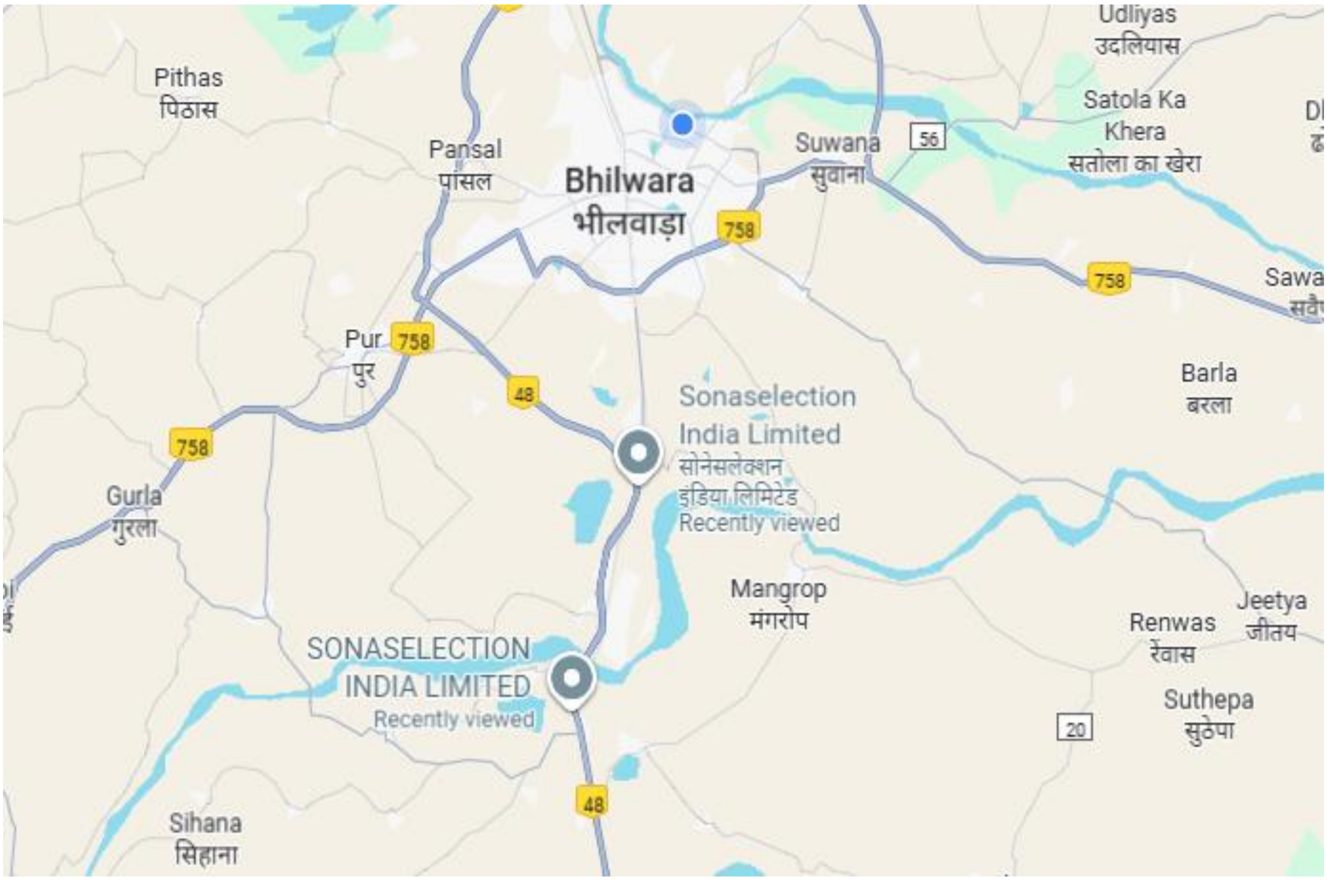
1. Shareholders/Proxy holders are requested to bring the admission slips with them when they come to the meeting and hand them over at the gate after affixing their signatures on them.

2. Shareholders intending to require any information to be explained in the meeting are requested to inform the company at least 3 hours in advance of their intention to do so, so that the papers relating thereto may be made available if the Chairman permits such information to be furnished.

3. Shareholders are requested to advise indicating their account numbers, the change in their address, if any to the company.

4. Shareholders are requested to bring their copies of the notice to the venue of the AGM.

ROUTE MAP OF THE VENUE OF AGM



DIRECTOR'S REPORT

To,
The Members,

Your directors are pleased in presenting their Fourth Directors Report on the business and operations of your Company together with the Audited Financial Statements and the Auditors' Report of your Company for the financial year ended, 31st March, 2026.

The summarized financial results for the year ended 31st March, 2026 are as under: -

FINANCIAL SUMMARY

(Amount in Rs. in Lakhs)

Particulars	STANDALONE		CONSOLIDATED	
	2025-2026	2024-2025	2025-2026	2024-2025
Total Income	51334.70	31646.60	51759.60	31646.60
Profit / Loss before depreciation and Tax	6702.70	4339.40	6708.50	4339.40
Less:- Depreciation	1903.20	1731.40	1903.30	1731.40
Profit/Loss before Tax	4799.50	2608.00	4805.20	2608.00
Total Tax Expenses	1401.30	751.70	1402.90	751.70
Profit/ Loss for the year	3398.20	1856.30	3402.30	1856.30

STATE OF COMPANY'S AFFAIRS / FINANCIAL PERFORMANCE

The Performance of your Company during F.Y. 2025-2026 is given above.

The Company has closed its books of account with a profit of Rs. 3,398.20 Lakhs for the financial year ended 31.03.2026 as compared to the profit of Rs. 1,856.30 Lakhs for the financial year ended 31.03.2025.

OPERATIONAL PERFORMANCE

During the year under review, the Company delivered an improved financial performance, as reflected in the audited standalone financial statements. The Company continued to strengthen its financial position, with notable growth across revenue, profitability and net worth parameters:

- **Revenue from Operations:** Revenue from operations increased to "₹512.70 crore", compared with "₹315.95 crore" in FY 2024-25, reflecting strong business growth during the year.

- **Total Income**: Total income stood at "₹513.35 crore", compared with "₹316.47 crore" in FY 2024-25.

- **EBITDA:** Profit before depreciation and tax, considered as an EBITDA proxy, increased to "₹67.03 crore", compared with "₹43.39 crore" in FY 2024-25, reflecting improved operating performance.

- **Profit Before Tax**: Profit before tax increased significantly to "₹48.00 crore", compared with "₹26.08 crore" in FY 2024-25.

- **Profit After Tax**: Profit after tax rose to "₹33.98 crore", compared with "₹18.56 crore" in FY 2024-25, demonstrating a strong improvement in overall profitability.

- **Total Assets**: Total assets stood at "₹465.94 crore" as at 31 March 2026, compared with "₹374.77 crore" as at 31 March 2025, reflecting an increase in the Company's asset base.

- **Total Equity**: Total equity increased to "₹104.12 crore" as at 31 March 2026, compared with "₹70.07 crore" as at 31 March 2025, strengthening the Company's capital base.

CHANGE IN THE NATURE OF BUSINESS

There is no change in the nature of the business of the Company during the year.

DIVIDEND

During the year under review, the Board of Directors did not recommend dividend for the year 2025-26.

CAPITAL STRUCTURE

During the year under consideration, the capital structure of the Company has been changed as under:

AUTHORIZED SHARE CAPITAL:
The Company increased its Authorised Share Capital from ₹22,00,00,000 (Rupees Twenty-Two Crore) to ₹60,00,00,000 (Rupees Sixty Crore) at the Extra-Ordinary General Meeting held on 04.11.2025. Accordingly, as at 31st March, 2026, the Authorised Share Capital of the Company stood at ₹ 60,00,00,000 (Rupees Sixty Crore) divided into 6,00,00,000 (Six Crore) Equity Shares of ₹10/- each.

SUBSCRIBED AND PAID UP CAPITAL:

i. On 20.08.2025, the Company converted 96,608 Compulsorily Convertible Debentures (CCDs) into 4,83,040 Equity Shares pursuant to the applicable conversion terms, including the Bonus issue in the ratio of 1:5.

ii. On 10.11.2025, the Company allotted 2,61,71,496 Equity Shares to the existing shareholders pursuant to a Bonus issue in the ratio of 1:1.6.

At the end of the financial year 2025-26, the issued, subscribed and paid-up equity share capital of the Company was ₹42,52,86,810/- divided into 4,25,28,681 equity shares of ₹10/- each, as reflected in the audited Statement of Changes in Equity.

EXTRACT OF ANNUAL RETURN

As required under Section 134(3)(a) of the Act, the Annual Return for the financial year ended on 31st March 2026 in Form MGT-7 pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014 is put on the Company's website and can be accessed at https://sonaselection.com

HOLDING/SUBSIDIARY/ASSOCIATE COMPANIES

As on March 31, 2026, the Company have one Subsidary company which details as follows:

S. No.	Name and address of the Company	CIN No.	Holding/ Subsidiary/ Associate	% of share held	Applicable Section
1	M/s Sioonah Enterprises Private Limited	U14101RJ2025PTC104079	Wholly Owned Subsidiary	100%	Section 2(87) if Companies Act, 2013

During the year under review, the Company held a 100% investment in Sionnah Enterprises Private Limited, which is classified as a wholly owned subsidiary in the audited standalone financial statements. The carrying amount of the investment as at 31 March 2026 was ₹22.60 million.

AMOUNT TRANSFERED TO RESERVES

Your Directors did not propose to transfer any amount to reserves for the financial year ended 31st March, 2026. During the year, Securities Premium of ₹117.43 million and Retained Earnings of ₹144.28 million were utilised towards the issue of fully paid-up Bonus Shares to the existing shareholders, as reflected in the audited Statement of Changes in Equity.

CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements of the Company are prepared in accordance with relevant Accounting Standards issued by the Institute of Chartered Accountants of India and form part of this annual report. A statement containing the salient features of the Company's subsidiaries, associate and joint venture Company in the prescribed form AOC-1 is enclosed as **Annexure -1** to the Annual Report.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

Your Company's Board comprises of the following directors: -

Sr. No	DIN	Name	Designation	Category	Date of Appointment
1	00104156	Uma Nuwal	Whole-Time Director	Promoter	11/02/2022
2	01474313	Harshil Nuwal	Managing Director	Promoter	11/02/2022
3	00104154	Subhash Chandra Nuwal	Non-executive Director	Promoter	11/02/2022
4	08921365	Aditi Kakhani	Director	Independent	18/01/2025
5	10048774	Kanhaiya Lal Acharya	Director	Independent	18/01/2025
6	09291860	Kamlesh Kumar Choudhary	Director	Independent	30/09/2025

All Independent Directors of the Company have given declarations that they meet the criteria of independence as laid down under Section 149(6) of the Act and Regulation 16(1)(b) of SEBI (LODR) Regulations, 2015. The Board is of the opinion that Independent Directors of the Company fulfil the conditions of independence specified in the Act and the SEBI (LODR) Regulations and that they are independent of the management.

MEETINGS OF THE BOARD OF DIRECTORS

The Board met 18 (Eighteen) times during the financial year 2025-26 i.e., on 10.04.2025, 12.05.2026, 19.05.2026, 06.06.2025, 07.07.2025, 23.07.2025, 20.08.2025, 21.08.2025, 28.08.2025, 08.09.2025, 06.10.2025, 28.10.2025, 10.11.2025, 27.11.2025, 05.12.2025, 10.12.2025, 15.01.2025 and 07.02.2026. The necessary quorum were present for all the meetings. The intervening period between the Board Meetings were well within the maximum time between the two meetings prescribed under section 173 of the Companies Act, 2013.

The annual calendar of meetings is broadly determined at the beginning of each year. The details of the meetings held during the year are as under:

Board Meetings			Attendance	
S. No.	**Date of Meeting**	**Total Number of directors as on the date of meeting**	**Number of directors attended**	**% of attendance**
1.	10/04/2025	5	5	100
2.	12/05/2025	5	5	100
3.	19/05/2025	5	5	100
4.	06/06/2025	5	5	100
5.	07/07/2025	5	5	100
6.	23/07/2025	5	5	100
7.	20/08/2025	5	5	100
8.	21/08/2025	5	5	100
9.	28/08/2025	5	5	100
10.	08/09/2025	5	5	100
11.	06/10/2025	6	6	100
12.	28/10/2025	6	6	100
13.	10/11/2025	6	6	100
14.	27/11/2025	6	6	100
15.	05/12/2025	6	6	100
16.	10/12/2025	6	6	100
17.	15/01/2026	6	6	100
18.	07/02/2026	6	6	100

COMMITTEES OF THE BOARD OF DIRECTORS OF THE COMPANY

The Board of Directors has constituted the following Committees :

AUDIT COMMITTEE

Your Company has a duly constituted Audit Committee, the composition and charter of which are in line with the requirements of Section 177 of the Companies Act, 2013 read with the rules made thereunder and

Regulation 18 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015. The Board has re-constituted the Audit Committee on 28.10.2025.

The composition of the Audit Committee is as follows:

Name of Member	Designation in Committee	Category/Position in Company
Mr. Kanhaiya Lal Acharya	Chairperson	Independent Director
Mrs. Aditi Kakhani	Member	Independent Director
Mr. Kamlesh Kumar Choudhary	Member	Independent Director
Mr. Harshil Nuwal	Member	Managing Director

During the year under review, seven meeting of the Audit committee was held on 10.04.2025, 19.05.2025, 20.08.2025, 27.11.2025, 05.12.2025, 10.12.2025 & 07.02.2026 and all the members were present in that meeting.

Mr. Harish Sharma, Company Secretary and Compliance Officer shall act as the secretary of the Audit Committee.

NOMINATION & REMUNERATION COMMITTEE ("NRC")

Pursuant to the provisions of Section 178 of the Companies Act, 2013 read with the rules made thereunder and Regulation 19 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, the Company has duly re - constituted a Nomination and Remuneration Committee on 28.10.2025.

The composition of the Nomination and Remuneration Committee is as follows:

Name of Member	Designation in Committee	Category/Position in Company
Mr. Kamlesh Kumar Choudhary	Chairperson	Independent Director
Mr. Aditi Kakhani	Member	Independent Director
Mr Subhash Chandra Nuwal	Member	Non-executive Director

During the year under review, one meeting of the Nomination and Remuneration Committee was held on 08.09.2025 and all the members were present in that meeting. The committee has also formulated the Nomination and Remuneration Policy which specified for the criteria for determining qualifications, positive attributes, and independence of a director for identifying the persons or key managerial personnel for appointment and remuneration.

During the year under review, all the recommendations made by the Nomination and Remuneration Committee were accepted by the Board.

STAKEHOLDER RELATIONSHIP (SRC) COMMITTEE

The Company has constituted a Stakeholders' Relationship Committee in accordance with section 178 of the Companies Act, 2013 and the SEBI (LODR) Regulations, 2015. The Committee considers and approves various requests regarding annual report and to redress complaints of the shareholders. The Stakeholders' Relationship Committee comprises the following Directors::

Name of Member	Designation in Committee	Category/Position in Company
Mr. Kamlesh Kumar Choudhary	Chairperson	Independent Director
Mrs. Aditi Kakhani	Member	Independent Director
Subhash Chandra Nuwal	Member	Non-executive Director
Mr. Harshil Nuwal	Member	Managing Director

During the financial year 2025-26, the Stakeholders' Relationship Committee met on 18.02.2026.

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Company has constituted a CSR Committee in accordance with section 135 of the Companies Act, 2013. The CSR Committee comprises the following Directors:

Name of Director	Position in the Committee	Designation
Uma Nuwal	**Chairperson**	**Whole-time Director**
Harshil Nuwal	**Member**	**Managing Director**
Aditi Kakhani	**Member**	**Independent Director**

During the financial year 2025-26, the CSR Committee met on 18.02.2026.

MEETINGS OF THE MEMBERS

The 3rd Annual General Meeting of the Company for the financial year 2024-25 was held on 30/09/2025 at the Registered Office of the Company.

During the financial year 2025-26, the Company convened two (2) Extra-Ordinary General Meetings on 28th June, 2025 and 04th November, 2025, to transact the businesses as set out in the respective notices of the meetings.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013

During the year under review, the company has not given any loan or provide guarantees/security or made investments, which covered under section 186 of the Companies Act, 2013.

MATERIAL CHANGES AND COMMITMENTS AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

There was no material changes and commitments affecting the financial position of the company which have occurred between the end of the financial year of the company to which the financial statements relate and the date of the report

DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE

No significant and material orders were passed by the regulators or courts or tribunals which affect the going concern status and future operation of the Company.

PARTICULARS OF CONTRACTS OR ARRANGMENTS MADE WITH THE RELATED PARTIES

During the year, the Company entered into transactions with Related Parties which fall within the purview of Section 188 of the Companies Act, 2013. The particulars of such contracts/arrangements are disclosed in Form AOC–2 and annexed herewith as ***Annexure – 2*** to this Report.

DISCLOSURE OF REMUNERATION OF EMPLOYEES COVERED UNDER RULE 5(2) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

In accordance with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended, the details of the top ten employees of the Company in terms of remuneration drawn during the year are provided in ***Annexure – 6*** to this Report.

NAMES OF THE COMPANIES WHICH HAVE BECOME OR CEASED TO BE SUBSIDIARIES, JOINT VENTURES OR ASSOCIATE COMPANIES

During the year under review, there was no new Subsidiary, Joint Venture or Associate Company made or ceased

DEPOSITS

The Company has not accepted any deposits under the applicable provisions of the Companies Act, 2013 and the rules framed there under.

STATUTORY AUDITORS AND AUDITORS' REPORT

At the First Annual General Meeting held on September 29, 2023, M/s Pokharna Somani & Associates, Chartered Accountants, Bhilwara (Firm Registration No. 011535C), were appointed as Statutory Auditors of the Company to hold office till the conclusion of the 6th Annual General Meeting of the Company.

There is no qualification, reservation or adverse remarks or disclaimer made by the Auditors in their report.

FRAUD'S REPORTED BY AUDITORS OTHER THAN THOSE WHICH ARE REPORTABLE TO THE CENTRAL GOVERNMENT U/S 143(12)

There were no frauds reported by the any of the auditors under section 143(12) of Companies Act, 2013 during their course of audit for the financial year 2025-26.

COST AUDITORS

Pursuant to Section 148 of the Companies Act, 2013 and the rules made thereunder, the Board of Directors has appointed M/s K. C. Moondra & Associates, Practicing Cost Accountants, as Cost Auditors of the Company for the financial year 2026-27, at a remuneration of ₹40,000/-, subject to ratification of the remuneration by the members in the ensuing AGM..

INTERNAL AUDITORS

Pursuant to Section 138 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014, the Board of Directors has appointed CA Nikhil Dadhich (PAN: GHJPD7236P, Membership No.: 466530) as the Internal Auditor of the Company to undertake the Internal Audit for the financial year 2026-27. The role of the Internal Auditor includes, but is not limited to, reviewing internal audit observations and monitoring the implementation of corrective actions required, reviewing various policies, and ensuring their proper implementation.

The suggestions of the Internal Auditor were reviewed, and necessary corrective and preventive actions were taken in consultation with the Audit Committee. The Internal Auditor conducts the internal audit of the functions and operations of the Company and reports to the Audit Committee and the Board from time to time.

SECRETARIAL AUDITORS

During the year under review, as per provisions of Section 204 of the Companies Act, 2016 read with rules made thereunder and the Regulation 24A of the SEBI (LODR) Regulations, 2015 as amended, the company is required to appoint Secretarial Auditors for a period of Five years in the General Meeting of the Members. The Shareholders has appointed M/s. R K Jain & Associates, Practicing Company Secretary as Secretarial Auditors from the FY 2025-26 to FY 2029-30 in the 3rd AGM of the Company.

The Report of Secretarial Auditors is annexed as **Annexure – 4.** The observations, adverse remarks made in the Secretarial Audit Reports were of procedural errors and inadvertent errors/mistakes in the filling and filing of the various Forms with MCA and the management of the company has taken the corrective measures and submit some of the Forms to MCA to rectify the errors/ mistakes.

DISCLOSURES UNDER SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION & REDRESSAL) ACT, 2013

Your Company has always believed in providing a safe and harassment free workplace for every individual working in its premises through various interventions and practices. The Company always endeavors to create and provide an environment that is free from discrimination and harassment including sexual harassment.

The Company has adopted a policy for prevention of sexual harassment at the workplace, in line with the requirements of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("POSH Act"). An Internal Complaints Committee ("ICC") has been duly constituted as per the provisions of the POSH Act to redress complaints regarding sexual harassment at the workplace.

During the financial year under review, the Company has complied with all the provisions of the POSH Act and the rules framed thereunder. Further details are as follow:

a.	Number of complaints of Sexual Harassment received in the Year	0
b.	Number of Complaints disposed-off during the year	NA
c.	Number of cases pending for more than ninety days	NA

DETAILS OF APPLICATION MADE OR PROCEEDING PENDING UNDER INSOLVENCY AND BANKRUPTACY CODE 2016

During the financial year under review, there were no application/s made or proceeding were pending in the name of the company under the Insolvency and Bankruptcy Code, 2016.

DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS

During the Financial year under review, there were no One Time Settlement of Loans taken from Banks and Financial institutions.

SECRETARIAL STANDARDS

The Company has Complied with the applicable Secretarial Standards (as amended from time to time) on meetings of the Board of Directors and Meeting of Shareholders (EGM/AGM) i.e. SS-1 and SS-2 issued by The Institute of Company Secretaries of India and approved by Central Government under section 118(10) of the Companies Act, 2013.

INTERNAL CONTROL SYSTEMS

The Company's internal control systems are adequate and commensurate with the nature and size of the Company and it ensures:
- Timely and accurate financial reporting in accordance with applicable accounting standards.
- Optimum utilization, efficient monitoring, timely maintenance and safety of its assets.
- Compliance with applicable laws, regulations and management policies.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The particulars as required under Section 134(3)(m) of the Companies Act, 2013, read with Rule 8(3) of the Companies (Accounts) Rules, 2014, are annexed to this Report as ***Annexure – 5*.**

LIQUIDITY

Your Company maintains sufficient cash to meet our strategic objectives. We clearly understand that the liquidity in the Balance Sheet is to ensure balance between earning adequate returns and the need to cover financial and business risks. Liquidity also enables your Company to position itself for quick responses to market dynamics.

CORPORATE SOCIAL RESPONSIBILITY

In accordance with the provisions of Section 135 of the Companies Act, 2013, the total CSR liability of the Company for the Financial Year 2025-26 was ₹19.27 lakhs. During the year, the Company has spent ₹19.58 lakhs towards various social and welfare initiatives aligned with the activities prescribed under Schedule VII of the Act.

A brief outline of the CSR Policy of the Company, along with the details of initiatives undertaken during the year, is annexed to the Directors' Report as ***Annexure – 3****.*

STATEMENT SHOWING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximize the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework.

DIRECTORS' RESPONSIBILITY STATEMENT

Pursuant to the requirements of Section 134(5) of the Companies Act, 2013, it is hereby confirmed:

a) That in the preparation of the annual accounts for the period ended 31.03.2026, the applicable accounting standards have been followed along with proper explanation relating to material departures;

b) That the Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and the loss of the Company for the period ended 31.03.2026;

c) That the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act,2013, for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

d) That the Directors had prepared the annual accounts on a going concern basis and

e) That 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.

ACKNOWLEDGEMENT

Your Board takes this opportunity to place on record their appreciation for the dedication and commitment of employees shown at all levels. Your Board also wishes to place on record its appreciation for the services rendered by its auditor, consultants business partners, Bankers, Service Providers as well as regulatory and government authorities for extending support and placing their faith and trust on the Board.

For and on behalf of the Board of Directors
Sonaselection India Limited

Date – 04.09.2026	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Place – Bhilwara	**Managing Director**	**Director**
	DIN – 01474313	**DIN - 00104156**

Annexure-1

FORM NO. AOC-1

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

Statement containing salient features of the financial statement of Subsidiaries / Associate Companies / Joint Ventures

Name of the Company: SONASELECTION INDIA LIMITED

CIN: U17299RJ2022PLC079631 **Financial Year:** 01 April 2025 to 31 March 2026

PART "A": SUBSIDIARIES

Sr. No.	Particulars	Details / Amount (₹)
1	CIN / any other registration number of subsidiary company	U14101RJ2025PTC104079
2	Name of the subsidiary	SIONNAH ENTERPRISES PRIVATE LIMITED
3	Date since when subsidiary was acquired	01 July 2025
4	Provisions pursuant to which the company has become a subsidiary [Section 2(87)(i) / Section 2(87)(ii)]	Section 2(87)(ii) – control of more than one-half of the total voting power
5	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	01 April 2025 to 31 March 2026 (same reporting period)
6	Reporting currency	INR
7	Exchange rate as on the last date of the relevant financial year in case of foreign subsidiary	Not Applicable
8	Share capital	46,00,000/-
9	Reserves & surplus	1,84,32,009/-
10	Total assets	14,59,55,178/-
11	Total liabilities	14,59,55,178/-
12	Investments	Nil
13	Turnover	6,21,43,834/-
14	Profit before taxation	5,84,374/-
15	Provision for taxation	1,52,365/-
16	Profit after taxation	4,32,009/-
17	Proposed Dividend	Nil
18	% of shareholding	100.00%

Notes / disclosures:

1. Sionnah Enterprises Private Limited was incorporated on 01 July 2025 and its CIN is U14101RJ2025PTC104079.

2. The subsidiary's audited financial statements for the year ended 31 March 2026 report share capital of ₹46,00,000 and reserves & surplus of ₹1,84,32,009/-.

3. The audited Balance Sheet reports total assets and total liabilities of ₹14,59,55,178/- each.

4. The subsidiary's Statement of Profit and Loss reports revenue from operations of ₹6,21,43,834/-, profit before tax of ₹5,84,374/- and profit after tax of ₹4,32,009/-.

5. Current tax of ₹1,47,075/- and deferred tax of ₹5,290 are reported, aggregating to ₹1,52,365.

6. The notes to accounts disclose Sonaselection India Limited as holding 459,999 equity shares and 10 shares held by Harshil Nuwal on behalf of Sonaselection India Limited, with 100.00% holding disclosed.

PART "B": ASSOCIATES AND JOINT VENTURES

No associate company or joint venture is reported in the information provided for the financial year ended 31 March 2026. Accordingly, Part B is Not Applicable.

For and on behalf of the Board of Directors
Sonaselection India Limited

Date – 04.09.2026	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Place – Bhilwara	**Managing Director**	**Director**
	DIN – 01474313	**DIN - 00104156**

Annexure 2

PARTICULARS OF CONTRACTS/ARRANGEMENTS MADE WITH RELATED PARTIES

(*Pursuant to Clause(h) of Sub section (3) of section 134 of the Companies Act 2013 and Rule 8(2) of the Companies (Accounts) Rules, 2014 –**Form AOC -2***)

Name of the Company: SONASELECTION INDIA LIMITED
Financial Year: 2025-26 (year ended March 31, 2026)

This form pertains to the 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 arm's length transaction under third proviso thereto

DETAILS OF CONTRACTS/ ARRANGEMENTS/ TRANSACTIONS NOT AT ARM'S LENGTH BASIS

There were no contracts or arrangements or transactions entered into during the year ended March 31, 2025, which were not at arm's length Basis**.**

DETAILS OF CONTRACTS/ ARRANGEMENTS/ TRANSACTIONS AT ARM'S LENGTH BASIS

Details of contracts or arrangements or transactions at arm's length basis for the year ended March 31, 2025 are as follows:

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration	Salient terms of the contracts / arrangements / transactions including value	Date(s) of approval by Board, if any	Amount paid as advances, if any
1	Sona Styles Limited – Related Party / Group Entity	Purchase of goods/materials and job processing charges	Ongoing during FY 2025-26	Transactions were entered into in the ordinary course of business and on arm's length basis. Aggregate value during FY 2025-26: ₹249.10 Million (₹24.91 Crore).	As approved by the Board / Audit Committee, as applicable	Nil
2	Sona Processors India Limited – Related Party / Group Entity	Purchase of goods/materials and job processing charges	Ongoing during FY 2025-26	Transactions were entered into in the ordinary course of business and on arm's length basis. Aggregate value during	As approved by the Board / Audit Committee, as applicable	Nil

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration	Salient terms of the contracts / arrangements / transactions including value	Date(s) of approval by Board, if any	Amount paid as advances, if any
				FY 2025-26: ₹63.23 Million (₹6.323 Crore).		

For and on behalf of the Board of Directors
Sonaselection India Limited

Date – 04.09.2026
Place – Bhilwara

Harshil Nuwal
Managing Director
DIN – 01474313

Subhash Chandra Nuwal
Director
DIN – 00104156

Annexure 3

The Annual Report on CSR Activities for Financial Year Ended 31st March, 2026
(Information pursuant to section 134 (3) (0) of the Companies Act, 2013 read with the Rule 8 & 9 of (Companies CSR Rule, 2014)

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

The CSR activities of the Company are carried out directly and also through contribution/donation made to other organisation/institution for the activities specified under Schedule VII of the Companies Act, 2013. As per CSR policy, the Company endeavours to make CSR a key business process for sustainable development and continuously enhance shareholder's wealth it is also committed to encourage its other stakeholders to conduct its business in an accountable manner that creates a sustained positive impact on society. Our Company's CSR Committee believes that it is important for the organization to focus on philanthropic activities in terms of animal welfare, medical facilities, prevention from hunger & poverty, promotion of educational activities, empowering women, making available safe drinking water, setting up old age homes, environment protection, health care, promote to sports etc.

The Company has framed a CSR Policy in compliance with the provisions of the Companies Act, 2013 and the same has been placed at the website of the Company https://www.sonaselection.com.

2. Composition of CSR Committee: The Company has not constituted a Corporate Social Responsibility (CSR) Committee in terms of the exemption provided under Section 135(9) of the Companies Act, 2013, as the CSR expenditure obligation of the Company does not exceed ₹50 lakh.

CORPORATE SOCIAL RESPONSIBILITY (CSR) COMMITTEE

The Board of the Company has constituted a CSR Committee in accordance with section 135 of the Companies Act, 2013 during the year 2025-26. The CSR Committee comprises the following Directors:

Name of Director	Position in the Committee	Designation
Uma Nuwal	Chairperson	Whole-time Director
Harshil Nuwal	Member	Managing Director
Aditi Kakhani	Member	Independent Director

During the financial year 2025-26, the CSR Committee met on 18.02.2026 and CSR Policy has been approved.

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company - https://www.sonaselection.com.

4. Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014: Not Applicable

5. Details of the amount available for set off in pursuance of sub-rule (3) of rule 7 of the Companies (Corporate Social Responsibility Policy) Rules, 2014 and amount required for set off for the financial year, if any
Amount available for set off for the financial year: **NIL.**

Average net profit of the company as per section135(5)- **Rs.** 18,36,22,518/- as per below detail:

Financial Year	Profit (Rs.)
2024-2025	26,17,69,447
2023-2024	16,86,34,853
2022-2023	12,04,63,253
Total	55,08,67,553
Average Profit of above said Profit	18,36,22,518

(a) Two percent of average net profit of the company as per section135(5) - Rs. 36,72,450.
(b) Surplus arising out of the CSR projects or programs or activities of the previous financial Years - **NIL.**
(c) Amount required to be set off for the financial year 2025-26: Rs. 76,047/-
(d) Total CSR obligation for the financial year (7a+7b-7c) - Rs. 35,96,403/-

6. (a) CSR amount spent or unspent for the financial year:
I.Total amount to be spent for the financial year: Rs. 35,96,403/-
II.Amount unspent as on 31.03.2025: NIL
III.Amount spent on CSR activities for the F.Y. 2024-25: Rs. 37,43,000/-
IV.Manner in which the amount spent during FY 2024-25 is detailed below:

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

(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)	
Sl. No.	**Name of the Project**	**Item from the list of activities in schedule VII to the Act**	**Local area (Yes/No)**	**Location of the project**		**Amount spent for The project (Rs in Lacs)**	**Mode of implementa-tion - Direct (Yes/No)**	**Mode of implementation -Through Implementing Agency**	
				State	District			Name	CSR Registration number
- Not Applicable -									

(c) Details of CSR amount spent against other than ongoing projects for the financial year: Rs. 37,43,000/-

(d) Amount spent in Administrative Overheads: NIL
(e) Amount spent on Impact Assessment, if applicable: N.A.
(f) Total amount spent for the Financial Year(8b+8c+8d+8e): Rs 37,43,000/-
(g) Excess amount for set off, if any: Not Applicable

Sl. No.	Particular	Amount (Rs)
(i)	Two percent of average net profit of the company as per section135(5)	36,72,450
(ii)	Total amount spent for the Financial Year (7C+8F)	38,19,047

Sl. No.	Particular	Amount (Rs)
(iii)	Excess amount spent for the financial year [(ii)-(i)]	1,46,597
(iv)	Surplus arising out of the CSR projects or programmers or activities of the previous financial years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	1,46,597

7. (a) Details of Unspent CSR amount for the preceding three financial years:

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under Sec. 135 (6) (in Rs.)	Amount spent in the reporting Financial Year (in Rs.)	Amount transferred to any fund specified under Schedule VII as per section 135(6), if any			Amount remaining to be spent in succeeding Financial years. (in Rs.)
				Name of the Fund	Amount (in Rs.)	Date of transfer	

(b) Detail of CSR amount spent in the financial year for ongoing projects of the preceding financial year(s):

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
Sl. No.	**Project ID**	**Name of the** Project	**Financial** Year in which the project was commenced	**Project** duration	**Total** amount allocated for the project (in Rs.)	**Amount** spent on the project in the reporting Financial Year (in Rs.)	**Cumulative** amount spent at the end of reporting Financial Year (in Rs.)	**Status of** the project- Completed /Ongoing
Not Applicable								

8. In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year : **No Assets Created or acquired through CSR expenditure in the financial Year.**
9. Specify the reason (s), if the company has failed to spend two percent of heave rage net profit as per section135(5): **Not Applicable**

For and on behalf of the Board of Directors
Sonaselection India Limited

Date – 04.09.2026
Place – Bhilwara

Harshil Nuwal
Managing Director
DIN – 01474313

Subhash Chandra Nuwal
Director
DIN – 00104156

Annexure-4

CONSERVATION OF ENERGY, RESEARCH AND DEVELOPMENT, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO
(Pursuant to Rule 8(3) of the Companies (Accounts) Rules, 2014)

PARTICULARS	For the year Ended 31.03.2026	For the year Ended 31.03.2025
A: CONSERVATION OF ENERGY	The Company is continuously putting its efforts to improve energy management by way of monitoring energy related parameters on regular basis.	
1. Electricity a. Purchase Units (in Lacs)	61.15	82.40
Total Amount (in Lacs)	587.88	686.81
Rate/Unit (Amount in Rs)	9.61	8.34
b. Own Generation		
Through Diesel generator		
Unit (In Lacs)	0.78	1.28
Unit Per ltr. of diesel oil	2.85	2.60
Cost / Unit (Rs)	31.25	34.58
2. COAL & PETCOCK USED FOR GENERATION OF STEAM IN BOILER AND TO HEAT THERMIC FLUID OIL IN THERMOPAC		
- Quantity (In Tones)	58400.25	47431.71
- Total Cost (In Lacs)	2873.37	2197.46
- Average rate/M.T		4632.96
B. Consumption per unit of production		
(Product Synthetic Fabrics)	677.64	589.41
Electricity per MTR of Fabric in unit	0.09	0.14
Fuel per MTR of Fabric/Kg.	0.84	0.80
B. TECHNOLOGY ABSORPTION, ADOPTION AND INNOVATION Expenditure incurred on R&D during the year.	Company is regularly investing and importing newer processing machinery to upgrade the technology and give value added products.	
-Capital Expenditure	Nil	Nil
-Recurring Expenditure -	The expenditure form the part of general expenses of the company, the precise amount is not quantifiable.	
C. FOREIGN EXCHANGE EARNINGS AND OUT GO.	Rs. in Lacs	Rs. in Lacs

PARTICULARS	*For the year Ended 31.03.2026*	*For the year Ended 31.03.2025*
A: CONSERVATION OF ENERGY	*The Company is continuously putting its efforts to improve energy management by way of monitoring energy related parameters on regular basis.*	
Foreign exchange earnings	*0.00*	*0.00*
Foreign exchange outgo	*155.91*	*492.08*

For and on behalf of the Board of Directors
Sonaselection India Limited

Date – 04.09.2026
Place – Bhilwara

Harshil Nuwal
Managing Director
DIN – 01474313

Subhash Chandra Nuwal
Director
DIN – 00104156

Annexure-5

Form No. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED ON 31ST MARCH, 2026

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

To
The Members
SONASELECTION INDIA LIMITED

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Sonaselection India Limited (hereinafter referred as "the Company") for the financial year ended March 31, 2026 ("period under review"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute 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 representative during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the period under review, 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, returns filed and other records maintained by the Company for the period under review according to the provisions of applicable law provided hereunder:

1. The Companies Act, 2013 (the Act) and the rules made thereunder and re-enactment thereof;
2. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
3. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
4. The Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment (FDI), Overseas Direct Investment (ODI) and External Commercial Borrowings (ECBs); ***There was no FDI, ODI and ECBs during the period under review.***
5. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'), to the extent applicable:-
   (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; ***Not applicable to the company during the period under review.***
   (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
   (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;
   (d) Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021. ***Not applicable to the company during the period under review.***
   (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021; ***Not applicable to the company during the period under review.***
   (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 and The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2025 regarding the Companies Act and dealing with client;
   (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021. ***Not applicable to the company during the period under review.***
   (h) The Securities and Exchange Board of India (Buy Back of securities) Regulations, 2018. ***Not applicable to the company during the period under review.***
   (i) The SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.
   (j) Securities and Exchange Board of India (Depositories & Participants) Regulations, 2018.

6. Specific laws applicable to the industry to which the Company belongs, as confirmed by the management, no specific law is applicable to the Company.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India.

(ii) The Listing Agreements entered into by the Company with BSE Limited and SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015.

We report that during the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above.

We further report that:-

- 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 and other applicable laws.

- Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda 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.

- All decisions of the Board and Committees were carried with requisite majority.

We further report that based on review of compliance mechanism established by the Company and on the basis of the Compliance Certificate(s) issued by the Company Secretary and taken on record by the Board of Directors at their meeting(s), we are of the opinion that there are adequate systems and processes in the company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period, the company has undertaken the below mentioned specific event/ action that can have a major bearing on the company's compliances responsibility in pursuance of the above referred laws, rules, standards, etc.:

1. Conversion of Compulsorily Convertible Debentures (CCDs) into Equity: During the year under review, the Company converted 96,608 Compulsorily Convertible Debentures (CCDs) into 96,608 Equity Shares in the ratio of 1:1. Subsequently, the Company also issued and allotted Bonus Equity Shares in the ratio of 1:4 to the eligible shareholders, pursuant to the requisite approvals and in compliance with the applicable provisions of the Companies Act, 2013 and rules made thereunder.

2. Issue of Bonus Shares: During the year under review, the Company issued and allotted Bonus Equity Shares to all eligible shareholders in the ratio of **1:1.6**, i.e., **1 (One) Bonus Equity Share for every 1.6 (One Point Six) existing Equity Shares held**, pursuant to the requisite approvals and in compliance with the applicable provisions of the Companies Act, 2013 and rules made thereunder.

3. The company has filed with MCA some of the e-forms with delay along with additional fees as prescribed by the Act.

4. The company has also filed Draft Red Hearing Prospectus (DRHP) to SEBI for proposed IPO during the year under review.

This Report is to be read with our letter of even date which is annexed as "Annexure A" and forms as an integral part of this report.

For **R K Jain and Associates**
Company Secretaries
Peer Review Certificate No. 1361/2021

CS R. K. JAIN
Proprietor
COP No. 5866
FCS No. 4584
UDIN: F004584H001326511

Place: Bhilwara
Date: 01.09.2025

Annexure A'

To
The Members
SONASELECTION INDIA LIMITED

Our Secretarial Audit Report of even date is to be read along with this letter:

1. Maintenance of secretarial record 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 the test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide reasonable basis of 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 event, etc.

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

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

For **R K Jain and Associates**
Company Secretaries
Peer Review Certificate No. 1361/2021

CS R. K. JAIN
Proprietor
COP No. 5866
FCS No. 4584
UDIN: F004584H001326511

Place: Bhilwara
Date: 01.09.2025

Annexure-6

DETAILS OF TOP TEN EMPLOYEES IN TERMS OF REMUNERATIONS PAID

(Under section 197 of the Companies Act, 2013 read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2016)

S. No	Name	Designation/ Department	Annual Remuneration	Date of commencement of employment	Qualification	Experience	Age	Regular/ Contractual	Last Employment
1	VIPIN KUMAR DIWEDI	VP	29,78,400	01.06.2024	M.B.A. (Marketing)	21	49	Regular	Nitin Spinners Limited
2	AJAY SINGH	DGM, Marketing	21,78,396	17.08.2024	B.B.A	35	53	Regular	Nitin Spinners Limited
3	AJAY JAIN	VP	12,97,200	01.01.2024	B.TECH (Textile)	23	47	Regular	Nahar Industrial Enterprises Ltd.
4	RAJNIKANT SARASWAT	GM	10,10,172	01.08.2022	M.Com	38	64	Regular	Sharda Syntex Private Limited
5	VIKUL KUMAR	QA Head	11,01,200	01.04.2024	B.SC+ Diploma	21	42	Regular	Nahar Industrial Enterprises Ltd.
6	SAURABH SUMAN	HR-HEAD	10,31,400	10.06.2024	MBA-HR	18	40	Regular	BIRLA CENTURY
7	VIJAY SINGH MANDAN	TM	8,80,000	21.04.2025	B.TECH (Textile)	40	63	Regular	Sangam India Limited
8	VIPIN AGARWAL	GM	8,70,840	01.06.2022	B.Com	22	48	Regular	Sona Processors (India) Limited
9	HARISH SHARMA	C.S.	7,90,000	01.11.2024	C.S. + MBA, M.Com, B.B.A.	9	35	Regular	Sudiva Spinners Private Limited
10	RAMESH CHANDRA VYAS	CFO	6,29,992	01.09.2022	M.COM+ C.A.	11	38	Regular	Madhya Bharat Agro Products Limited

Notes-

1. None of the employees was in receipt remuneration in excess of remuneration exceeding Rs 1 Crore other than Shri Harshil Nuwal, Managing Director of the Company.

For and on behalf of the Board of Directors
Sonaselection India Limited

Date – 04.09.2026
Place – Bhilwara

Harshil Nuwal	**Subhash Chandra Nuwal**
Managing Director	**Director**
DIN – 01474313	**DIN – 00104156**

POKHARNA SOMANI & ASSOCIATES
CHARTERED ACCOUNTANTS
Ph.: +91 1482 241112
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Address : 12 PS House, Sancheti Colony, Mirchi Mandi Road, Bhilwara-311001

INDEPENDENT AUDITORS' REPORT

To the Members of SONASELECTION INDIA LTD, BHILWARA

Report on the Financial Statements:

We have audited the accompanying financial statements of M/s SONASELECTION INDIA LTD, which comprise the Balance Sheet as at 31st March, 2026, Statement of Profit and Loss and Cash Flow Statement for the year ended 31st March, 2026 and a summary of significant accounting policies and other explanatory notes.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India of the state of affairs of the Company as at 31st March, 2026, and its loss and its cash flow for the year ended on that date

Basis for Opinion

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

Key Audit Matters

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

Information other than financial statements and Auditors report thereon

The company's Board of Directors are responsible for the preparation of the other information. The other information comprises of the information included in the management discussion and analysis, Board's report including Annexure to Board's Report but does not include the financial statements and our Auditors report thereon. Our opinion on financial statements does not cover the other information and we do not express any form of assurance or conclusion thereon. In connection with our audit of the financial statement, our responsibility is to read the other information and in doing so, consider whether the other information is materially inconsistent with the financial statement or other information obtained during the course of our audit or otherwise appear to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Management's Responsibility those charged with governance for the 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 of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the 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. The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility:

Our objectives are to obtain reasonable assurance about whether the 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 financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Auditor's Responsibility:
Our responsibility is to express an opinion on these standalone financial statements based on our audit. We have taken into account the provisions of the Act, the accounting and auditing standards and matters which are required to be included in the audit report under the provisions of the Act and the Rules made there under.

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and the disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal financial control relevant to the Company's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of the accounting estimates made by the Company's Directors, as well as evaluating the overall presentation of the financial statements.
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

Other Matters:
The comparative financial information of the Company for the transition date opening balance sheet as at 1st April 2024 and financial information as at March 31, 2025 included in these Ind AS Financial Statements, are based on the Financial Statements prepared in accordance with the Companies (Accounting Standards) Rules, 2021 audited by us whose report for the year ended March 31, 2024 dated September 02, 2024 and March 31, 2025 dated May 19, 2025 respectively expressed an unmodified opinion on those Financial Statements, and have been restated to comply with Ind AS.

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the Annexure A attached hereto our comments on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143(3) of the Act, we report that:
a. we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of our audit;

b. in our opinion proper books of account as required by law have been kept by the Company so far as appears from our examination of those books

c. the Balance Sheet, Statement of Profit and Loss, and Cash Flow Statement dealt with by this Report are in agreement with the books of account.

d. in our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. on the basis of written representations received from the directors as on March 31, 2026, and taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026, from being appointed as a director in terms of section 164(2) of the Companies Act, 2013

f. with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate Report in Annexure B.

g. With respect to other matters to be included in 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 explanation given to us:

(i)The Company has disclosed the impact of pending litigations on its financial position in its financial statements.
(ii)The company did not have any long term contract including derivative contracts for which there were any material foreseeable losses.
(iii)There are no amounts required to be transferred to the Investor Education and Protection Fund during the year by the Company.
iv) a) The management has represented that to the best of its knowledge and belief, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other persons or entities, including foreign entities ("Intermediaries"), 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 have been received by the company from any persons or entities, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

c) Based on the audit procedures that were considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) contain any material misstatement.

(v)The company has not paid any dividend during the year.

(vi) As per Provision to Rule 3(1) of the Companies (Accounts) Rules, 2014 and Based on our examination which included test checks, we report that the Company has used an accounting software For maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated during the year for all relevant transactions recorded in the software. Further, during the course of our audit we have not come across any instance of the audit trail feature being tampered with.

For: POKHARANA SOMANI & ASSOCIATES
Chartered Accountants
Firm Registration Number 011535C

(SUMIT BUMB)
PARTNER
M.NO 429413
UDIN : 26429413CQKGEN4044

PLACE : BHILWARA
DATE : 01.08.2026

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT:
The Annexure A referred to in Independent Auditor's Report to the members of the Company on the Standalone financial statements for the year ended 31st March, 2026, we report that:

1. a) (A) The Company is maintaining proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment
(B) The Company is maintaining proper records showing full particulars of intangible Assets

b) The Property, Plant and Equipment are physically verified by the management at reasonable intervals during the year and no material discrepancies were noticed on such verification as compared to the available records. In our opinion, the procedures followed by the management for such physical verification are reasonable and adequate in relation to the size of the company and nature of its business.

c) Immovable land were held in the name of the Company.

d) The Company has not revalued its Property, Plant and Equipment or intangible assets or both during the year. According, reporting under Clause 3 (i) (d) of the order is not applicable

e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibitions) Act, 1988 (as amended in 2016) and Rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable.

2. a) The physical verification of inventory has been conducted by the management during the year. In our opinion, the frequency of such verification is reasonable. The discrepancies noticed on verification of physical stock and the book records were not material in relation to the operations of the company. The discrepancies noticed on verification between physical stock and book records were not 10% or more in aggregate for each class of inventories.

b) The Company has been sanctioned working capital limits in excess of Rs.5 crore, in aggregate, from banks on the basis of security of current assets; according to the information and explanations given to us and on the basis of records examined by us, the quarterly returns and statements comprising stock and creditors statements, book debt statements and other stipulated financial information filed by the Company with such bank are not having material difference with the unaudited books of account of the Company, of the respective months/ quarters and those differences are of explainable items and in nature.

3. The Company has not granted any loans or provided advances in the nature of loans or stood guarantee or provided security to its subsidiaries and associates during the year. Accordingly, reporting under clause 3(iii)(a)(A) of the Order is not applicable.

4. According to the information and explanations given to us, The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 and the company has not provided any grant of loans, investments made, guarantees given and securities provided.

5. In our opinion and according to the information and explanations given to us, the Company has complied with directives issued by Reserve Bank of India and the provision of Sections 73 to 76, or any other relevant provisions of the Act and the Companies (Acceptance and Deposits) Rules, 2014, as amended, with regard to deposit accepted by the Company from the public or amounts which are deemed to be deposits. According to the information and explanations given to us, no order has been passed by the Company Law Board or National Company Law Tribunal or Reserve Bank of India or any Court or any other Tribunal.

6. As explained to us, the Central Government has prescribed maintenance of the cost records under section 148(1) of the Companies Act, 2013 in respect to the company's products. We are of the opinion

that prima facie, the prescribed accounts and records have been made and maintained by the company. However we have not made detailed examination of such records.

7. a) According to the records of the company, the company is regular in depositing with appropriate authorities undisputed statutory dues including Goods and Services Tax provident fund, employee's state insurance, income tax, sales tax, custom duty, cess, excise duty, service tax, value added tax and other statutory dues applicable to it. According to the information and explanations given to us, there are no amounts payable in respect of such statutory dues, which have remained outstanding as at 31st March, 2026 for a period more than six months.

   b) In our opinion and according to the information & explanations given to us, there are no dues in respect of income tax, wealth tax, Sales tax, excise duty, custom duty and cess that have not been deposited on account of any dispute.

8. According to the information and explanations given to us, the Company did not have any 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.

9. a) According to the information and explanations given to us, as also on the basis of the books and records examined by us, the Company has not defaulted in repayment of dues to financial institutions or banks or any lenders.

   b) According to the information and explanations given to us and on the basis of our audit procedures, the Company is not declared willful defaulter by any bank or financial institution or other lender.

   c) According to the information and explanations given to us and on the basis of the books and records examined by us, the term loans taken during the year have been applied for the purposes for which those were obtained.

   d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that funds raised on short-term basis have not been utilised for long-term purposes

   e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that during the year the Company has not taken any funds from an entity or person, on account of or to meet the obligations of its subsidiaries or associate companies.

10. a) According to the information and explanations given to us and on the basis of the books and records examined by us, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year. Accordingly, reporting under clause 3 (x) (a) of the Order is not applicable.

   b) During the year, the Company has allotted **4,83,040 equity shares** upon the conversion of Compulsorily Convertible Debentures (CCDs). According to the information and explanations given to us and based on our examination of the records, the Company has complied with the requirements of Section 42 and Section 62 of the Companies Act, 2013, where applicable. Furthermore, the Company issued **2,61,71,496 bonus shares** during the year. As this was a capitalization of reserves, it did not involve the raising of fresh funds."

11. a) On the basis of books and records of the Company examined by us and according to the information and explanations given to us, we report that no material fraud by the Company or any fraud on the Company has been noticed or reported during the year in the course of our audit.

b) According to the information and explanations given to us, no report under section 143(12) of the Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

c) According to the information and explanations given to us, the company is not covered under section 177(9) of the Companies Act during the year. Accordingly, reporting under clause 3(xi)(c) of the Order is not applicable.

12. The company is not a Nidhi Company hence this clause is not applicable.

13. According to the information and explanations given to us and on the basis of records of the Company examined by us, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and the details of such transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.

14. a) According to the information and explanations given to us, in our opinion 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, in determining the nature, timing and extent of our audit procedures.

15. According to the information and explanations given to us and on the basis of the books and records examined by us, the Company has not entered into non-cash transactions with directors or persons connected to its directors. Accordingly, reporting under clause 3(xv) of the Order is not applicable.

16. a) As per the information and explanations given to us and on basis of books and records examined by us, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934; the Company has not conducted any Non-banking Financial or Housing Finance activities during the year; the Company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly, reporting under clauses 3(xvi)(a), 3(xvi)(b) and 3(xvi)(c) of the Order are not applicable to the Company

b) The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934. Accordingly the reporting under clause 3(xvi)(b) of the order is not applicable to the company.

c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India. Accordingly the reporting under clause 3(xvi)(c) of the order is not applicable to the company.

d) The Group does not have any CIC, as part of the Group, According the reporting under clause 3(xvi)(d) of the order is not applicable to the company.

17. The Company has not incurred cash losses in the current financial year or in the immediately preceding financial year.

18. There has been no resignation by the statutory auditors of the Company during the year. Accordingly, clause 3(xviii) of the Order is not applicable

19. On the basis of ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and more particularly, 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

20. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) accordingly, reporting under clause 3(xx) (a) of the Order is not applicable for the year.

(b) There are no unspent amounts towards Corporate Social Responsibility (CSR) in respect of any ongoing project accordingly, reporting under clause 3(xx) (b) of the Order is not applicable for the year.

21. The Reporting under clause 3(xxi) of the order is not applicable in respect of audit of standalone financials. Accordingly, no comments in respect of the said clause has been included in this report.

For: POKHARANA SOMANI & ASSOCIATES
Chartered Accountants
Firm Registration Number 011535C

(SUMIT BUMB)
PARTNER
M.NO 429413
UDIN : 26429413CQKGEN4044

PLACE : BHILWARA
DATE : 01.08.2026

ANNEXURE 'B' TO INDEPENDENT AUDITOR'S REPORT

The Annexure B referred to in Independent Auditor's Report to the members of the Company on the Standalone financial statements for the year ended 31st March, 2026, we report that:

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

We have audited the internal financial controls over financial reporting of the Company as of March 31, 2026, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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 Act.

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 deemed to be prescribed under section 143(10) of the Act 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 ICAI. 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 judgment, 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 Financial Controls over 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 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 the Institute of Chartered Accountants of India.

For: POKHARANA SOMANI & ASSOCIATES
Chartered Accountants
Firm Registration Number 011535C

(SUMIT BUMB)
PARTNER
M.NO 429413
UDIN : 26429413CQKGEN4044

PLACE : BHILWARA
DATE : 01.08.2026

SONASELECTION INDIA LIMITED

(CIN : U17299RJ2022PLC079631)

Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - I : Audited Standalone Balance Sheet As At 31st March, 2026
(All amounts in ₹ Million, except as otherwise stated)

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
I. ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	2	1,831.95	1,699.83	750.37
(b) Capital work-in-progress	3	-	95.56	725.72
(c) Other Intangible Assets	4	8.73	-	-
(d) Intangible Assets under development	5	-	6.40	-
(e) Financial Assets				
(i) Invesment	6A	22.60	-	-
(ii) Others financial Assets	6B	20.70	7.57	10.12
Total Non Current Assets		**1,883.98**	**1,809.36**	**1,486.21**
Current Assets				
(a) Inventories	7	1,492.03	970.76	190.69
(b) Financial Assets				
(i) Trade receivables	8	995.90	696.87	139.87
(ii) Cash and Cash equivalents	9	0.26	2.15	41.40
(iii) Bank balance other than (ii) above	10	26.15	53.40	44.76
(c) Other current assets	11	261.07	184.56	128.40
(d) Income Tax Assets (Net)	29	-	30.57	3.62
Total Current Assets		**2,775.41**	**1,938.31**	**548.74**
TOTAL ASSETS		**4,659.39**	**3,747.67**	**2,034.95**
II. EQUITY AND LIABILITIES				
Equity				
(a) Share capital	12	425.29	158.74	31.00
(b) Other Equity	13	615.93	541.97	357.81
Total Equity		**1,041.22**	**700.71**	**388.81**
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	14	1,262.86	1,307.72	1,117.60
(b) Provisions	15	22.31	14.76	8.30
(c) Deferred tax liabilities (net)	16	150.21	127.31	72.92
Total Non-Current Liabilities		**1,435.38**	**1,449.79**	**1,198.82**
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	17	1,250.39	766.25	328.42
(ii) Trade payables				
(a) Total outstanding dues of micro enterprises and small enterprises	18	7.32	7.66	8.17
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	18	786.95	734.76	69.96

(iii) Other Financial Liabilities	19A	108.88	80.35	36.52
(b) Other Current Liabilities	19B	6.67	7.82	4.03
(c) Provisions	15	1.92	0.33	0.22
(d) Current Tax Liabilities (Net)	29	20.66	-	-
Total Current Liabilities		**2,182.79**	**1,597.17**	**447.32**
Total Liabilities		**3,618.17**	**3,046.96**	**1,646.14**
TOTAL EQUITY & LIABILITIES		**4,659.39**	**3,747.67**	**2,034.95**
		-	-	-

Summary of Material Accounting Policies
The notes referred to above form an integral part of the Standaloned financials Statements

As per our report of even date attached.

For Pokharna Somani & Associates		**For and on behalf of Board of Directors**
Chartered Accountants		**Sonaselection India Limited**
Sumit Bumb	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Partner	**Managing Director**	**Director**
(Firm Regn No.011535C/Membership No. 429413)	**DIN: 01474313**	**DIN: 00104154**
Place: Bhilwara		
Date : 01.08.2026		
UDIN : 26429413CQKGEN4044		
	Ramesh Chandra Vyas	**Harish Sharma**
	Chief Financial Officer	**Company Secretary**
	PAN : AGPPV5302B	**PAN : DLYPS9815R**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - II : Audited Standalone Statement of Profit And Loss (Including Other Comprehensive Income)

(All amounts in ₹ Million, except as otherwise stated)

Particulars	**Note No.**	**For the year ended 31st March 2026**	**For the year ended 31st March 2025**
I. Revenue from Operations	20	5,127.00	3,159.52
II. Other Income	21	6.47	5.14
III. Total Income (I+II)		**5,133.47**	**3,164.66**
IV. EXPENSES			
Cost of Materials Consumed	22	3,052.75	2,177.82
Purchase of Stock-in-Trade	23	78.97	14.60
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	24	(77.06)	(345.46)
Employee Benefit Expenses	25	472.64	356.30
Finance Costs	26	175.14	147.25
Depreciation and Amortization Expenses	27	190.32	173.14
Other Expenses	28	760.76	380.21
Total Expenses		**4,653.52**	**2,903.86**
V. Audited Profit / (Loss) Before Exceptional and Extraordinary items and Tax (III-IV)		**479.95**	**260.80**
VI. Exceptional Items		-	-
VII. Audited Profit / (Loss) Before Extraordinary items and Tax (V-VI)		**479.95**	**260.80**
VIII. Extraordinary items		-	-
IX. Audited Profit / (Loss) Before Tax (VII-VIII)		**479.95**	**260.80**
X. Tax Expenses			
Current Tax	29	91.23	45.74
Less : MAT Credit (Entitlement) / utilised	29	26.28	(24.85)
Deferred Tax Expenses	16	22.62	54.28
Total Tax Expenses (X)		**140.13**	**75.17**
XI. Profit for the period / year (IX-X)		**339.82**	**185.63**
XII. Other Comprehensive Income [OCI]			
(i) Items that will not be reclassified to profit or loss	29		
Adjustment due to Actuarial Gain / (Loss) recognised in OCI		0.97	0.37
Income tax relating to items that will not be reclassified to profit or loss		(0.28)	(0.11)
(ii) Items that will be reclassified to profit or loss			
Adjustment due to items that will be reclassified to profit or loss		-	-
Income tax relating to items that will be reclassified to profit or loss		-	-
Other Comprehensive Income [OCI] (XII)		**0.69**	**0.26**
XIII. Total Comprehensive Income for the period / year (XI+XII)		**340.51**	**185.89**

SONASELECTION INDIA LIMITED

(CIN : U17299RJ2022PLC079631)

Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - III : Audited Standalone Statement of Cash Flows Statement

(All amounts in ₹ Million, except as otherwise stated)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
A. Cash flow from operating activities		
Net Profit before Taxation and Extra-ordinary items	479.95	260.80
Adjustments for:		
Depreciation and Amortisation	190.32	173.14
Loss on sale of Property, Plant and Equipment	-	-
Employee Retirement Benefits	10.31	6.94
Finance Cost	175.14	147.25
Interest income	(2.37)	(3.30)
Operating profit / (loss) before working capital changes	**853.35**	**584.83**
Changes in working capital:		
(Increase)/Decrease in Others financial Assets	(13.13)	2.55
(Increase)/Decrease in Inventories	(521.27)	(780.07)
(Increase)/Decrease in Trade receivables	(299.03)	(557.00)
(Increase)/Decrease in Other Current Assets	(76.51)	(56.16)
Increase/(Decrease) in Trade payables	51.85	664.29
Increase/(Decrease) in Other Financial Liabilities	28.53	43.83
Increase/(Decrease) in Other Current Liabilities	(1.15)	3.79
Employee Retirement Benefits (Gratuity) Paid	(0.20)	-
Cash generated from operations	**22.44**	**(93.94)**
Net income tax (paid) / refund	(66.28)	(47.83)
Net cash flow from / (used in) operating activities (A)	**(43.84)**	**(141.77)**
B. Cash flow from investing activities		
Capital expenditure on Tangible fixed assets including capital work in	(225.24)	(492.44)
Capital expenditure on Intangible fixed assets including intangible assets under development	(3.97)	(6.41)
Invesment in Subsidiary	(22.60)	-
Sale / Transfer of fixed assets	-	-
Redemption/(Investment) in Fixed Deposits	27.25	(8.64)
Interest received	2.37	3.30
Net cash flow from / (used in) investing activities (B)	**(222.19)**	**(504.19)**
C. Cash flow from financing activities		
Proceeds/(Repayment) from Short-term borrowings	416.99	353.52
Proceeds/(Repayment) from Long-term borrowings (including current maturities)	22.29	274.43
Proceeds/(Repayment) from Compulsorily Convertible Debentures	-	71.01
Equity Shares issued (including Security Premium)	-	55.00
Finance cost	(175.14)	(147.25)
Net cash flow from / (used in) financing activities (C)	**264.14**	**606.71**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**(1.89)**	**(39.25)**
Cash and cash equivalents at the beginning of the period / year	2.15	41.40
Cash and cash equivalents at the end of the period / year	0.26	2.15
Reconciliation of Cash and cash equivalents with the Balance Sheet:		
Cash and cash equivalents as per Balance Sheet	0.26	2.15

Components of Cash & Cash Equivalents

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Cash on Hand	0.26	0.02
Balance with Banks in Current Accounts	-	2.13
Total	**0.26**	**2.15**

Reconciliation of Liabilities arising from Financing Activities - For period April 2025- March 2026

Particulars	Opening Balance	Non-Cash Flows	Cash Flows	Closing Balance
Long-term Borrowings - secured (including current maturities)	1,303.63	-	40.32	1,343.95
Short-term Borrowings - secured	592.94	-	416.99	1,009.93
Long-term Borrowings - unsecured	177.40	-	(18.03)	159.37
Compulsorily Convertible Debentures	71.01	(71.01)	-	-
Total financial liabilities	**2,144.98**	**(71.01)**	**439.28**	**2,513.25**

Reconciliation of Liabilities arising from Financing Activities - For the year April 2024- March 2025

Particulars	Opening Balance	Non-Cash Flows	Cash Flows	Closing Balance
Long-term Borrowings - secured (including current maturities)	1,008.50	-	295.13	1,303.63
Short-term Borrowings - secured	239.42	-	353.52	592.94
Long-term Borrowings - unsecured	198.10	-	(20.70)	177.40
Compulsorily Convertible Debentures	-	-	71.01	71.01
Total financial liabilities	**1,446.02**	**-**	**698.96**	**2,144.98**

Note:1 The Statement of Cash Flows has been prepared under the “Indirect Method” as set out in Ind AS - 7 “Statement of Cash Flows”.

Note-2: Previous Year's figures have been recasted/regrouped, wherever necessary, to conform to the current year's figures.

Summary of Material Accounting Policies
The notes referred to above form an integral part of the Standaloned financials Statements

As per our report of even date attached.

For Pokharna Somani & Associates	**For and on behalf of Board of Directors**	
Chartered Accountants	**Sonaselection India Limited**	
Sumit Bumb	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Partner	**Managing Director**	**Director**
(Firm Regn No.011535C/Membership No. 429413)	**DIN: 01474313**	**DIN: 00104154**
Place: Bhilwara		
Date : 01.08.2026		
UDIN : 26429413CQKGEN4044		
	Ramesh Chandra Vyas	**Harish Sharma**
	Chief Financial Officer	**Company Secretary**
	PAN : AGPPV5302B	**PAN : DLYPS9815R**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - IV : Audited Standalone Statement of Changes in Equity
(All amounts in ₹ Million, except as otherwise stated)

(A) Equity share capital	31st March 2026		31st March 2025		01st April 2024	
	No. of shares*	Amount	No. of shares*	Amount	No. of shares*	Amount
Balance at the beginning of the period / year	1,58,74,145	158.74	31,00,000	31.00	31,00,000	31.00
Changes in Equity share capital during the period / year	2,66,54,536	266.55	1,27,74,145	127.74	-	-
Balance at the end of the period / year	**4,25,28,681**	**425.29**	**1,58,74,145**	**158.74**	**31,00,000**	**31.00**

***In absolute numbers**

(B) Other Equity
1. Year ending on 31st March, 2026

Particulars	Reserves and Surplus			Equity component of CCDs	Total Equity
	Securities Premium	Retained Earnings	Capital Reserve		
Balance at the beginning of the period	51.26	340.96	78.74	71.01	541.97
Add : Profit / (Loss) for the period as per Statement of profit and Loss	-	339.82	-	-	339.82
Add : Other comprehensive income for the period as per Statement of profit and Loss	-	0.69	-	-	0.69
Add : Equity share issue during the year	66.17				66.17
Less : Utilised against issue of bonus shares	(117.43)	(144.28)	-	-	(261.71)
Less : Conversion of Compulsorily Convertible Debenture	-	-	-	(71.01)	(71.01)
Balance at the end of the period	**-**	**537.19**	**78.74**	**-**	**615.93**

2. Year ending on 31st March 2025

Particulars	Reserves and Surplus			Equity component of CCDs	Total Equity
	Securities Premium	Retained Earnings	Capital Reserve		
Balance at the beginning of the year	123.60	155.47	78.74	-	357.81
Add : Profit / (Loss) for the year as per Statement of profit and Loss	51.26	185.63	-		236.89
Add : Other comprehensive income for the year as per Statement of profit and Loss	-	0.26	-		0.26
Less : Utilised against issue of bonus shares	(123.60)	(0.40)	-		(124.00)
Add: Issue of Compulsorily Convertible Debenture	-	-	-	71.01	71.01
Balance at the end of the year	**51.26**	**340.96**	**78.74**	**71.01**	**541.97**

3. Year ending on 01st April 2024

Particulars	Reserves and Surplus			Equity component of CCDs	Total Equity
	Securities Premium	Retained Earnings	Capital Reserve		
Balance at the beginning of the year	123.60	25.09	78.74	-	227.43
Add : Profit / (Loss) for the year as per Statement of profit and Loss	-	130.95	-	-	130.95
Add : Other comprehensive income for the year as per Statement of profit and Loss	-	(0.57)	-	-	(0.57)
Less : Utilised against issue of bonus shares	-	-	-	-	-
Add: Issue of Compulsorily Convertible Debenture	-	-	-	-	-
Balance at the end of the year	**123.60**	**155.47**	**78.74**	**-**	**357.81**

As per our report of even date attached.

For Pokharna Somani & Associates
Chartered Accountants

For and on behalf of Board of Directors
Sonaselection India Limited

Sumit Bumb
Partner
(Firm Regn No.011535C/Membership No. 429413)
Place: Bhilwara
Date : 01.08.2026
UDIN : 26429413CQKGEN4044

Harshil Nuwal
Managing Director
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Subhash Chandra Nuwal
Director
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Ramesh Chandra Vyas
Chief Financial Officer
PAN : AGPPV5302B

Harish Sharma
Company Secretary
PAN : DLYPS9815R

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - V : Summary of material accounting policies and explanatory notes forming part of Audited Standalone Financial Information

1. Corporate Overview

Sonaselection India Limited , incorporated on 11th February, 2022, is a Company domiciled in India and limited by shares (CIN: U17299RJ2022PLC079631). The address of the Company's Registered Office and Plant location situated at 18th K.M. Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Rajasthan, India, 311025. The company is engaged in manufacturing and processing of all type of textile fabrics.

1.2 BASIS OF ACCOUNTING

The notes including significant policies to the Audited Standalone Financial Statements are intended to serve as a guide for better understanding of the Company's position. In this respect, the Company has disclosed such notes and policies which represent the required disclosure.

1.3. Basis of Preparation of Audited Standalone Statement

The Audited Standalone Statement comprises of:
Audited Standalone Statement of Assets and Liabilities of the Company for the financial year ended on 31st March, 2026, 31st March, 2025 and 31st March, 2024 , the Audited Standalone Statement of Profit and Loss (including Other Comprehensive Income/Loss), Audited Standalone Statement of Changes in Equity and the Audited Standalone Statement of Cash Flows for the financial year ended on 31st March, 2026 , 31st March, 2025 and 01st April, 2024 and the summary of material accounting policies and explanatory notes (collectively 'the Audited Standalone Financial Information);

The Standalone Financial Statements have been prepared in accordance with the provisions of the Companies Act, 2013 ("the Act") and 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

1.4. Basis of Measurement/Use of Estimates and judgements

(i) The Standalone Financial Statements are prepared on Accrual basis under the Historical Cost convention except certain Financial Assets and Liabilities (including Derivatives instruments) that are measured at fair value. Historical Cost is generally based on the 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.

(ii) The preparation of Standalone Financial Statements requires judgments, estimates and assumptions that affect the reported amount of Assets and Liabilities, disclosure of Contingent Liabilities on the date of the Financial Statements and the reported amount of Revenues and Expenses during the reporting period. Difference between the actual results and estimates are recognized in the period in which the results are known/ materialized.

1.5. Functional and Presentation Currency

These Financial Statements are presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded to the nearest Million (up to two decimals), except as stated otherwise

1.6. Current and Non-Current classification

The Company presents Assets and Liabilities in the Balance Sheet based on Current/Non-Current classification.
An Asset is Current when it is:
Expected to be realised or intended to be sold or consumed in normal operating cycle;
Held primarily for the purpose of trading;
Expected to be realised within twelve months after the reporting period; or
Cash or Cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as Non-Current.
An Liability is Current when:
It is expected to be settled in normal operating cycle;
It is held primarily for the purpose of trading;
It is due to be settled within twelve months after the reporting period; or
There is no unconditional right to defer settlement of the liability for at least twelve months after the reporting period.

All other Liabilities are classified as Non-Current. Deferred Tax Assets/Liabilities are classified as Non-Current.

C. Material Accounting Policies

A summary of the material Accounting Policies applied in the preparation of the Standalone Financial Statements are as given below. These Accounting Policies have been applied consistently to all periods presented in the Standalone Financial Statements.

1. Property, Plant & Equipment

1.1. Initial Recognition and Measurement

An item of Property, Plant and Equipment is recognized as an Asset if and only if it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably.

Items of Property, Plant and Equipment are measured at Cost less Accumulated Depreciation/Amortization and Accumulated impairment losses. Cost includes expenditure that is directly attributable to bringing the asset, inclusive of non-refundable taxes & duties, to the location and condition necessary for it to be capable of operating in the manner intended by management.

When parts of an item of property, plant and equipment have different useful lives, they are recognized separately.

Items of spare parts, stand-by equipment and servicing equipment which meet the definition of Property, Plant and Equipment are capitalized.

1.2. Subsequent Costs

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

The cost of replacing part of an item of Property, Plant and Equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of Property, Plant and Equipment are recognized in Statement of Profit or Loss as and when incurred.

1.3. Derecognition

Property, Plant and Equipment are derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and Losses on disposal of an item of Property, Plant and Equipment are determined by comparing the proceeds from disposal with the carrying amount of Property, Plant and Equipment, and are recognized in the Statement of Profit and Loss.

1.4. Depreciation

Assets are depreciated using straight line method over the estimated useful life of the asset as specified in Part "C" of Schedule II of Companies Act, 2013 after retaining residual life of 5% of original cost. Assets residual values and useful lives are reviewed at each financial year end considering the physical condition of the assets.

Depreciation on additions to/deductions from Property, Plant & Equipment during the year is charged on pro-rata basis from/up to the date on which the asset is available for use/disposed.

Where it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably, subsequent expenditure on a PPE along-with its unamortized depreciable amount is charged off prospectively over the revised useful life determined by technical assessment.

In circumstance, where a property is abandoned, the cumulative capitalized costs relating to the property are written off in the same period.

2. Capital Work-in-Progress

The cost of self-constructed assets includes the cost of materials & direct labour, any other costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management and borrowing costs.

Expenses directly attributable to construction of property, plant and equipment incurred till they are ready for their intended use are identified and allocated on a systematic basis on the cost of related assets.

3. Intangible Assets and Intangible Assets under Development

3.1. Initial recognition and measurement

An Intangible Asset is recognized if and only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the company and the cost of the asset can be measured reliably.

Intangible assets that are acquired by the Company, which have finite useful lives, are recognized at cost. Subsequent measurement is done at cost less accumulated amortization and accumulated impairment losses. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use.

Expenditure on development activities is capitalized only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Company intends to and has sufficient resources to complete development and to use or sell the asset.

Expenditure incurred which are eligible for capitalizations under intangible assets are carried as intangible assets under development till they are ready for their intended use.

3.2. Subsequent Costs

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

3.3. Derecognition

An Intangible Asset is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and Losses on disposal of an item of Intangible Assets are determined by comparing the proceeds from disposal with the carrying amount of Intangible Assets and are recognized in the Statement of Profit and Loss.

3.4. Amortization

Intangible Assets having definite life is amortized on straight line method in their useful lives.Useful life of Computer Software is estimated at five years.

4. Borrowing Cost

Borrowing costs that are directly attributable to the acquisition, construction, exploration, development or erection of qualifying assets are capitalized as part of cost of such asset until such time the assets are substantially ready for their intended use. Qualifying assets are assets which take a substantial period of time to get ready for their intended use or sale. Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended uses are complete. Borrowing costs consist of:

(a) interest expense calculated using the effective interest method as described in Ind AS 109 – 'Financial Instruments',
(b) finance charges in respect of finance leases recognized in accordance with Ind AS 116 – 'Leases'
(c) exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs and,
(d) other costs that an entity incurs in connection with the borrowing of funds. Income earned on temporary investment of the borrowings pending their expenditure on the qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are charged to revenue as and when incurred.

5. Statement of Cash Flows

Cash Flow Statement has been prepared in accordance with the Indirect method prescribed in Ind AS 7 'Statement of Cash Flows'.

6. Inventories

Inventories are valued at the lower of cost and net realisable value. Cost includes cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

Spare parts other than those capitalized as Property, Plant and Equipment are carried as inventory.

The diminution in the value of obsolete, unserviceable and surplus stores & spares is ascertained on review and provided for.

7. Cash and Cash Equivalent

Cash and cash equivalent in the Balance Sheet comprises Cash at Banks, Cash on Hand and ShortTerm Deposits with an original maturity of three months or less, which are subject to insignificant risk of change in value

8. Government Grants

Government grants are recognized where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions. When the government grant relates to an asset, the asset is disclosed by deducting that grant in arriving at the carrying amount of that asset. Government grants that compensate the Company for expenses incurred are recognized in the statement of profit and loss, as income or deduction from the relevant expense, on a systematic basis in the periods in which the expense is recognized.

9. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the 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. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent Liabilities

Contingent Liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a Contingent Liability, unless the probability of outflow of economic benefits is remote. Contingent Liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Contingent Assets

Contingent Assets are possible assets that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent Assets are disclosed in the financial statements when inflow of economic benefits is probable on the basis of judgment of management. These are assessed continually to ensure that developments are appropriately reflected in the financial statements.

10. Foreign Currency Transactions and Translation

Transactions in foreign currencies are initially recorded at the functional currency rates at the date the transaction first qualifies for recognition

Monetary Assets and Liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in Statement of Profit and Loss in the year in which it arises.

11. Revenue Recognition

(I) Revenue From Operations

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration the company is entitled in exchange for those goods or services

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (Net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of discounts, rebates, credits, price incentives or similar terms.

A. Sale of goods

Generally, control is transferred upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting period.

B. Rendering of services

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting period.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting period.

C. Other operational revenue

Other operational revenue represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

(II) Other Income

Interest income is accrued on a time basis by reference to the principal outstanding and the effective interest rate.

Dividend income is accounted in the period in which the right to receive the same is established.

Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably

12. Employee Benefits

i. DEFINED BENEFIT OBLIGATIONS

(a) Post-employment benefits (Gratuity):

The liability recognised in balance sheet in respect of gratuity (unfunded) is the present value of defined benefit obligation at the end of reporting period less fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using projected unit credit method.

Remeasurement actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement if changes in equity and in the balance sheet

(b) Other employee benefits:

The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the period in which the employees render the related service. They are therefore measured as present value of expected future payments to be made in respect of services provided by employees up to the end of reporting period using the projected unit credit method.

ii. DEFINED CONTRIBUTION PLAN:

Company pays contributions to provident fund, employee pension scheme and employee state insurance as per statutes/ amounts as advised by the Authorities. The Company has no further obligations once the contributions have been paid. The contributions are accounted for as defined contribution plan and the contributions are recognised as employee benefit expense when they are due

iii. SHORT-TERM BENEFITS:

Liabilities for salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of reporting period in which the employees rendered the related services are recognised in respect of employee's service up to the end of reporting period and are measured at the amount expected to be paid when the liabilities are settled. These liabilities are presented as current employee benefit obligations in the balance sheet

13. Income Taxes

Income Tax Expense comprises Current and Deferred Tax. Current Tax Expense is recognized in Statement of Profit and Loss A/c except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which it is recognized in OCI or Equity.

CURRENT TAX

Current Tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustment to tax payable in respect of previous years. Current Income Taxes are recognized under 'Income Tax payable' net of payments on account, or under 'Tax receivables' where there is a debit balance.

DEFERRED TAX

Deferred Tax is recognized using the Balance Sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred Tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred Tax Assets and Liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle Current Tax Liabilities and Assets on a net basis or their tax assets and liabilities will be realised simultaneously.

Deferred Tax is recognized in Statement of Profit and Loss except to the extent that it relates to items recognized directly in OCI or Equity, in which case it is recognized in OCI or Equity.

A Deferred Tax Asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

14. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity

a. Financial Assets

Initial recognition and measuremen

All financial assets are recognized initially at fair value plus or minus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition or issue of the financial asset.

Impairment of Financial Assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets and credit risk exposure.

For recognition of impairment loss on financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, the credit quality of the instrument improves then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

In respect of Trade receivables or any financial asset that result from transactions that are within the scope of Ind AS 115, company follows 'simplified approach' for recognition of impairment loss allowance within the scope of Ind AS 115, if they do not contain a significant financing component. It recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

b. Financial Liabilities

Initial recognition and measurement

All Financial Liabilities are recognized at fair value and in case of loans, net of directly attributable transaction cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

Subsequent Measurement

Financial Liabilities are carried at amortized cost using the effective interest method. Amortized cost is calculated by taking into account any discount or premium on acquisition and any material transaction that are any integral part of the EIR. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate the fair value of the instrument.

Derecognition

A Financial Liability is derecognized when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

c. Derivative Financial Instrument

The Company uses forwards to mitigate the risk of changes in interest rates, exchange rates and commodity prices. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value on the reporting date. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken to cash flow hedge reserve through Statement of Other Comprehensive Income.

These are accounted for as follows:

a) Cash flow hedge

When derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of other comprehensive income. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the Statement of Profit and Loss. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

b) Fair Value Hedge

Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortized to Statement of Profit and Loss over the period of maturity.

15. CSR Expenditure

The Company undertakes Corporate Social Responsibility (CSR) activities as per Section 135 of the Companies Act, 2013 and the Companies (CSR Policy) Rules, 2014. CSR expenditure includes amounts incurred on activities that are approved as ongoing projects by the Board in line with the CSR policy and applicable law.

CSR expenditure is recognized in the Statement of Profit and Loss in the period in which it is incurred. For ongoing projects, any unspent amount at the end of the financial year is transferred to a separate "Unspent CSR Account" with a scheduled bank within 30 days from the end of the financial year, in accordance with Section 135(6) of the Act. Such amounts are spent within the timelines prescribed under Rule 4(6) of the CSR Rules.

The Company does not capitalize any CSR expenditure unless it results in the creation of an asset controlled by a qualifying entity as specified under Rule 7(4) of the CSR Rules.

16. Segment reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, and for which discrete financial information is available. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker ('CODM').

The Company's Board has identified the CODM who is responsible for financial decision making and assessing performance. The Company has a single operating segment as the operating results of the Company are reviewed on an overall basis by the CODM.

17. Lease

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset. The determination of whether an agreement is, or contains, a lease is based on the substance of the agreement at the date of inception.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset.

Initial Measurement

Lease Liability: At the commencement date, a Company measure the lease liability at the present value of the lease payments that are not paid at that date. The lease payments shall be discounted using incremental borrowing rate. Right-of-use assets: initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives.

Subsequent Measurement

Lease Liability: Company measure the lease liability by (a) increasing the carrying amount to reflect interest on the lease liability; (b) reducing the carrying amount to reflect the lease payments made; and (c) remeasuring the carrying amount to reflect any reassessment or lease modifications. Right-of-use assets: subsequently measured at cost less accumulated depreciation and impairment losses. Right-of-use assets are depreciated from the commencement date on a straight line basis over the shorter of the lease term and useful life of the under lying asset.

Impairment

Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

Short Term Lease Or Low Value Lease

Short term lease is that, at the commencement date, has a lease term of 12 months or less. A lease that contains a purchase option is not a short-term lease.

Low value lease is for which the underlying asset is of low value. If the company elected to apply short term lease/Low Value Lease, the lessee shall recognise the lease payments associated with those leases as an expense on either a straight-line basis over the lease term or another systematic basis. The lessee shall apply another systematic basis if that basis is more representative of the pattern of the lessee's benefit.

18. Earnings per share

Basic earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year.

Diluted earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara,

Annexure - VI : Notes to the Audited Standalone Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note 2 : Property, Plant and Equipment

For the Period from 1st April, 2025 to 31st March, 2026

Particulars	Gross Carrying Value				Accumulated Depreciation				Net Carrying Value	
	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st Mar, 2026	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st Mar, 2026	As on 31st Mar, 2026	As on 31st Mar, 2025
Land	39.19	-	-	39.19	-	-	-	-	39.19	39.19
Buildings	434.35	69.24	-	503.59	17.02	13.91	-	30.93	472.66	417.33
Plant and Equipment	1,466.91	222.49	-	1,689.40	247.20	166.49	-	413.69	1,275.71	1,219.71
Furniture and Fixtures	4.36	1.09	-	5.45	0.35	0.90	-	1.25	4.20	4.01
Vehicles	27.89	26.45	-	54.34	10.83	6.02	-	16.85	37.49	17.06
Office equipment	2.35	0.36	-	2.71	1.03	0.69	-	1.72	0.99	1.32
Computer	1.51	1.17	-	2.68	0.30	0.67	-	0.97	1.71	1.21
Total	**1,976.56**	**320.80**	**-**	**2,297.36**	**276.73**	**188.68**	**-**	**465.41**	**1,831.95**	**1,699.83**

For the Period from 1st April, 2024 to 31st March, 2025

Particulars	Gross Carrying Value				Accumulated Depreciation				Net Carrying Value	
	Opening as on 1st April, 2024	Additions	Disposals	Closing as on 31st Mar, 2025	Opening as on 1st April, 2024	Additions	Disposals	Closing as on 31st Mar, 2025	As on 31st Mar, 2025	As on 31st Mar, 2024
Land	38.34	0.85	-	39.19	-	-	-	-	39.19	38.34
Buildings	93.00	341.35	-	434.35	5.66	11.36	-	17.02	417.33	87.34
Plant and Equipment	698.85	768.06	-	1,466.91	93.77	153.43	-	247.20	1,219.71	605.08
Furniture and Fixtures	0.14	4.22	-	4.36	0.02	0.33	-	0.35	4.01	0.12
Vehicles	22.19	5.70	-	27.89	3.74	7.09	-	10.83	17.06	18.45
Office equipment	1.33	1.02	-	2.35	0.32	0.71	-	1.03	1.32	1.01
Computer	0.11	1.40	-	1.51	0.08	0.22	-	0.30	1.21	0.03
Total	**853.96**	**1,122.60**	**-**	**1,976.56**	**103.59**	**173.14**	**-**	**276.73**	**1,699.83**	**750.37**

For the Period from 1st April, 2023 to 31st March, 2024

Particulars	Gross Carrying Value				Accumulated Depreciation				Net Carrying Value	
	Opening as on 1st April, 2023	Additions	Disposals	Closing as on 31st Mar, 2024	Opening as on 1st April, 2023	Additions	Disposals	Closing as on 31st Mar, 2024	As on 31st Mar, 2024	Closing as on 31st Mar, 2023
Land	37.03	1.31	-	38.34	-	-	-	-	**38.34**	**37.03**
Buildings	92.68	0.32	-	93.00	2.09	3.57	-	5.66	**87.34**	**90.59**
Plant and Equipment	396.51	302.34	-	698.85	33.49	60.28	-	93.77	**605.08**	**363.02**
Furniture and Fixtures	0.05	0.09	-	0.14	-	0.02	-	0.02	**0.12**	**0.05**
Vehicles	0.08	22.11	-	22.19	0.01	3.73	-	3.74	**18.45**	**0.07**
Office equipment	0.31	1.02	-	1.33	0.01	0.31	-	0.32	**1.01**	**0.30**
Computer	0.08	0.03	-	0.11	0.02	0.06	-	0.08	**0.03**	**0.06**
Total	**526.74**	**327.22**	**-**	**853.96**	**35.62**	**67.97**	**-**	**103.59**	**750.37**	**491.12**

Note 1: Depreciation on all the Fixed Assets is charged on Straight Line Method (SLM) during the period/year as per the policy adopted by the Company.

Note 2: All fixed assets of the company has been given as security against borrowings from banks. For further details, refer Note 14 – Borrowings.

Note 3: The Company has not carried out any revaluation of property, plant and equipment for year ended on March 31, 2026, March 31, 2025 and 01st April 2024.

Note 4: The title deeds, comprising all immovable properties are held in name of the company as at the balance sheet date.

Note 5: There are no exchange differences adjusted in property, plant and equipment.

Note 6: There are no impairment losses recognised during the period/year.

Note 7: Borrowing costs capitalised on property, plant and equipment in 2023-24 Rs. 203.79 lacs and for other reporting period is NIl.

Note 8: Refer Note No. 43 For disclosure of Contractual commitments for the acquisition of property, plant and equipment.

Note 9: Estimated useful life of Assets considered for the purpose of computing depreciation

Particulars	Estimated useful life (In years)
Buildings	30.00
Plant and Equipment	15.00
Furniture and Fixtures	5.00
Vehicles	5.00
Office equipment	3.00
Computer	3.00

Note 3 : Capital Work in Progress

Tangible Assets Under Development:

Capital Work in Progress	Tangible Assets
Balance at March 31, 2023	-
Additions	725.72
Capitalised during the Year	-
Balance at 01st April 2024	**725.72**
Additions	95.56
Capitalised during the Year	725.72
Balance at March 31, 2025	**95.56**
Additions	-
Capitalised during the period	95.56
Balance at March 31, 2026	-

There are no CWIP assets which become overdue compared to their original plans or where cost is exceeded compared to original plans, therefore, disclosure relating thereto is not required.

Amount in Capital work in progress for a period / year

Projects in progress	Less than one year	1-2 Years	2-3 Years	More Than 3 Years	Total
Balance as at March 31, 2026	-	-	-	-	-
Balance as at March 31, 2025	95.56	-	-	-	**95.56**
Balance as at 01st April 2024	725.72	-	-	-	**725.72**

Note 4 : OTHER INTANGIBLE ASSETS

For the Period from 1st April, 2025 to 31st March, 2026

Particulars	Gross Carrying Value				Accumulated Amortization				Net Carrying Value	
	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st March, 2026	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st March, 2026	Closing as on 31st March, 2026	As on 31st Mar, 2025
Computer Software	-	10.37	-	10.37	-	1.64	-	1.64	8.73	-
Total	-	**10.37**	-	**10.37**	-	**1.64**	-	**1.64**	**8.73**	-

Note 1: Amortization on all other Intangible assets is charged on Straight Line Method (SLM) during the period / year as per the policy adopted by the Company.
Note 2: Estimated useful life of Assets considered for the purpose of computing Amortization

Particulars	Estimated useful life (In years)
Software	5.00

Note 5 : Intangible Assets Under Development:

Capital Work in Progress Movements	Intangible Assets
Balance at March 31, 2023	-
Additions	-
Capitalised during the Year	-
Balance at 01st April 2024	-
Additions	6.40
Capitalised during the Year	-
Balance at March 31, 2025	**6.40**
Additions	-
Capitalised during the period / year	6.40
Balance at March 31, 2026	-

Note 1: There are no CWIP assets which become overdue compared to their original plans or where cost is exceeded compared to original plans, therefore, disclosure relating thereto is not required.

Amount in Capital work in progress for a period / year

Projects in progress	Less than one year	1-2 Years	2-3 Years	More Than 3 Years	Total
Balance as at March 31, 2026	-	-	-	-	-
Balance as at March 31, 2025	6.40	-	-	-	**6.40**
Balance as at 01st April 2024	-	-	-	-	-

SONASELECTION INDIA LIMITED
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Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

Note (12) Equity Share Capital

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
AUTHORISED SHARE CAPITAL			
6,00,00,000 Equity Shares of ₹10 each as at March 31, 2026 (March 31, 2025: 2,20,00,000 Equity Shares of ₹10 each and 01st April 2024: 32,50,000 Equity Shares of ₹10 each)	600.00	220.00	32.50
	600.00	**220.00**	**32.50**
ISSUED, SUBSCRIBED & PAID UP CAPITAL			
4,25,28,681 Equity Shares of ₹10 each as at March 31, 2026 (March 31, 2025: 1,58,74,145 Equity Shares of ₹10 each and 01st April 2024: 31,00,000 Equity Shares of ₹10 each)	425.29	158.74	31.00
Total	**425.29**	**158.74**	**31.00**

(1) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting period;

Particulars	As at 31st March 2026		As at 31st March 2025		As at 01st April 2024	
	No. of Share	Value of Share (In Million)	No. of Share	Value of Share (In Million)	No. of Share	Value of Share (In Million)
Shares outstanding at the beginning of the period / year	1,58,74,145	158.74	31,00,000	31.00	31,00,000	31.00
Compulsorily Convertible Debenture into shares during the year	4,83,040	4.83				
Bonus Shares Issued during the period / year	2,61,71,496	261.71	1,24,00,000	124.00	-	-
Shares Issued during the period / year	-	-	3,74,145	3.74	-	-
Shares outstanding at the end of the period / year	**4,25,28,681**	**425.29**	**1,58,74,145**	**158.74**	**31,00,000**	**31.00**

(2) Details of share held by shareholders holding more than 5% of the aggregate share capital in the Company;

Name of Shareholder	As at 31st March 2026		As at 31st March 2025		As at 01st April 2024	
	No. of Share	% of holding	No. of Share	% of holding	No. of Share	% of holding
Deepank Bhandari	1,96,24,473	46.14%	77,25,000	48.66%	15,45,000	49.84%
Sona Polyspin Private Limited	1,17,65,000	27.66%	45,25,000	28.51%	9,05,000	29.19%
Subhash Nuwal	-	0.00%	17,74,990	11.18%	3,54,998	11.45%
Harshil Nuwal	84,49,935	19.87%	14,74,985	9.29%	2,94,997	9.52%

(3) Details of shares held by each Promoters

At end of the year 31st March, 2026

Name of Shareholder	No of Share	% of total shares	% Change during the Period
Deepank Bhandari	1,96,24,473	46.14%	-2.52%
Sona Polyspin Private Limited	1,17,65,000	27.66%	-0.84%
Subhash Nuwal	-	0.00%	-11.18%
Harshil Nuwal	84,49,935	19.87%	10.58%
Uma Nuwal	13	0.00%	0.00%

At end of the year 31st March, 2025

Name of Shareholder	No of Share	% of holding	% Change during the year
Deepank Bhandari	77,25,000	48.66%	-1.17%
Sona Polyspin Private Limited	45,25,000	28.51%	-0.69%
Subhash Nuwal	17,74,990	11.18%	-0.27%
Harshil Nuwal	14,74,985	9.29%	-0.22%
Uma Nuwal	5	0.00%	0.00%

At end of the year 01st April, 2024

Name of Shareholder	No of Share	% of holding	% Change during the year
Deepank Bhandari	15,45,000	49.84%	0.00%
Sona Polyspin Private Limited	9,05,000	29.19%	0.00%
Subhash Nuwal	3,54,998	11.45%	0.00%
Harshil Nuwal	2,94,997	9.52%	0.00%
Uma Nuwal	1	0.00%	0.00%

Rights Preference and Restriction attached to Equity Shares

1. The Company has only one class of shares referred to as Equity Shares having the par value of Rs. 10/-. Each Holder of equity share is entitled to one vote per share and dividend as and when declared by the company.

2.The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. During the period/Year, No dividend was declared by Board of directors.

3. 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 (if any). The distribution will be in proportion to the number of equity shares held by the shareholders

4. The Company did not have outstanding calls unpaid by the directors and officers of the Company and also did not have any amount of forfeited shares in any of the reporting period

5. The Company has not allotted any fully paid up equity shares without payment being received in cash except bonus shares and nor has bought back any class of equity shares during the period of five years immediately preceding the balance sheet date

Note (13) : Other Equity

Particulars	**As at 31st March 2026**	**As at 31st March 2025**	**As at 01st April 2024**
(i) Securities Premium Reserve	-	51.26	123.60
(ii) Capital Reserve	78.74	78.74	78.74
(iii) Retained Earnings	537.19	340.96	155.47
(iv) Equity component of Compulsorily Convertible Debenture	-	71.01	-
Total	**615.93**	**541.97**	**357.81**

(i) Securities Premium Reserve

Particulars	**As at 31st March 2026**	**As at 31st March 2025**	**As at 01st April 2024**
Opening Balance at the beginning of the period / year	51.26	123.60	123.60
Add : Received during the Year	66.17	51.26	-
Less : Utilised against issue of bonus shares	(117.43)	(123.60)	-
Closing Balance at the end of the period / year	**-**	**51.26**	**123.60**

The security premium received during the year ended March 31, 2025 represents the premium towards allotments of equity share. During the Year ended March 31, 2025, 374,145 equity share with face value of Rs. 10/- each allotted at Premium of Rs. 137/- per share.

The balance will be utilised in accordance with the provisions of Section 52 of the Companies Act towards issuance of fully paid bonus shares, write-off of preliminary expenses, commission / discount expenses on issue of shares / debentures, premium payable on redemption of redeemable preference shares / debentures and buy back of its own shares / securities under Section 68 of the Companies Act, 2013.

During the FY 2024-25, The company has allotted Bonus Equity Shares to the shareholders of the company in the proportion of 4 new fully paid-up Equity Share of Face Value of Re. 10/- each for every 1 existing fully paid-up Equity Share of Face Value of Re. 10/- each. the same was partially utilised against retained earnings

During the Financial Year 2025–26, The Company has converted Compulsorily Convertible Debentures (CCDs) into Equity Shares in the ratio of 1:5, pursuant to the terms of issue. Accordingly, 4,83,040 (Four Lakh Eighty-Three Thousand Forty) Equity Shares of ₹10/- each were converted including premium of Rs. 137/-

During the Financial Year 2025–26, The Company has issued Bonus Shares in the ratio of 1:16 to the existing equity shareholders. Consequently, 2,61,71,496 (Two Crore Sixty-One Lakh Seventy-One Thousand Four Hundred Ninety-Six) Equity Shares of ₹10/- each the same was partially utilised against retained earnings

(ii) Capital Reserve

Particulars	**As at 31st March 2026**	**As at 31st March 2025**	**As at 01st April 2024**
Opening Balance at the beginning of the period / year	78.74	78.74	78.74
Add : Received during the Year	-	-	-
Closing Balance at the end of the period / year	78.74	78.74	78.74

Capital Reserve on account of plant of Sona Processors India Limited under Slump Sale basis whereas all fixed assets i.e. Land & Building, Plant and Machinery, Current assets and liabilities takeover by Sonaselection India Limited, for a lump sum consideration without values being assigned to the individual assets and liabilities in such sales. Afterward, all the assets and Liabilities takeover by Sonaselection India Limited has been recorded in book of accounts. Difference between lump sum sale considered and Net worth (all Assets less all Liabilities takeover) accounted as capital Reserves.

(iii) Retained Earnings

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Opening Balance at the beginning of the period / year	340.96	155.47	25.09
Add: Profit for the year	339.82	185.63	130.95
Less : Utilised against issue of bonus shares (Refer Note)	(144.28)	(0.40)	-
Add : Other Comprehensive Income arising from remeasurement of defined benefit obligation net of tax	0.69	0.26	(0.57)
Closing Balance at the end of the period / year	**537.19**	**340.96**	**155.47**

Note : During the FY 2024-25, The company has allotted Bonus Equity Shares to the shareholders of the company in the proportion of 4 new fully paid-up Equity Share of Face Value of Re. 10/- each for every 1 existing fully paid-up Equity Share of Face Value of Re. 10/- each. the same was partially utilized against security premium.

During the Financial Year 2025–26, The Company has issued Bonus Shares in the ratio of 1:1.6 to the existing equity shareholders. Consequently, 2,61,71,496 (Two Crore Sixty-One Lakh Seventy-One Thousand Four Hundred Ninety-Six) Equity Shares of ₹10/- each the same was partially utilised against retained earnings

(iv) : Equity component of Compulsorily Convertible Debenture

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Opening Balance at the beginning of the period / year	71.01	-	-
Add : Issued during the Year	-	71.01	-
Less : converted in equity share capital during the Year	(71.01)		
Closing Balance at the end of the period / year	**-**	**71.01**	**-**

Note: The Company had issued 96,608 unsecured 0.001% Compulsorily Convertible Debentures (CCDs) at a face value of ₹10 each at a premium of ₹725 per debenture, aggregating to ₹71.01Million on 16th September, 2024. The CCDs were mandatorily convertible into Equity Shares at a ration of 1:1 (one Equity share for each CCD held) within 18 months of issue. In accordance with terms of the issue, these CCDs were converted into Equity Shares on 20th August, 2025. Refer note 46 for further details.

During the Financial Year 2025–26, The Company has converted Compulsorily Convertible Debentures (CCDs) into Equity Shares in the ratio of 1:5, pursuant to the terms of issue. Accordingly, 4,83,040 (Four Lakh Eighty-Three Thousand Forty) Equity Shares of ₹10/- each were allotted.

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

Note (14) : Borrowings

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Secured			
(i) Term loans			
From HDFC Bank	1,131.91	1,284.50	991.25
From ICICI Bank	175.95	-	-
(ii) Vehicles Loans (Secured By Hypothecation on Vehicles)	36.09	19.13	17.25
Total Secured loan	**1,343.95**	**1,303.63**	**1,008.50**
Less : current maturities of term loans (included in note 17)	227.73	168.91	85.52
Less : current maturities of Vehicle Loans (included in note 17)	12.73	4.40	3.48
Total non current secured borrowings	**1,103.49**	**1,130.32**	**919.50**
(iii) Unsecured Loans			
(a) Loan from Related Parties	108.78	152.40	193.10
(a) Loan from others	50.59	25.00	5.00
Total	**1,262.86**	**1,307.72**	**1,117.60**

Notes and Terms & Condition of Loans:-

1 **Term Loans** :- Term Loan facility from HDFC Bank comprises of 4 term loans and from ICICI Bank comprises of 2 term loans. 5 term loans out of 6 term loan including current maturities are secured by way of first charge over entire Fixed assets (Present & Future) of the company including equitable mortgage of its Factory Land & building situated at 18 K.M. Stone, Chittor Road, Guwardi, Bhilwara in the name of M/s Sonaselection India Limited & personally guaranteed by guaranteed Directors & guarantors of the Company, viz Subhash Nuwal, Harshil Nuwal, Uma Nuwal, Deepank Bhandari, Kailash Bhandari and Anita Bhandari and one term loan from ICICI bank including current maturities are secured by residential propoerty in the name of Uma Nuwal and Skhina Nuwal including their personal guarantes.

Term Loan 1 - Sanctioned & Disbursed for Rs. 241.40 Million (Outstanding Balance - Rs. 137.67 Million as on 31st March 2026) is repayable in monthly installments of Rs. 3.74 Million Last date of Repayment is December 2029. Rate of Interest Linked with 3M Repo Rate i.e. 7.38% p.a.

Term Loan 2 - Sanctioned & Disbursed for Rs. 117.50 Million (Outstanding Balance - Rs. 78.39 Million as on 31st March 2026) is repayable in monthly installments of Rs. 1.90 Million. Last date of Repayment is June 2030. Rate of Interest Linked with 3M Repo Rate i.e. 7.22% p.a.

Term Loan 3- Sanctioned Rs. 850 Million (Outstanding Balance - Rs. 702.23 Million as on 31st March 2026) is repayable in monthly installments of Rs. 13.44 Million. Last date of Repayment is October 2031. Rate of Interest Linked with 3M- Repo Rate i.e. 7.22% p.a.

Term Loan 4- Sanctioned Rs. 226.30 Million (Outstanding Balance - Rs. 213.62 Million as on 31st March 2026) is repayable in monthly installments of Rs. 3.58 Million. Last date of Repayment is October 2031. Rate of Interest Linked with 3M- Repo Rate i.e. 7.75% p.a.

Term Loan 5- Sanctioned Rs. 100 Million (Outstanding Balance - Rs. 91.67 Million as on 31st March 2026) is repayable in monthly installments of Rs. 1.19 Million. Last date of Repayment is October 2032. Rate of Interest Linked with 3M- Repo Rate i.e. 7.85% p.a.

Term Loan 6- Sanctioned Rs. 100 Million (Outstanding Balance - Rs. 84.28 Million as on 31st March 2026) is repayable in monthly installments of Rs. 1.17 Million. Last date of Repayment is December 2032. Rate of Interest Linked with 3M- Repo Rate i.e. 7.85% p.a.

2 Vehicle loans are taken HDFC bank Ltd , repayable in next 5 years. Loan including current maturities are secured by way of hypothecation over vehicles. Out of the outstanding Loans of Rs. 36.09 Million as on 31st March 2026, Rs. 12.73 Million will due in next 1 year.

3 **Unsecured loan** is taken from Directors, Friends, relatives. As Explained the same will become due for payment after a period of 1 year.

Note (15) : Provisions

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Non-current Provisions			
Gratuity	13.23	7.47	4.41
Leave Encashment	9.08	7.29	3.89
Total Non-current Provisions	**22.31**	**14.76**	**8.30**
Current Provisions			
Gratuity	0.03	0.02	0.01
Leave Encashment	1.89	0.31	0.21
Total current Provisions	**1.92**	**0.33**	**0.22**
Total	**24.23**	**15.09**	**8.52**

Note (16) : Deferred tax liabilities

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Deferred Tax Liability Opening Balance	127.31	72.92	63.13
Add :- Provision during period / year	22.90	54.39	9.79
Net Deferred Tax Liability	**150.21**	**127.31**	**72.92**

Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

Note (17) Borrowings

Particulars	**As at 31st March 2026**	**As at 31st March 2025**	**As at 01st April 2024**
Secured			
(a) Loans repayable on demand			
- HDFC Bank	333.97	417.19	239.42
- SBI Bank	292.40	175.75	-
- Axis Bank	310.04	-	-
- ICICI Bank	73.52	-	-
Current maturities of long-term debt- Term Loan (Refer Note 14)	227.73	168.91	85.52
Current maturities of long-term debt- Vehicle Loan (Refer Note 14)	12.73	4.40	3.48
Total	**1,250.39**	**766.25**	**328.42**

Notes :-

(a)	**Particulars**	**As at 31st March 2026**				**As at 31st March 2025**		**As at 01st April 2024**
	Bankers	HDFC	SBI	Axis	ICICI	HDFC	SBI	HDFC
	Loans repayable on demand From Bankers	333.97	292.40	310.04	73.52	417.19	175.75	239.42
	Loan Name	Cash Credit / FD-OD/	Cash Credit	Cash Credit	Cash Credit	Cash Credit	Cash Credit	Cash Credit / WCDL
	Sanction Limit (Rs in Million)	350.00	470.00	350.00	100.00	450.00	220.00	250.00
	Rate of Interest (Average)	8.52%	8.50%	8.52%	8.50%	8.80%	8.50%	8.85%
	Rate of Interest	7.60%	8.00%	7.50%	8.10%	8.38%	8.50%	8.40%
	Purpose	Business	Business	Business	Business	Business	Business	Business
	Security	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1, 2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181,	**Primary:** First Pari-passu hypothecation on stock and receivables (Present and Future) with HDFC bank and 2nd charge on Plant and Machinery along with HDFC Bank **Collateral Security:** Extension of Equitable Mortgage of House no. B-377, Shastri Nagar Yojna , Bhilwara, admeasuring 711.50 sq. yards (Owned by Subhash Chandra Nuwal)	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606, 5063/1605,1590 Chittor Road Bhilwara Rajasthan 311025	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606,	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612,	**Primary:** First Pari-passu hypothecation on stock and receivables (Present and Future) with HDFC bank **Collateral Security:** Extension of Equitable Mortgage of House no. B-377, Shastri Nagar Yojna , Bhilwara, admeasuring 711.50 sq. yards (Owned by Subhash Chandra Nuwal)	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji
	Personal Guarantee	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal 3. Deepank Bhandari 4. Uma Nuwal

Note (18) Trade payables

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Total Outstanding dues to micro and small enterprises	7.32	7.66	8.17
Total Outstanding dues to other than micro and small enterprises	786.95	734.76	69.96
Total	**794.27**	**742.42**	**78.13**

Trade payable ageing Schedule As at 31st March 2026

Particulars	Unbilled Dues	Not Due	less than 1 years	1-2 years	2-3 Years	More than 3 years	Total
MSME	-	-	7.32	-	-		7.32
Others			786.95				786.95
Disputes dues - MSME	-	-	-	-	-		-
Disputes dues - Others	-	-	-	-	-		-
Total	-	-	**794.27**	-	-	-	**794.27**

Trade payable ageing Schedule As at 31st March 2025

Particulars	Unbilled Dues	Not Due	less than 1 years	1-2 years	2-3 Years	More than 3 years	Total
MSME	-	-	7.66	-	-		7.66
Others			734.76				734.76
Disputes dues - MSME	-	-	-	-	-		-
Disputes dues - Others	-	-	-	-	-		-
Total	-	-	**742.42**	-	-	-	**742.42**

Trade payable ageing Schedule As at 01st April 2024

Particulars	Unbilled Dues	Not Due	less than 1 years	1-2 years	2-3 Years	More than 3 years	Total
MSME	-	-	8.17	-	-		8.17
Others			69.96				69.96
Disputes dues - MSME	-	-	-	-	-		-
Disputes dues - Others	-	-	-	-	-		-
Total	-	-	**78.13**	-	-	-	**78.13**

20.1) Company has sought details from suppliers as micro, small and medium enterprises under the provision of "Micro, Small, Medium Enterprises developments (MSMED) Act 2006" as at period/year end.

20.2) Trade payables are non-interest bearing and are normally settled as per due dates generally ranging from 30 to 60 days
20.3) The Company has financial risk management policies in place to ensure that all payables are paid within the agreed credit terms.

DISCLOSURE FOR AMOUNT DUE TO MICRO, SMALL AND MEDIUM ENTERPRISES

The information required to be disclosed under the MSMED Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. The details of amount outstanding to Micro & Small Enterprises are as under:

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
A. Principal amount remaining unpaid	7.32	7.66	8.17
B. Interest due thereon	-	-	-
C. Interest paid by Group in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to suppliers beyond the appointed day during the year	-	-	-
D. Interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-	-
E. Interest accrued and remaining unpaid at the end of each accounting year;	-	-	-
F. Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to small enterprise	-	-	-

Note : Identification of amounts payable to micro, small and medium enterprise in terms of section 16 of Micro, Small & Medium Enterprise Development Act ,2006 is based on the information available with the Company

Note (19A) Other Financial Liabilities

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Secured			
Interest accrued but not due on borrowings	10.64	11.47	6.81
Unsecured			
Creditor for Expenses	65.20	16.83	13.29
Capital Creditors	11.52	26.59	-
Employees & Worker Dues	21.52	25.46	16.42
Total	**108.88**	**80.35**	**36.52**

Note (19B) Other Financial Liabilities

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Unsecured			
Advances from Customers	-	2.68	0.36
Statutory dues (Refer No 1)	5.75	5.14	3.67
Other Payable	0.92	-	-
Total	**6.67**	**7.82**	**4.03**

Note 1 : Dues towards contribution to PF, ESIC & TDS etc.

Particulars	As at 31st March 2026	As at 31st March 2025	As at 01st April 2024
Provident Fund Payable	1.52	1.44	1.17
ESIC Payable	0.18	0.01	0.12
TDS/TCS Payable	4.05	3.69	2.38
Total	**5.75**	**5.14**	**3.67**

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Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

Note (20) Revenue from operations

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Revenue from operations		
Sale of Services	894.41	951.65
Sale of Products	4,232.59	2,207.87
Total	**5,127.00**	**3,159.52**

Note (21) Other income

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Interest Income on Fixed deposit with Bank	2.37	3.30
Interest Income on Security deposit with AVVNL, debtors and Income tax refund	3.75	0.67
Store spares & chemical Sale	0.11	1.17
Other income	0.24	-
Total	**6.47**	**5.14**

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Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

Note (22) Cost of materials consumed

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Opening stock	491.25	52.40
Add: Purchases	3,462.58	2,616.67
Less: Closing stock	901.08	491.25
Cost of material consumed	**3,052.75**	**2,177.82**
Material consumed comprises:		
Dyes & Chemicals	400.98	293.62
Yarn	1,326.73	116.55
Fabric	1,023.85	1,543.15
Coal & Fuel	301.19	224.50
Total	**3,052.75**	**2,177.82**

Note (23) Purchase of Stock in Trade

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Finished fabric	78.97	14.60
Total	**78.97**	**14.60**

Note (24) Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Inventories at the beginning of the period / year:		
Finished goods	78.41	75.65
Work in progress	17.33	22.35
Finish Fabric	377.91	30.19
	473.65	**128.19**
Inventories at the end of the period / year:		
Finished goods	58.42	78.41
Work in progress	20.20	17.33
Finish Fabric	472.09	377.91
	550.71	**473.65**
Net Increase / (decrease) in inventories	**(77.06)**	**(345.46)**

Note (25) Employee benefits expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Salaries and Wages (Including Bonus)	423.21	327.05
Leave encashment and Gratuity	10.31	6.94
Contributions to Provident and other funds	10.67	8.38
Staff welfare expenses	28.45	13.93
Total	**472.64**	**356.30**

Note (26) Finance costs

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Interest on:		
Term Loans	87.05	102.11
Working Capital Loans	107.63	36.52
Vehicle Loans	2.23	1.53
Unsecured Loan	4.19	9.72
Others	0.22	0.28
Less : Interest subsidy under RIPS policy, 2022	(26.18)	(3.14)
Bank processing charges	-	0.23
Total	**175.14**	**147.25**

Note (27) : Depreciation and Amortization Expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
A. Depreciations on Tangible Assets	188.68	173.14
B. Amortisation of Intangible Assets	1.64	-
Total	**190.32**	**173.14**

Note (28) : Other expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Operating and Manufacturing Overheads		
Consumption of stores and spare parts	97.69	89.14
Consumption of packing material	28.01	27.91
Power Expenses	58.79	68.68
Effluent Treatment & Water Expenses	23.47	15.26
Repairs and maintenance - Buildings	1.89	0.58
Repairs and maintenance - Machinery	10.90	5.39
Repairs - Others	4.20	0.52
Job Processing charges & Job Weaving & Sizing Charges	369.53	66.33
Total (A)	**594.48**	**273.81**

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Establishment Expenses		
Bank Charges	1.62	0.79
Advertisement Expenses	0.08	0.03
Membership & Subscription Fees	0.02	1.69
Festival & Pooja Expenses	0.56	0.31
Share Issued Expenses	-	1.78
Donation Expenses	0.11	0.49
Director Remuneration	20.22	18.00
Insurance Charges	6.58	2.12
Legal & Professional Expenses	19.77	16.31
Office Expenses	0.51	0.73
Payment to Auditors (Refer below Note 1)	0.50	0.15
Printing & Stationary Expenses	0.22	2.19
Rent Expenses	0.55	0.60
Rate & Taxes Expenses	0.28	0.37
Telephone & Internet charges	0.21	0.12
Sundry Balance Written off	-	-
Independent Director Sitting fees	0.26	-
Postage & Courier Expenses	3.29	0.99
CSR Expenses	3.74	1.96
Sampling & testing Expenses	0.87	-
Vehicle Running Expenses	0.27	-
Loss on Sale of Fixed Assets	-	-
Travelling & conveyance Expenses	3.07	3.24
Total (B)	**62.73**	**51.87**
Selling and Distribution Expenses		
Freight and forwarding charges	29.25	30.82
Cash discount	57.83	18.02
Agency commission	16.47	5.69
Total (C)	**103.55**	**54.53**
Total (A+B+C)	**760.76**	**380.21**

Note 1 : Payment to Auditors

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Statutory Audit Fees	0.40	0.10
Tax Audit Fees	0.10	0.05
	0.50	**0.15**

Note (29) : Income Tax Expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	As at 01st April, 2024
Tax / TCS Receivables	20.57	20.02	22.09
Advance Income Tax	50.00	30.00	10.00
MAT Credit Entitlement	-	26.28	1.43
Less : Provision for Income Tax	91.23	45.73	29.90
Income Tax Assets / (Provisions)	**(20.66)**	**30.57**	**3.62**

The major components of income tax expense for reporting for tax expense for the reporting periods are indicated below:

Particulars	For the year ended 31st March 2026	For the Year Ended 31st March, 2025
a) Statement of Profit or Loss for the Year Ended		
Current Tax:		
Current tax on Profit for the year	91.23	45.74
Mat credit (entitlement) / Utilised	26.28	(24.85)
Change / credit in respect of current tax of earlier Year	-	-
Total Current Tax	**117.51**	**20.89**
Deferred Tax:		
Origination & reversal of temporary Differences	22.62	54.28
Charge in Respect of deferred tax for earlier year	-	-
Charge In respect of increase / (decrease) in tax rate	-	-
Total Deferred Tax	**22.62**	**54.28**
Total Tax Expense /(Credit) For the Year	**140.13**	**75.17**
b) Statement of Comprehensive Income For the Year		
Income tax relating to items that will not be reclassified to profit or loss		
Deferred tax (credit) / charge on:		
Re-measurement of defined benefit obligation	(0.28)	(0.11)
Income tax relating to items that will be reclassified to profit or loss		
Deferred tax (credit) / charge on:		
Fair Valuation of Mutual Funds		
Fair Valuation of Preference Shares		
Total	**(0.28)**	**(0.11)**

(A) A reconciliation of income tax expense applicable to accounting profits/ (loss) before tax at the statutory income tax rate to be recognised income tax expense for the year indicated are as follows:

Particulars	For the year ended 31st March 2026	For the Year Ended 31st March, 2025
Accounting Profits / (loss) before Tax (A)	479.95	260.80
Statutory Income Tax Rate (%) (B)	27.82%	27.82%
Tax at Indian statutory income tax rate	**133.52**	**72.55**
Accounting Profits / (loss) before Tax (C)	479.95	260.80
Add: ICDS Adjustments	-	-
Add :Disallowances Considered separately under IT. Act. (D)	207.72	186.10
Less Allowance under the Income Tax Act / Considered Separately / Deduction under Chapter VI (E)	270.61	372.79
Total PGBP Income (F=C+D-E)	417.06	74.11
Tax On PGBP (Normal Tax Liability) (G=F*B)	**116.03**	**20.62**
Minimum Alternate Tax (MAT)		
Book profit as per MAT	479.95	260.80
Less : Business Loss (if any)	-	-
Net Book profit as per MAT	479.95	260.80
Tax as per MAT	**83.86**	**45.57**
Tax Expenses = MAT or Normal Provision of Income Tax w.e. is higher	**116.03**	**45.57**
Tax Paid as per "MAT" or Normal Provision	**Normal**	**MAT**
Tax provision as per taken in Audited P&L as per audited balance sheet	**117.51**	**45.74**

(B) Movement in Deferred Tax Assets and Liabilities

The movement in deferred tax assets and liabilities for the year ended 31st March, 2026

Particular	As at 31st March ,2025	Charge / (Credited) To P&L	Charged / (Credited) to OCI/OCI Reserve	As at 31st March , 2026
Deferred Tax Assets:				
Provision for Gratuity Expenses & Leave Encashment	(4.39)	(2.37)	0.28	(7.04)
Deferred Tax Liabilities:				
Property , Plant & Equipment	131.70	25.56		157.26
Total	**127.31**	**23.19**	**0.28**	**150.22**

The movement in deferred tax assets and liabilities for the year ended 31st March, 2025

Particular	As at 1st April ,2024	Charge / (Credited) To P&L	Charged /(Credited) to OCI/OCI Reserve	As at 31st March ,2025
Deferred Tax Assets:				
Provision for Gratuity Expenses & Leave Encashment	(2.49)	(2.00)	(0.11)	(4.39)
Deferred Tax Liabilities:				
Property , Plant & Equipment	75.41	56.28		131.70
Total	**72.92**	**54.28**	**(0.11)**	**127.31**

NOTE 30: STATEMENT OF OTHER COMPREHENSIVE INCOME

Particulars	For the year ended 31st March 2026	For the Year Ended 31st March, 2025
(i) Items that will not be reclassified to profit or loss		
Actuarial gain/(Loss) on employee benefits	0.97	0.37
Gain/(Loss) on Fair Valuation of Investment in Equity Shares		
TOTAL (i)	**0.97**	**0.37**
(ii) Income tax relating to items that will not be reclassified to profit or loss		
On Actuarial gain on employee benefits	(0.28)	(0.11)
Gain on Fair Valuation of Investment in Equity Shares		
TOTAL (ii)	**(0.28)**	**(0.11)**
(iii) Items that will be reclassified to profit or loss	-	-
TOTAL (iii)	-	-
(iv) Income tax relating to items that will be reclassified to profit or loss	-	-
TOTAL (iv)	-	-
Total	**0.69**	**0.26**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India,

Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

Note 31: Earnings per share (EPS)

Basic Earnings per share ('EPS') amounts are calculated by dividing the Profit/(loss) for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the

Diluted EPS amounts are calculated by dividing the Profit/(loss) attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into

The following is a reconciliation of the equity shares used in the computation of basic and diluted earnings

i. Profit/(Loss) attributable to Equity holders

Particulars	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
Profit/(Loss) after tax	339.82	185.63

ii. Weighted average number of ordinary shares

Particulars	As at 31st March, 2026	As at 31st March, 2025
Ordinary shares at the beginning of the year excluding Bonus share impact	1,58,74,145	31,00,000
Bonus Shares issued during the period / year	-	1,24,00,000
Shares post Bonus	**1,58,74,145**	**1,55,00,000**
Shares issued and allotted during the period / year	-	3,74,145
Time Adjustment factor	-	0.35
Weighted Average Number of shares during the period / year	**1,58,74,145**	**1,56,32,232**
Bonus Adjustment Factor		
For Bonus during year ended 31st March, 2025 (Allotted on 25th October 2025) (Note 1)	-	-
For Bonus alloted on 10th November, 2025 (Note 2)	2.60	2.60
**** Weighted average number of shares after proposed issue of Bonus Shares for calculaton of Basic EPS**	**4,12,72,777**	**4,06,43,803**
Add Dilusion on account of Complusory Convertible Debentures (CCDs) (Note 3)	12,55,904	6,80,281
Weighted average number of shares after proposed issue of Bonus Shares for calculaton of Diluted EPS	**4,25,28,681**	**4,13,24,085**
Basic earnings per share (in ₹) After proposed issue of Bonus Shares	**8.23**	**4.57**
Diluted earnings per share (in ₹) After proposed issue of Bonus Shares	**7.99**	**4.49**

** Weighted average number of shares adjusted from the earliest period presented as per IND AS 33
Note 1 : For bonus alloted during the year ended 31st March, 2025 (Allotted on 25th October 2025) at the Ratio of 4 new shares for every one share held on record date (4+1=5)
Note 2 : For bonus alloted on 04th November, 2025 at the Ratio of 16 new shares for every 10 share held on record date (1.60+1=2.60). Refer Note No. 46 Subsequent event for further details
Note 3 : Number of Equity shares issued on acocunt of conversion

Particulars	As at 31st March, 2026	As at 31st March, 2025
Number of CCDs outstanding	96,608	96,608
Conversion Ratio - 5:1 Refer Note 4 Below	5	5
Bonus adjustment factor for bonus shares allotted on 10th November, 2025	2.60	2.60
Total Number of months in the Period / year	3	12
Total Number of months CCDs held	3	6.50
Number of Equity shares issued on acocunt of conversion	**12,55,904**	**6,80,281**

Note 4 : The Company had issued 96,608 Compulsorily Convertible Debentures (CCDs) at a face value of ₹10 each at a premium of ₹725 per debenture, aggregating to ₹71.01Million on 16th September, 2024. The CCDs were mandatorily convertible into Equity Shares at a ration of 1:1 (one Equity share for each CCD held) within 18 months of issue. In accordance with terms of the issue, these CCDs were converted into Equity Shares on 20th August, 2025. However, as the company had issued bonus shares during the year ended March 31, 2025 in the ratio of 1:4 (four bonus shares for every one share held), the company had allotted Equity shares to CCD holders in the ratio of 1:5 (one equity share and four bonus shares for each CCD held), resulting in the allotment of 4,83,040 Equity Shares of the Company.

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Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

NOTE 32: DIFFERENCES BETWEEN IND AS & INDIAN GAAP

A) PRINCIPAL DIFFERENCES BETWEEN IND AS AND INDIAN GAAP

I. Deferred Tax

The Company has accounted for deferred tax on the various adjustments between Indian GAAP and IND AS at their effective tax rate.

II. Defined Benefit Obligation

Under previous GAAP, Company has been charging the remeasurement (gain)/loss of employee benefits to profit and loss account whereas under Ind AS financial statements such (gain) /loss is accounted in Statement of Other Comprehensive Income along with the corres impact.

III. Prior Period Items

Under Indian GAAP, the impact of prior period items is required to be included in current period statement of profit and loss. However as per Ind AS-8 an entity is required to correct prior period errors retrospectively by restating the comparative amounts for the prior period presented in which the error occurred. if the error occurred before the earliest prior period presented, it will restate the opening balance of assets and equity for the earliest prior period presented.

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Annexure - VI : Notes to the Audited Standalone Statement
(All amounts in ₹ Million, except as otherwise stated)

NOTE 33 : RATIO ANALYSIS

Particulars	Numerator	Denominator	As At 31st March 2026	As At 31st March 2025
Current Ratio(in times)	Current Assets	Current Liabilities	1.27	1.21
Debt-Equity Ratio(in times)	Total Debt	Total Shareholder's Equity	2.41	2.96
Debt Service Coverage Ratio(in times)	Profit after tax for the year+ Finance Costs + Depreciation	Finance Cost + Lease Payment + Current maturity of Long Term Debt (excluding impact of foreign exchange gain/loss)	1.70	1.58
Return on Equity (ROE)(%)	Profit for the year	Average Shareholder's Equity	39.02%	34.08%
Inventory Turnover Ratio (in times)	Sales (Revenue from operation)	Average Inventory	4.16	5.44
Trade receivables turnover ratio(in times)	Sales (Revenue from operation)	Average Trade Receivable	6.06	7.55
Trade payables turnover ratio (in times)	Net Credit Purchases	Average Trade Payable	4.61	6.41
Net working capital turnover ratio(in times)	Sale of Products	Average Working Capital	10.98	14.28
Net profit ratio(%)	Profit for the year	Sale of Products	6.63%	5.88%
Return on capital employed (ROCE)(%)	Profit Before Tax + Finance Costs	Avg Total Equity + AVG Total Borrowings (Current & Non Current)+ Net Avg DTL	19.83%	16.97%
Return on investments(%)	Interest/dividend Income	Average Investment+loans given	NA	NA

Change in Ratio in Comparison to Corresponding previous Year

Ratio	As At 31st March 2026	As At 31st March 2025
Current Ratio(in times)	4.77%	(1.07)%
Debt-Equity Ratio(in times)	(18.45)%	(20.42)%
Debt Service Coverage Ratio(in times)	7.50%	(12.57)%
Return on Equity (ROE)(%)	14.50%	(15.79)%
Inventory Turnover Ratio(in times)	(23.47)%	(24.26)%
Trade receivables turnover ratio(in times)	(19.79)%	(9.95)%
Trade payables turnover ratio(in times)	(28.13)%	(5.87)%
Net working capital turnover ratio(in times)	(23.09)%	12.59%
Net profit ratio(%)	12.81%	(45.72)%
Return on capital employed (ROCE)(%)	16.88%	4.88%
Return on investments(%)	NA	NA

Explanation Of change in ratio more than 25%
March 31,2026
Decrease in trade payable ratio due to decrease in trade payable in comparison of increase in purchases
Decrease in working capital Ratio due to increase in net working capital

March 31,2025
Decrease in Net Profit Ratio due to increase in tax expense of the company.

NOTE 34 : RELATED PARTY DISCLOSURES

Subsidiaries

Sionnah Enterprises Private Limited (Incorporated on 1st July, 2025)

Key Managerial Personnel

Name	Relationship
Harshil Nuwal	Managing Director (from 11th February, 2022)
Subhash Chandra Nuwal	Director (from 11th February, 2022)
Uma Nuwal	Director (from 11th February, 2022)
Ramesh Chandra Vyas	Chief Financial Officer (from 03th February, 2025)
Harish Sharma	Company Secretary (from 25th October, 2024)

Relatives

Name	Relationship
Deepank Bhandari	Director's Relative

Independent Directors

Name	Relationship
Kamlesh Kumar Choudhary	Independent Director (from 30th September, 2025)
Kanhaiya Lal Acharya	Independent Director (from 18th January, 2025)
Aditi Kakhani	Independent Director (from 18th January, 2025)

Enterprises where directors having significant influence

Sona Styles Limited
Sona Processors India Limited
Sona Texfab Private Limited
Starnet Real Estate & project Limited

Following transactions were carried out with related parties in the ordinary course of Business

Transaction Type / Party	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Remuneration to Key Managerial Personnel		
Harshil Nuwal	14.25	12.00
Uma Nuwal	6.00	6.00
Ramesh Chandra Vyas	0.63	0.52
Harish Sharma	0.79	0.29
Professional Fees		
Deepank Bhandari	12.00	12.00
Sitting Fees Paid to Independent Directors		
Kanhaiya Lal Acharya	0.01	-
Aditi Kakhani	0.01	-

Transaction Type / Party	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Interest Payment		
Uma Nuwal net of TDS	0.76	0.04
Harshil Nuwal net of TDS	3.54	2.45
Subhash Nuwal net of TDS	0.32	
Repayment of Loans		
Uma Nuwal	12.95	-
Harshil Nuwal	187.57	99.00
Deepank Bhandari	-	20.00
Subhash Nuwal	14.96	41.20
Starnet real Estate & project Limited	1.00	-
Loan taken		
Uma Nuwal	17.87	-
Harshil Nuwal	135.67	72.30
Deepank Bhandari	-	22.00
Subhash Nuwal	19.32	24.20
Starnet real Estate & project Limited	-	1.00
Loan & Advances Given		
Sionnah Enterprises Pvt Ltd	12.26	-
Investment		
Sionnah Enterprises Pvt Ltd	22.60	-
Sales and Other Income		
Sona Styles Limited	28.79	29.76
Sona Texfab Private Limited	-	-
Sionnah Enterprises Pvt Ltd	19.65	-
Sona Processors India Limited	2.97	8.42
Purchase and job processing charges		
Sona Texfab Private Limited	-	1.67
Sona Styles Limited	249.10	1,206.40
Sona Processors India Limited	63.23	35.12
Business Transfer		
Sona Processors India Limited	-	-
Rent Expense		
Sona Processors India Limited	-	-

Following were the balances outstanding with related parties in the ordinary course of Business at the end of Following Periods

Related Party	As at 31st March, 2026	As at 31st March, 2025
Borrowing Payable		
Uma Nuwal	8.92	4.00
Harshil Nuwal	42.50	94.40
Deepank Bhandari	53.00	53.00
Subhash Nuwal	4.36	-
Starnet real Estate & project Limited	-	1.00
Payable / (Advance to suppliers)		
Sona Styles Limited	24.98	430.51
Sona Texfab Private Limited	-	1.75
Sona Processors India Limited	11.10	(0.76)
Deepank Bhandari	10.80	1.08
Loan & Advances Receivables		
Sionnah Enterprises Pvt Ltd	12.26	-
Receivable / (Advance from customers)		
Sona Styles Limited	5.42	0.14
Sona Texfab Private Limited	-	(0.23)
Sona Processors India Limited	-	(0.34)
Sionnah Enterprises Pvt Ltd	20.63	-

NOTE 35 : DETAILS OF CORPORATE SOCIAL RESPONSIBILITY

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Gross Amount Required to be spent as per Sec 135 of Companies Act, 2013	3.64	1.93
Amount Spent During the period / year on :		
Donating Funds to Trust	3.74	1.96
Short / (Excess)	(0.10)	(0.03)
Opening B/F-short/(Excess)	(0.08)	(0.04)
Net C/F -Short/(Excess)	**(0.18)**	**(0.08)**

Other Disclosure Related to CSR

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Promoting healthcare including preventive healthcare	1.04	1.35
Promoting education, cultural, moral development activities and preservation of traditional art and culture	2.70	0.61

NOTE 36 : CAPITAL MANAGEMENT

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth and maximise the shareholders value. The Company's overall strategy remains unchanged from previous year. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and borrowed funds. The Company's policy is to use short term and long-term borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the net debt to equity ratio. The Company's is not subject to any externally imposed capital requirements. Net debt are long term and short term debts as reduced by cash and cash equivalents (including restricted cash and cash equivalents) and short-term investments. Total Equity comprises all components of equity.

The following table summarizes the capital of the Company:

Particular	As at 31st March, 2026	As at 31st March, 2025
Share Capital	425.29	158.74
Other Equity	615.93	541.97
Total Equity (A)	**1,041.22**	**700.71**
Cash and Cash equivalents	0.26	2.15
Other Bank balance	26.15	53.40
Total Cash & Bank Balances (B)	**26.41**	**55.55**
Short term Borrowing	1,250.39	766.25
Long Term Borrowings	1,262.86	1,307.72
Total debt (C)	**2,513.25**	**2,073.97**
Net Debt (D=(C-B))	**2,486.84**	**2,018.42**
Net Debt to Equity ratio (E=D/A)	**2.39**	**2.88**

NOTE 37: EMPLOYEE BENEFIT

As per the Indian Accounting Standard (Ind AS 19) " Employee benefits " , the disclosures as defined are given below:

A) Defined contribution Plan:

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Employer's Contribution to Provident fund (EPF)	9.48	7.45
Employer's Contribution to Employee state Insurance fund (ESIC)	1.19	0.93
Total	**10.67**	**8.38**

B) Defined Benefit Plan

I) Gratuity benefits

1.1 (a) Changes in Present Value of Obligation during the Period

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Defined Benefit Obligation at the beginning of the period	7.49	4.43	7.60	4.09
Acquisition adjustment				
Interest cost	0.51	0.31	0.51	0.28
Current service cost	6.23	3.12	3.69	2.78
Past service cost	-	-	-	-
Actuarial (Gains) / Losses	(0.97)	(0.37)	(0.64)	0.45
Benefits paid	-	-	(0.20)	-
Defined Benefit obligation as at the end of period	**13.26**	**7.49**	**10.97**	**7.60**

1.1 (b) bifurcation of total Actuarial (gain)/loss on Liabilities

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Actuarial gain / losses from Changes in Demographic assumptions (morality)	-	-	-	-
Actuarial gain / losses from Changes in Financial assumptions	(2.69)	0.13	-	-
Experience Adjustments (gain)/ loss for Plan liabilities	1.71	(0.50)	-	-
Total amount recognized in other comprehensive income	**(0.97)**	**(0.37)**	**-**	**-**

1.2 Key results (The amount to be recognised in balance sheet :

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Present value of obligation at the end of period	13.26	7.49	10.97	7.60
Fair value of plan assets at end of Period	-	-	-	-
Net liability / (assets) recognised in Balance sheet & related analysis	13.26	7.49	10.97	7.60
Funded Status - (Surplus) / Deficit	**13.26**	**7.49**	**10.97**	**7.60**

1.3 (a) Expenses Recognized during the period / year in the statements of Profit & Loss

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Interest cost defined benefit obligation	0.51	0.31	0.51	0.28
Current Service Cost	6.23	3.12	3.69	2.78
Past Service Cost	-	-	-	-
Net Actuarial Losses / (Gains)			(0.64)	0.45
Expected Return on Plan Asset	-	-	-	-
Total expense /(Income) included in " Employee benefit Expenses"	**6.75**	**3.43**	**3.56**	**3.51**

1.3 (b) Expenses recognised during in the statement of Other Comprehensive Income (OCI)

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Amount Recognized in OCI, beginning of period	0.44	0.81	-	-
Opening Cumulative Actuarial (Gain)/Loss B/f	-	-	-	-
Actuarial (Gain) / losses - Obligation	(0.97)	(0.37)	-	-
Actuarial (Gain) / losses - Plan Asset	-	-	-	-
Total Actuarial (Gain) /losses	-	-	-	-
Cumulative total Actuarial (Gain)/ Losses -C/f	**(0.54)**	**0.44**	**-**	**-**

1.3(c) Net interest Costs

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Interest cost defined benefit obligation	0.51	0.31	0.51	0.28
Interest income of Plan Asset	-	-	-	-
Net interest Cost (income)	**0.51**	**0.31**	**0.51**	**0.28**

1.4 Experience Adjustments

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Experience Adjustment (Gain) / loss for Plan Liabilities	-	-	-	-
Experience Adjustment (Gain) / loss for Plan Assets	-	-	-	-

2.1 Summary of membership data of valuation & statistics based thereon

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Number of Employee	651.00	475.00	535.00	475.00
Total monthly Salary (in Million)	16.13	10.97	13.06	10.97
Average Past Service(Years)	24,771.00	23,092.00		
average Future Service (Years)	33.91	36.32	-	-
Average Years	1.67	1.28	-	-
Expected Future Service taking into account Decrements (Years)	22.48	20.65	-	-
Average Age (years)	-	-	33.91	36.32
Average Past Service (Years)	-	-	1.67	1.28
Total Leave Balance (Days0	-	-	8940	5959
Average Leave Balance	-	-	13.73	12.55

2.2 Actuarial Assumptions

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Discount Rate (per annum)	7.85%	6.95%	7.85%	6.85%
Salary Escalation rate (per annum)	7.00%	7.00%	7.00%	7.00%
Mortality	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.
Withdrawal Rate (Per annum)	1.00%	1.00%	1.00%	1.00%
Retirement Age	60 Years	60 Years	60 Years	60 Years

2.3 Benefits Valued

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Normal Retirement Age	60 years	60 years	60 years	60 years
Basic Salary	Last drawn Basic salary	Last drawn Basic salary	Monthly Basic salary	Monthly Basic salary
Vesting Period	5 years on Retirement & Withdrawal	5 years on Retirement & Withdrawal	None	None
Benefits on Normal Retirement	15/26 * Last Drawn Qualifying salary * Services	15/26 * Last Drawn Qualifying salary * Services	Last Drawn Qualifying salary/ 30 * Leave Balance Services	Last Drawn Qualifying salary/ 30 * Leave Balance Services
Benefits on early exit due to death and other	Same as Retirement Benefits	Same as Retirement Benefits	Same as Retirement Benefits	Same as Retirement Benefits
Limit (in Lakhs)	No Limit	No Limit	No Limit	No Limit

2.4 Current Liability (*Expected Payout in next year as per Schedule III of Companies Act ,2013)

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Current Liability (short term)	0.03	0.02	1.89	0.31
Non Current Liability (Long Term)	13.23	7.47	9.08	7.29
Liability / (asset) recognized in balance sheet	**13.26**	**7.49**	**10.97**	**7.60**

3. Sensitivity Analysis

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Defined Benefit Obligation – Discount Rate +50 Basis Point	-8.51%	-8.53%	-6.65%	-6.83%
Defined Benefit Obligation – Discount Rate -50 Basis Point	9.54%	9.53%	7.40%	7.61%
Defined Benefit Obligation – Salary Escalation Rate +50 Basis Points	9.58%	9.47%	7.43%	7.56%
Defined Benefit Obligation – Salary Escalation Rate -50 Basis Points	-8.61%	8.55%	-6.73%	6.86%

4.Expected Cash flows for the Next Ten Years

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Year - 2027	0.03	0.02	1.89	0.31
Year - 2028	0.24	0.02	0.31	1.37
Year - 2029	0.13	0.07	0.19	0.09
Year - 2030	0.32	0.12	0.36	0.12
Year - 2031	0.38	0.20	0.23	0.21
Year - 2032 to 2036	2.92	1.51	1.98	1.28

NOTE 38: FINANCIAL INSTRUMENTS

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value

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

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly

Level 3: For assets & liabilities where Fair value is not observable

Particular	Level	Carrying Value		Fair Value	
		As at 31st March, 2026	As at 31st March, 2025	As at 31st March 2026	As at 31st March, 2025
Financial Assets :					
At Ammortised Cost					
Others Non Current Financial Asset	Level III	20.70	7.57	20.70	7.57
Trade Receivables	Level III	995.90	696.87	995.90	696.87
Cash and cash equivalents	Level III	0.26	2.15	0.26	2.15
Bank Balances other than above	Level III	26.15	53.40	26.15	53.40
Others Current Financial Assets	Level III	261.07	184.56	261.07	184.56
Financial Liabilities :					
At Ammortised Cost					
Non Current Borrowings	Level III	1,262.86	1,307.72	1,262.86	1,307.72
Current Borrowings	Level III	1,250.39	766.25	1,250.39	766.25
Trade Payables	Level III	794.27	742.42	794.27	742.42

NOTE 39 :EARNINGS & EXPENDITURE IN FOREIGN CURRENCY

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Income			
Export of Goods	8.50	-	-
Total	**8.50**	**-**	**-**
Expenditure			
Purchase of stores and spare parts	-	2.53	1.14
Total	**-**	**2.53**	**1.14**

NOTE 40 : FINANCIAL RISK MANAGEMENT

The Company’s board of directors has overall responsibility for the establishment and oversight of the Company’s risk management framework. The Company’s risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company’s activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

Risk	Exposure arising from
Credit Risk	Cash and cash equivalents, bank balances other than cash and cash equivalents, trade receivables and other financial assets measured at amortised cost.
Liquidity Risk	Borrowings, trade payables and other financial liabilities
Market Risk	Receivables and payables denominated in foreign currency

1. Credit Risk

The Company is exposed to credit risk primarily from cash and cash equivalents, bank deposits, trade receivables, and other financial assets. Credit risk arises from the possibility that a counterparty may fail to meet its financial obligations, leading to a financial loss.

i. Cash and Cash Equivalents and Bank Deposits: The Company minimizes credit risk associated with cash and cash equivalents and bank deposits by maintaining deposits with banks having high credit ratings, as assigned by domestic credit rating agencies. This reduces the risk of default by banks.

ii . Trade Receivables: Credit risk on trade receivables is managed by regular monitoring of the outstanding amounts and performing a detailed assessment of recoverability. The Company has established policies for aging analysis, and where applicable, provisions for expected credit losses (ECL) are recognized.

2. Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its financial obligations as they fall due, without incurring significant losses. The Company manages liquidity risk by maintaining adequate reserves, banking facilities, and by continuously monitoring forecast and actual cash flows.

i. Cash Flow Management: The Company continuously monitors its cash flow requirements to ensure that it has sufficient liquidity to meet its operational and financial obligations, including trade payables, financial liabilities, and tax obligations. Regular cash flow forecasting is performed to assess the timing and amount of future cash inflows and outflows.

ii. Access to Credit Facilities: The Company has access to various credit facilities from banks, which provide flexibility to meet short-term and long term liquidity needs.

iii. Maturity Analysis of Financial Liabilities: The Company has established procedures to regularly monitor and assess the maturity profile of its financial liabilities, including trade payables, loans, and other financial obligations. The maturity analysis helps ensure that the Company has enough liquidity to meet these obligations in a timely manner.

iv. Cash and Cash Equivalents: The Company maintains a sufficient level of cash and cash equivalents to manage day-to-day operational expenses and meet unforeseen liquidity requirements. This liquidity buffer is designed to prevent disruptions to business operations due to short-term liquidity shortages.

As at 31st March 2026	Less than 1 year	1 - 5 Years	Due after 5 Years	Total
Non Derivatives		`		
Long Term Borrowings from Related Party	-	-	108.78	108.78
Borrowings from Bank	1,250.39	1,084.60	18.89	2,353.88
Trade Payables	794.27			794.27

As at 31st March 2025	Less than 1 year	1 - 5 Years	Due after 5 Years	Total
Non Derivatives		`		
Long Term Borrowings from Related Party	-	-	152.40	152.40
Borrowings from Bank	766.25	1,004.78	125.54	1,896.57
Trade Payables	742.42			742.42

As at 01st April 2024	Less than 1 year	1 - 5 Years	Due after 5 Years	Total
Non Derivatives				
Long Term Borrowings from Related Party	-	-	193.10	193.10
Borrowings from Bank	328.42	782.37	137.13	1,247.92
Trade Payables	78.13			78.13

3. Market Risk

a) Foreign Currency Risk

The Company undertakes limited transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. The Company's exposure to currency risk relates primarily to the Company's operating activities when transactions are denominated in a different currency from the Company's functional currency. The Company has not taken derivative instruments to hedge the foreign currency risk. The Company continuously monitors the fluctuations in currency risk and ensures that the company does not have adverse impact on account of fluctuation in exchange rate.

As at the end of period / year, there were no Trade Receivable and Trade Payables outstanding in foreign currency. Hence, sensitivity analysis with respect to foreign exchange risk is not require.

b) Interest Rate Risk

Interest rate risk primarily arises from floating / fixed rate borrowing, including various short-term and long-term loan. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates arises on borrowings with floating interest rate from banks.

The exposure of borrowing to interest rate changes at the end of the reporting periods are as follows:

Particulars	As at 31st March, 2026	As at 31st March, 2025
Fixed Rate Borrowings :		
Vehicle Loans from Banks	36.09	19.13
Loans & Advances from Related Parties	108.78	152.40
Loans & Advances from others	50.59	25.00
Variable Rate Borrowings :		
Term Loans from Banks	1,307.86	1,284.50
Loan from banks repayable on demand	1,009.93	592.94

Fixed rate borrowings are carried at amortized cost. They are, therefore, not subject to interest rate risk as defined in Ind-AS 107, since Profit or loss is sensitive to higher/lower interest expense from variable rate borrowings as a result of changes in

Particulars	As at 31st March, 2026	As at 31st March, 2025
Interest rate - Increase by 50 basis points	2.27	8.01
Interest rate - Decrease by 50 basis points	(2.27)	(8.01)

NOTE 41 : OTHER RELEVANT DISCLOSURES

Additional regulatory information required by Schedule III of Companies Act, 2013:

A. Balance of Debtors & Creditors & Loans & advances taken are subject to confirmation and consequential adjustments, if any. Debtors & creditors balance has been shown separately and the advances received and paid from/to the parties is shown as advance from customer and advance to suppliers.

B. The company has no transactions, which are not recorded in the books of accounts and which are surrendered or disclosed as income during the year in the tax assessment or in search or survey or under any other relevant provision of the Income Tax Act, 1961.

C. The Company has not traded or invested in crypto currency or virtual currency for the for the year ended March 31, 2026, March 31, 2025, 01st April 2024.

D. The Company did not have any transaction with companies that are struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 during the year ended March 31, 2026, March 31, 2025 and 01st April 2024

E. The company has not been declared as willful defaulter by any bank or from any other lender during the year ended March 31, 2026, March 31, 2025 and 01st April 2024.

F. The company has registered all the charges which are required to be registered under the terms of the loan and liabilities and submitted Documents with ROC within the period as required by Companies Act, 2013.

G. The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

H. The Company have not given any fund to any person(s) or entity(ies), including foreign entities (Receiving Party) with the understanding (whether recorded in writing or otherwise) that the Receiving Party shall: (a) 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 (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

I. The Company is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017 (as amended).

J. The Company does not hold any benami property, and no proceedings have been initiated or are pending against the Company under the Prohibition of Benami Property Transactions Act, 1988.

K. The Company has taken working capital loans from various Banks. Company has filed quarterly statements of Current Assets with the banks that are in principle in agreement with the books of accounts.

L.The Company has covered under this Act do not have any transactions with companies struck off

Note 42 : Revenue from Contracts with Customers

a) The Disaggregation of Revenue from Customers are given below

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Sale of Products	4,232.59	2,207.87
Sale of Services	894.41	951.65
Total Revenue from Contracts with Customers	**5,127.00**	**3,159.52**

Timing of Revenue Recognition	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Goods/Services Transferred at a Point of Time.	-	-
Goods/Services Transferred Over Time	5,127.00	3,159.52
Total Revenue from Contracts with Customers	**5,127.00**	**3,159.52**

Geographical Disaggregation	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Sales Outside India	8.50	-
Sales in India	5,118.50	3,159.52
Total	**5,127.00**	**3,159.52**

Revenue Disaggregation by Customer Type	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Government	-	-
Non-Government	5,127.00	3,159.52
Total	**5,127.00**	**3,159.52**

Contract Balances	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Trade Receivables	995.90	696.87
Contract Assets	-	-
Contract Liabilities	-	-

Note : None of the customers who contribute 10% or more of total revenue from operation during the period / year.

NOTE 43 : LOANS & ADVANCES TO PROMOTERS , DIRECTORS,KMP & THEIR RELATED PARTIES

During the reporting period, the Company has not granted any loans, advances in the nature of loans, or provided any guarantees or securities to any of its directors, promoters, key managerial personnel, or their relatives, whether jointly or severally.

Furthermore, there are no outstanding balances in respect of any such transactions from previous periods. The Company has complied with the applicable provisions of the Companies Act, 2013 and relevant regulations issued by statutory authorities in this regard.

NOTE 44: CONTINGENT LIABILITIES & COMMITMENTS (To the Extent Not Provided For)

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st April, 2024
Contingent Liability-			
Claims Against the company not acknowledged as debt	-	-	-
Commitments-			
In respect of Procurement of capital goods under Zero duty Export Promotion Capital Goods Scheme of Foreign Trade Policy, 2023, the company has an export obligation, which is required to be fulfilled at different dates, on or before 24.06.2031. In the event of non-fulfillment of the export obligation, the company will be liable to pay custom duties and penalties, as applicable.	200.05	191.86	183.63

Note:

The Company has certain disputes, lawsuits and claims, which arise in from time to time in the ordinary course of business. The amount in some of the cases can not be ascertained and in some cases not material.

NOTE 45: PRIOR PERIOD ITEMS ALONG WITH IMPACT ANALYSIS

As per IND AS 8 an entity is required to correct prior period error retrospectively by restating the comparative amounts for the prior period presented in which the error occurred. If the error occurred before the earliest prior period presented, it will restate the opening balance of assets, liabilities and equity for the earlier prior period presented. Therefore, in terms of provisions of IND AS 8, the impact of the prior period items identified in the current year and relating to the previous year have been Audited and for the period before the last comparative period shown have been adjusted in the opening balance of retained earnings.

Particulars	As at 31st March, 2026	As at 31st March, 2025
Short Provision of Tax	-	-
Total Impact on Profit /Reserve	-	-
Increase / (Decrease) in EPS (In .₹)	-	-

NOTE 46 : EVENTS OCCURING AFTER THE BALANCE SHEET DATE

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transaction in the financial statements.

Events Required Adjustments in Financial Statement: Nil.
Non-Adjusting Events:
Shareholding of Promoters (as at signing date)
Subsequent to the reporting date but before the date of signing of the Audited Standalone Statement, the list of promoters and their current shareholding is as follows:

Name of the Promoter	No of Shares	Shareholding (%)
Deepank Bhandari	1,76,42,335	41.48%
Sona Polyspin Private Limited	1,17,65,000	27.66%
Harshil Nuwal	72,59,627	17.07%
Subhash Chandra Nuwal	-	-
Uma Nuwal	13	0.00%

NOTE 47: SEGMENT INFORMATION

A) The principal business of the Company is Processing and Sale of Textile Fabric. All other activities of the Company revolve around its principal business. The Managing Director of the Company has been identified as the Chief Operating Decision Maker (CODM).

The CODM evaluates the Group's performance and allocates resources based on an analysis of various performance indicators of the Company as a single unit. The CODM has concluded that there is only one reportable operating segment, as defined under Ind AS 108 – Operating Segments, i.e., 'Processing of Textile Fabrics"

B) Disaggregation of revenue from operations by geographical area has been provided in Note No. 42
C) All non-current assets of the Group are located within India.
D) Information about Major Customers
The details of single customers who contributed 10% or more to the Company's revenue during the year financial year ended on March 31, 2026, March 31, 2025 and 01st April 2024. are provided in Note No. 42

NOTE 48: PENDING REGISTRATION OF OR MODIFICATION OR SATISFACTION OF CHARGE WHICH REQUIRED TO BE FILED WITH ROC

There are no pending registration or modification or satisfaction of charge at the end of reporting periods, which are required to be filed with the Registrar of Companies

NOTE 49: CONTRIBUTIONS TO POLITICAL PARTIES

Disclosure under the section 182(3)

Particulars For	As at 31st March, 2026	As at 31st March, 2025
Contribution to political parties	-	-

50 **Note on First Time Adoption of Ind AS:**

The accounting policies set out in the note here have been applied in preparing the financial statements for the year ended March 31, 2026, the comparative information presented in these financial statements for the year ended March 31, 2025 and in the preparation of an opening Ind AS balance sheet at April 1, 2024 [the Company's date of transition].

In preparing its opening Ind AS Balance Sheet, the Company has adjusted the amounts reported previously in financial statements prepared in accordance with the accounting standards notified under the Companies (Accounting Standards) Rules, 2021 and other relevant provisions of the Companies Act, 2013 (previous GAAP). An explanation of how the transition from previous GAAP to Ind AS has affected the Company's financial position, financial performance and cash flows is set out in the following notes.

Mandatory exceptions

b Estimates

An entity's estimates in accordance with Ind AS at the date of transition shall be consistent with estimates made for the same date in accordance with Indian GAAP [after adjustments to reflect any difference in accounting policies], unless there is objective evidence that those estimates were in error.

The Company's estimates under Ind AS are consistent with the above requirement. Key estimates considered in preparation of the financial statements that were not required under the previous GAAP are listed below:
- Impairment of financial assets based on the expected credit loss model.
- Discounted value of long term provisions.

Classification and measurement of financial assets
Ind AS 101 requires an entity to assess classification of financial assets on the basis of facts and circumstances existing as on the date of transition. Further, the standard permits measurement of financial assets accounted at amortised cost based on facts and circumstances existing at the date of transition if retrospective application is impracticable. Accordingly, the Company has determined the classification of financial assets based on facts and circumstances that exist on the date of transition. Measurement of the financial assets accounted at amortised cost has been done retrospectively except where the same is impracticable.

Note on Transition to Ind AS - Reconciliations:
The following reconciliations provide the explanations and quantification of the differences arising from the transition from Indian GAAP to Ind AS in accordance with Ind AS 101:

I. Reconciliation of Equity as at April 1, 2024
II. A. Reconciliation of Equity as at March 31, 2025
B. Reconciliation of Statement of Profit and Loss for the year ended March 31, 2025

Previous GAAP figures have been reclassified/regrouped wherever necessary to conform with financial statements prepared under Ind AS.

I. A. Reconciliation of Equity as at April 1, 2024

Particulars	Note No.	As at April 1, 2024 (Date of transition)		
		I GAAP	Adjustment	IND AS
I. ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	2	750.36	0.01	750.37
(b) Capital work-in-progress	3	725.72	-	725.72
(c) Other Intangible Assets	4	-	-	-
(d) Intangible Assets under development	5	-	-	-
(e) Financial Assets			-	-
(i) Invesment	6A	-	-	-
(ii) Others financial Assets	6B	10.12	-	10.12
Total Non Current Assets		**1,486.20**	**0.01**	**1,486.21**
Current Assets				
(a) Inventories	7	190.69	-	190.69
(b) Financial Assets				
(i) Trade receivables	8	139.51	0.36	139.87
(ii) Cash and Cash equivalents	9	86.16	(44.76)	41.40
(iii) Bank balance other than (ii) above	10	-	44.76	44.76
(c) Other current assets	11	123.65	4.75	128.40
(d) Income Tax Assets (Net)	29	-	3.62	3.62
Total Current Assets		**540.01**	**8.73**	**548.74**
TOTAL ASSETS		**2,026.21**	**8.74**	**2,034.95**
II. EQUITY AND LIABILITIES				
Equity				
(a) Share capital	12	31.00	-	31.00
(b) Other Equity	13b	358.27	(0.46)	357.81
Total Equity		**389.27**	**(0.46)**	**388.81**
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	14	1,118.41	(0.81)	1,117.60
(b) Provisions	15	-	8.30	8.30
(c) Deferred tax liabilities (net)	16	72.94	(0.02)	72.92
Total Non-Current Liabilities		**1,191.35**	**7.47**	**1,198.82**

Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	17	328.42	-	328.42
(ii) Trade payables				
(a) Total outstanding dues of micro enterprises and small enterprises	18	8.17	-	8.17
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	18	35.04	34.92	69.96
(iii) Other Financial Liabilities	19A	-	36.52	36.52
(b) Other Current Liabilities	19B	35.98	(31.95)	4.03
(c) Provisions	15	8.52	(8.30)	0.22
(d) Current Tax Liabilities (Net)	29	29.46	(29.46)	-
Total Current Liabilities		**445.59**	**1.73**	**447.32**
Total Liabilities		**1,636.94**	**9.20**	**1,646.14**
TOTAL EQUITY & LIABILITIES		**2,026.21**	**8.74**	**2,034.95**
		-	**0.00**	**-**

A. Reconciliation of Equity as at March 31, 2025

Particulars	Note No.	As at March 31, 2025 (Date of transition)		
		I GAAP	Adjustment	IND AS
I. ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	2	1,699.82	0.01	1,699.83
(b) Capital work-in-progress	3	101.96	(6.40)	95.56
(c) Other Intangible Assets	4	-	-	-
(d) Intangible Assets under development	5	-	6.40	6.40
(e) Financial Assets			-	-
(i) Invesment	6A	-	-	-
(ii) Others financial Assets	6B	7.57	-	7.57
Total Non Current Assets		**1,809.35**	**0.01**	**1,809.36**
Current Assets				
(a) Inventories	7	970.76	-	970.76
(b) Financial Assets				
(i) Trade receivables	8	694.19	2.68	696.87
(ii) Cash and Cash equivalents	9	55.55	(53.40)	2.15
(iii) Bank balance other than (ii) above	10	-	53.40	53.40
(c) Other current assets	11	221.12	(36.56)	184.56
(d) Income Tax Assets (Net)	29	-	30.57	30.57
Total Current Assets		**1,941.62**	**(3.31)**	**1,938.31**
TOTAL ASSETS		**3,750.97**	**(3.30)**	**3,747.67**
II. EQUITY AND LIABILITIES				
Equity				
(a) Share capital	12	158.74	-	158.74
(b) Other Equity	13b	489.36	52.61	541.97
Total Equity		**648.10**	**52.61**	**700.71**
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	14	1,383.26	(75.54)	1,307.72
(b) Provisions	15	-	14.76	14.76
(c) Deferred tax liabilities (net)	16	97.91	29.40	127.31
Total Non-Current Liabilities		**1,481.17**	**(31.38)**	**1,449.79**
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	17	766.25	-	766.25
(ii) Trade payables				
(a) Total outstanding dues of micro enterprises and small enterprises	18	7.66	-	7.66
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	18	708.68	26.08	734.76
(iii) Other Financial Liabilities	19A	-	80.35	80.35
(b) Other Current Liabilities	19B	78.94	(71.12)	7.82
(c) Provisions	15	14.43	(14.10)	0.33
(d) Current Tax Liabilities (Net)	29	45.74	(45.74)	-
Total Current Liabilities		**1,621.70**	**(24.53)**	**1,597.17**
Total Liabilities		**3,102.87**	**(55.91)**	**3,046.96**
TOTAL EQUITY & LIABILITIES		**3,750.97**	**(3.30)**	**3,747.67**
		-	**0.00**	**-**

B. Reconciliation of Statement of Profit and Loss for the year ended March 31, 2025

Particulars	Foot Note	Year ended March 31, 2025		
		I GAAP	Adjustment	IND AS
I. Revenue from Operations	20	3,160.68	(1.16)	3,159.52
II. Other Income	21	7.11	(1.97)	5.14
III. Total Income (I+II)		**3,167.79**	**(3.13)**	**3,164.66**
IV. EXPENSES				
Cost of Materials Consumed	22	2,273.71	(95.89)	2,177.82
Purchase of Stock-in-Trade	23	14.60	-	14.60
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	24	(441.34)	95.88	(345.46)
Employee Benefit Expenses	25	373.32	(17.02)	356.30
Finance Costs	26	150.38	(3.13)	147.25
Depreciation and Amortization Expenses	27	173.14	-	173.14
Other Expenses	28	362.21	18.00	380.21
Total Expenses		**2,906.02**	**(2.16)**	**2,903.86**
V. Audited Profit / (Loss) Before Exceptional and Extraordinary items and Tax (III-IV)		**261.77**	**(0.97)**	**260.80**
VI. Exceptional Items		-	-	-
VII. Audited Profit / (Loss) Before Extraordinary items and Tax (V-VI)		**261.77**	**(0.97)**	**260.80**
VIII. Extraordinary items		-	-	-
IX. Audited Profit / (Loss) Before Tax (VII-VIII)		**261.77**	**(0.97)**	**260.80**
X. Tax Expenses				
Current Tax	29	45.74	0.00	45.74
Less : MAT Credit (Entitlement) / utilised	29	(13.21)	(11.64)	(24.85)
Deferred Tax Expenses	16	24.96	29.32	54.28
Income Tax for earlier year		0.44	(0.44)	-
Total Tax Expenses (X)		**57.93**	**17.24**	**75.17**
XI. Profit for the period / year (IX-X)		**203.84**	**(18.21)**	**185.63**
XII. Other Comprehensive Income [OCI]				
(i) Items that will not be reclassified to profit or loss	29			
Adjustment due to Actuarial Gain / (Loss) recognised in OCI		-	0.37	0.37
Income tax relating to items that will not be reclassified to profit or loss		-	(0.11)	(0.11)
(ii) Items that will be reclassified to profit or loss				
Adjustment due to items that will be reclassified to profit or loss		-	-	-
Income tax relating to items that will be reclassified to profit or loss		-	-	-
Other Comprehensive Income [OCI] (XII)		**-**	**0.26**	**0.26**
XIII. Total Comprehensive Income for the period / year (XI+XII)		**203.84**	**(17.95)**	**185.89**

Note to the Reconciliations

a Reclassification as per requirement of Ind AS

Reclassification have been done in respective heads as per requirement of Indian Accounting Standards (Ind AS).

b Deferred Tax

The impact of transition adjustments together with Ind AS mandate of using balance sheet approach {against profit and loss approach in the Indian GAAP) for computation of deferred taxes has resulted in charge to Reserves, on the date of transition, with consequential impact to the Statement of Profit and Loss account for the subsequent periods.

c Other comprehensive income

Under Indian GAAP, the Company has not presented other comprehensive income (OCI) separately. Hence, it has reconciled Indian GAAP profit or loss to profit or loss as per Ind AS. Further, Indian GAAP profit or loss is reconciled to total comprehensive income as per Ind AS.

d Estimates

The estimates at April 1, 2024 and March 31, 2025 are consistent with those made for the same dates in accordance with previous GAAP (after adjustments to reflect any differences in accounting policies). The estimates used by the Company to present these amounts in accordance with Ind AS reflect conditions on April 1, 2024, the date of transition to Ind AS and as of March 31, 2025.

51 Previous year's figures have been regrouped / reclassed, where necessary, to confirm to current year's classification. This does not impact recognition and measurement principles followed for preparation of financial statements.

As per our report of even date attached.
For Pokharna Somani & Associates
Chartered Accountants

For and on behalf of Board of Directors
Sonaselection India Limited

Sumit Bumb	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Partner	**Managing Director**	**Director**
(Firm Regn No.011535C/Membership No. 429413)	**DIN: 01474313**	**DIN: 00104154**
Place: Bhilwara		
Date : 01.08.2026		
UDIN : 26429413CQKGEN4044		
	Ramesh Chandra Vyas	**Harish Sharma**
	Chief Financial Officer	**Company Secretary**
	PAN : AGPPV5302B	**PAN : DLYPS9815R**

POKHARNA SOMANI & ASSOCIATES
CHARTERED ACCOUNTANTS
Ph.: +91 1482 241112
Cell: +91 94140 19413
E-mail :pokharnasomani@gmail.com
Address : 12 PS House, Sancheti Colony, Mirchi Mandi Road, Bhilwara-311001

INDEPENDENT AUDITORS' REPORT

To the Members of SONASELECTION INDIA LTD, BHILWARA

Report on the Audit of the Consolidated Financial Statements:

We have audited the accompanying Consolidated Financial Statements of Sonaselection India Limited (hereinafter referred to as the 'Holding Company") and its wholly owned subsidiary (Holding Company and its subsidiary together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2026, and the Consolidated Statement of Profit and Loss (including Other Comprehensive loss), Consolidated Statement of Changes in Equity and Consolidated Statement of Cash Flows for the year then ended, and Notes to the Consolidated Financial Statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the consolidated state of affairs of the Group as at 31st March, 2026, and their consolidated profit/loss and their consolidated cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

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

Information other than financial statements and Auditors Report thereon

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Management Discussion and Analysis; Board's Report including Annexure to Board's Report but does not include the consolidated financial statements and our auditor's report thereon. Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Consolidate Financial Statements

The Parent Company's Board of Directors is responsible for the preparation of these consolidated financial statements in terms of the requirements of the Companies Act, 2013 (hereinafter referred to as "the Act") that give a true and fair view of the consolidated financial position, consolidated financial performance and consolidated cash flows of the Group including wholly owned Subsidiary entities in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

The respective Board of Directors of the companies included in the Group and wholly owned Subsidiary are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Parent Company, as aforesaid.

Management's Responsibility those charged with governance for the 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 of these financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the 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. The Board of Directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibility:

Our objectives are to obtain reasonable assurance about whether the 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 financial statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls 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 consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements:

1. As required by the Companies (Auditor's Report) Order, 2016 ("the Order") 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 attached hereto our comments on the matters specified in paragraphs 3 and 4 of the Order.

2. As required by section 143(3) of the Act, we report that:
a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements;

b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of

Cash Flows dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

d. In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.

e. On the basis of the written representations received from the directors of the Company as on March 31, 2026 taken on record by the Board of Directors of the Company and its wholly owned subsidiary incorporated in India and the reports of the statutory auditors of its wholly owned subsidiary company incorporated in India, none of the directors of the Group companies incorporated in India is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.

f. With respect to the adequacy of the internal financial controls over financial reporting and the operating effectiveness of such controls; refer to our separate Report in "Annexure A" which is based on the auditor's reports of the Company and its subsidiary companies incorporated in India. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the internal financial control over financial reporting of those companies, for reasons stated therein.

g. With respect to the matter to be included in the Auditor's Report under section 197(16), In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under section 197 of the Act. The Ministry of Corporate Affairs has not prescribed other details under section 197(16) which are required to be commented upon by us.

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

• The consolidated financial statements disclose impact of pending litigations on the consolidated financial position of the

• The Group did not have any material foreseeable losses on long-term contracts including derivative contracts.

• There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Parent Company, and its subsidiary companies.

• The management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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

• The management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and

• Based on such audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

• No dividend have been declared or paid during the year by the company.

•As per Provision to Rule 3(1) of the Companies (Accounts) Rules, 2014 and Based on our examination which included test checks, we report that the Company has used an accounting software For maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated during the year for all relevant transactions recorded in the software. Further, during the course of our audit we have not come across any instance of the audit trail feature being tampered with.

For: POKHARANA SOMANI & ASSOCIATES
Chartered Accountants
Firm Registration Number 011535C

(SUMIT BUMB)
PARTNER
M.NO 429413
UDIN : 26429413URBSDR3024

PLACE : BHILWARA
DATE : 01.08.2026

ANNEXURE 'A' TO INDEPENDENT AUDITOR'S REPORT

The Annexure A referred to in Independent Auditor's Report to the members of the Company on the Consolidate financial statements for the year ended 31st March, 2026, we report that:

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

We have audited the internal financial controls over financial reporting of the Company as of March 31, 2026, in conjunction with our audit of the Consolidate financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on 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 Act.

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 deemed to be prescribed under section 143(10) of the Act 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 ICAI. 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 judgment, 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 Financial Controls over 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 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 the Institute of Chartered Accountants of India.

For: POKHARANA SOMANI & ASSOCIATES
Chartered Accountants
Firm Registration Number 011535C

(SUMIT BUMB)
PARTNER
M.NO 429413

PLACE : BHILWARA
DATE : 01.08.2026
UDIN : 26429413URBSDR3024

ANNEXURE 'B' TO INDEPENDENT AUDITOR'S REPORT

As required by paragraph 3(xxi) of the CARO 2020, we report that there are no adverse qualification has been made by any of the auditors of the wholly owned subsidiary company in there CARO report on the standalone financial statements of the respective companies included in the Consolidated Financial Statements of the Parent Company.

For: POKHARANA SOMANI & ASSOCIATES
Chartered Accountants
Firm Registration Number 011535C

(SUMIT BUMB)
PARTNER
M.NO 429413
UDIN : 26429413URBSDR3024

PLACE : BHILWARA
DATE : 01.08.2026

SONASELECTION INDIA LIMITED

(CIN : U17299RJ2022PLC079631)

Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - I : Audited Consolidated Statement of Assets And Liabilities

(All amounts in ₹ Million, except as otherwise stated)

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
I. ASSETS				
Non-Current Assets				
(a) Property, Plant and Equipment	2	1,832.34	1,699.83	750.37
(b) Capital work-in-progress	3	-	95.56	725.72
(c) Other Intangible Assets	4	8.73	-	-
(d) Intangible Assets under development	5	-	6.40	-
(e) Financial Assets				
(i) Others financial Assets	6	8.95	7.57	10.12
Total Non Current Assets		**1,850.02**	**1,809.36**	**1,486.21**
Current Assets				
(a) Inventories	7	1,538.53	970.76	190.69
(b) Financial Assets				
(i) Trade receivables	8	1,036.99	696.87	139.87
(ii) Cash and Cash equivalents	9	23.81	2.15	41.40
(iii) Bank balance other than (ii) above	10	26.15	53.40	44.76
(c) Other current assets	11	274.35	184.56	128.40
(d) Income Tax Assets (Net)	29	-	30.57	3.62
Total Current Assets		**2,899.83**	**1,938.31**	**548.74**
TOTAL ASSETS		**4,749.85**	**3,747.67**	**2,034.95**
II. EQUITY AND LIABILITIES				
Equity				
(a) Share capital	12	425.29	158.74	31.00
(b) Other Equity	13	616.34	541.97	357.81
Total Equity		**1,041.63**	**700.71**	**388.81**
LIABILITIES				
Non-Current Liabilities				
(a) Financial Liabilities				
(i) Borrowings	14	1,263.39	1,307.72	1,117.60
(b) Provisions	15	22.31	14.76	8.30
(c) Deferred tax liabilities (net)	16	150.22	127.31	72.92
Total Non-Current Liabilities		**1,435.92**	**1,449.79**	**1,198.82**
Current liabilities				
(a) Financial Liabilities				
(i) Borrowings	17	1,319.01	766.25	328.42
(ii) Trade payables				
(a) Total outstanding dues of micro enterprises and small enterprises	18	7.32	7.66	8.17
(b) Total outstanding dues of creditors other than micro enterprises and small enterprises	18	805.10	734.76	69.96

(iii) Other Financial Liabilities	19A	111.47	80.35	36.52
(b) Other Current Liabilities	19B	6.67	7.82	4.03
(c) Provisions	15	1.92	0.33	0.22
(d) Current Tax Liabilities (Net)	29	20.81	-	-
Total Current Liabilities		**2,272.30**	**1,597.17**	**447.32**
Total Liabilities		**3,708.22**	**3,046.96**	**1,646.14**
TOTAL EQUITY & LIABILITIES		**4,749.85**	**3,747.67**	**2,034.95**

Summary of Material Accounting Policies

The notes referred to above form an integral part of the consolidated financials Statements

As per our report of even date attached.

For Pokharna Somani & Associates		**For and on behalf of Board of Directors**	
Chartered Accountants		**Sonaselection India Limited**	
Sumit Bumb	**Harshil Nuwal**		**Subhash Chandra Nuwal**
Partner	**Managing Director**		**Director**
(Firm Regn No.011535C/Membership No. 429413)	**DIN: 01474313**		**DIN: 00104154**
Place: Bhilwara			
Date : 10.08.2026			
UDIN : 26429413URBSDR3024			
	Ramesh Chandra Vyas		**Harish Sharma**
	Chief Financial Officer		**Company Secretary**
	PAN : AGPPV5302B		**PAN : DLYPS9815R**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - II : Audited Consolidated Statement of Profit And Loss (Including Other Comprehensive Income)
(All amounts in ₹ Million, except as otherwise stated)

Particulars	Note No.	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
I. Revenue from Operations	20	5,169.49	3,159.52	1,209.79
II. Other Income	21	6.47	5.14	3.31
III. Total Income (I+II)		**5,175.96**	**3,164.66**	**1,213.10**
IV. EXPENSES				
Cost of Materials Consumed	22	3,060.95	2,177.82	529.43
Purchase of Stock-in-Trade	23	78.97	14.60	5.36
Changes in Inventories of Finished Goods, Work-in-Progress and Stock-in-Trade	24	(81.93)	(345.46)	(52.03)
Employee Benefit Expenses	25	483.70	356.30	203.45
Finance Costs	26	176.89	147.25	47.45
Depreciation and Amortization Expenses	27	190.33	173.14	67.97
Other Expenses	28	786.53	380.21	242.02
Total Expenses		**4,695.44**	**2,903.86**	**1,043.65**
V. Audited Profit / (Loss) Before Exceptional and Extraordinary items and Tax (III-IV)		**480.52**	**260.80**	**169.45**
VI. Exceptional Items		-	-	-
VII. Audited Profit / (Loss) Before Extraordinary items and Tax (V-VI)		**480.52**	**260.80**	**169.45**
VIII. Extraordinary items		-	-	-
IX. Audited Profit / (Loss) Before Tax (VII-VIII)		**480.52**	**260.80**	**169.45**
X. Tax Expenses				
Current Tax	29	91.38	45.74	29.90
Less : MAT Credit (Entitlement) / utilised	29	26.28	(24.85)	(1.43)
Deferred Tax Expenses	16	22.63	54.28	10.03
Total Tax Expenses (X)		**140.29**	**75.17**	**38.50**
XI. Profit for the year (IX-X)		**340.23**	**185.63**	**130.95**
XII. Other Comprehensive Income [OCI]				
(i) Items that will not be reclassified to profit or loss	29			
Adjustment due to Actuarial Gain / (Loss) recognised in OCI		0.97	0.37	(0.81)
Income tax relating to items that will not be reclassified to profit or loss		(0.28)	(0.11)	0.24
(ii) Items that will be reclassified to profit or loss				
Adjustment due to items that will be reclassified to profit or loss		-	-	-
Income tax relating to items that will be reclassified to profit or loss		-	-	-
Other Comprehensive Income [OCI] (XII)		**0.69**	**0.26**	**(0.57)**
XIII. Total Comprehensive Income for the year (XI+XII)		**340.92**	**185.89**	**130.38**
Earning per equity share of face value of Rs. 10 Each	31			
Basic		**8.09**	**4.57**	**3.25**
Diluted		**8.09**	**4.49**	**3.25**

Summary of Material Accounting Policies
The notes referred to above form an integral part of the consolidated financials Statements

As per our report of even date attached.

For Pokharna Somani & Associates		**For and on behalf of Board of Directors**
Chartered Accountants		**Sonaselection India Limited**
Sumit Bumb	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Partner	**Managing Director**	**Director**
(Firm Regn No.011535C/Membership No. 429413)	**DIN: 01474313**	**DIN: 00104154**
Place: Bhilwara		
Date : 10.08.2026		
UDIN : 26429413URBSDR3024	**Ramesh Chandra Vyas**	**Harish Sharma**
	Chief Financial Officer	**Company Secretary**
	PAN : AGPPV5302B	**PAN : DLYPS9815R**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - III : Audited Consolidated Statement of Cash Flows
(All amounts in ₹ Million, except as otherwise stated)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
A. Cash flow from operating activities			
Net Profit before Taxation and Extra-ordinary items	480.52	260.80	169.45
Adjustments for:			
Depreciation and Amortisation	190.33	173.14	67.97
Loss on sale of Property, Plant and Equipment	-	-	-
Employee Retirement Benefits	10.31	6.94	4.52
Finance Cost	176.89	147.25	47.45
Interest income	(2.37)	(3.30)	(1.80)
Operating profit / (loss) before working capital changes	**855.68**	**584.83**	**287.59**
Changes in working capital:			
(Increase)/Decrease in Others financial Assets	(1.38)	2.55	(4.86)
(Increase)/Decrease in Inventories	(567.77)	(780.07)	(44.53)
(Increase)/Decrease in Trade receivables	(340.12)	(557.00)	8.77
(Increase)/Decrease in Other Current Assets	(89.79)	(56.16)	(53.69)
Increase/(Decrease) in Trade payables	70.00	664.29	2.01
Increase/(Decrease) in Other Financial Liabilities	31.12	43.83	15.20
Increase/(Decrease) in Other Current Liabilities	(1.15)	3.79	1.66
Employee Retirement Benefits (Gratuity) Paid	(0.20)	-	-
Cash generated from operations	**(43.61)**	**(93.94)**	**212.15**
Net income tax (paid) / refund	(66.28)	(47.83)	(36.07)
Net cash flow from / (used in) operating activities (A)	**(109.89)**	**(141.77)**	**176.08**
B. Cash flow from investing activities			
Capital expenditure on Tangible fixed assets including	(225.64)	(492.44)	(1,052.94)
Capital expenditure on Intangible fixed assets including intangible assets under development	(3.97)	(6.41)	-
Sale / Transfer of fixed assets	-	-	-
Redemption/(Investment) in Fixed Deposits	27.25	(8.64)	(30.06)
Interest received	2.37	3.30	1.80
Net cash flow from / (used in) investing activities (B)	**(199.99)**	**(504.19)**	**(1,081.20)**
C. Cash flow from financing activities			
Proceeds/(Repayment) from Short-term borrowings	485.61	353.52	83.60
Proceeds/(Repayment) from Long-term borrowings (including current maturities)	22.82	274.43	910.35
Proceeds/(Repayment) from Compulsorily Convertible Debentures	-	71.01	-
Equity Shares issued (including Security Premium)	-	55.00	-
Finance cost	(176.89)	(147.25)	(47.45)
Net cash flow from / (used in) financing activities (C)	**331.54**	**606.71**	**946.50**
Net increase / (decrease) in cash and cash equivalents (A+B+C)	**21.66**	**(39.25)**	**41.38**
Cash and cash equivalents at the beginning of the year	2.15	41.40	0.02
Cash and cash equivalents at the end of the year	23.81	2.15	41.40
Reconciliation of Cash and cash equivalents with the			
Cash and cash equivalents as per Balance Sheet	23.81	2.15	41.40

Components of Cash & Cash Equivalents

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Cash on Hand	0.26	0.02	0.30
Balance with Banks in Current Accounts	23.55	2.13	41.10
Total	**23.81**	**2.15**	**41.40**

Reconciliation of Liabilities arising from Financing Activities - For the year April 2025- March 2026

Particulars	Opening Balance	Non-Cash Flows	Cash Flows	Closing Balance
Long-term Borrowings - secured (including current maturities)	1,303.63	-	40.32	1,343.95
Short-term Borrowings - secured	592.94	-	485.61	1,078.55
Long-term Borrowings - unsecured	177.40	-	(17.50)	159.90
Compulsorily Convertible Debentures	71.01	(71.01)	-	-
Total financial liabilities	**2,144.98**	**(71.01)**	**508.43**	**2,582.40**

Reconciliation of Liabilities arising from Financing Activities - For the year April 2024- March 2025

Particulars	Opening Balance	Non-Cash Flows	Cash Flows	Closing Balance
Long-term Borrowings - secured (including current maturities)	1,008.50	-	295.13	1,303.63
Short-term Borrowings - secured	239.42	-	353.52	592.94
Long-term Borrowings - unsecured	198.10	-	(20.70)	177.40
Compulsorily Convertible Debentures**	-	-	71.01	71.01
Total financial liabilities	**1,446.02**	**-**	**698.96**	**2,144.98**

** Total liabilities arising from financing activities includes Compulsorily Convertible Debentures (CCDs) of Rs. 71.01 Millions. These CCDs are classified wholly as equity under Ind AS 32 and are presented within 'Other Equity' on the Balance Sheet. Excluding CCDs, the closing balance of financial liabilities stands at 2,073.97 Millions which perfectly reconciles with Total Borrowings on the Balance Sheet and the Capital Management disclosures in Note 36.

Reconciliation of Liabilities arising from Financing Activities - For the year April 2023- March 2024

Particulars	Opening Balance	Non-Cash Flows	Cash Flows	Closing Balance
Long-term Borrowings - secured (including current maturities)	296.25	-	712.25	1,008.50
Short-term Borrowings - secured	155.82	-	83.60	239.42
Long-term Borrowings - unsecured	-	-	198.10	198.10
Total financial liabilities	**452.07**	**-**	**993.95**	**1,446.02**

Note:1 The Statement of Cash Flows has been prepared under the "Indirect Method" as set out in Ind AS - 7 "Statement of Cash Flows".

Note-2: Previous Year's figures have been recasted/regrouped, wherever necessary, to conform to the current year's figures.

Summary of Material Accounting Policies
The notes referred to above form an integral part of the consolidated financials Statements

As per our report of even date attached.

For Pokharna Somani & Associates		**For and on behalf of Board of Directors**
Chartered Accountants		**Sonaselection India Limited**
Sumit Bumb	**Harshil Nuwal**	**Subhash Chandra Nuwal**
Partner	**Managing Director**	**Director**
(Firm Regn No.011535C/Membership No. 429413)	**DIN: 01474313**	**DIN: 00104154**
Place: Bhilwara		
Date : 10.08.2026		
UDIN : 26429413URBSDR3024		
	Ramesh Chandra Vyas	**Harish Sharma**
	Chief Financial Officer	**Company Secretary**
	PAN : AGPPV5302B	**PAN : DLYPS9815R**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - IV : Audited Consolidated Statement of Changes in Equity
(All amounts in ₹ Million, except as otherwise stated)

(A) Equity share capital	**31st March 2026**		**31st March 2025**		**31st March 2024**	
	No. of shares*	**Amount**	**No. of shares***	**Amount**	**No. of shares***	**Amount**
Balance at the beginning of the year	1,58,74,145	158.74	31,00,000	31.00	31,00,000	31.00
Changes in Equity share capital during the year	2,66,54,536	266.55	1,27,74,145	127.74	-	-
Balance at the end of the year	**4,25,28,681**	**425.29**	**1,58,74,145**	**158.74**	**31,00,000**	**31.00**

**** In absolute numbers***

(B) Other Equity
1. Year ending on 31st March, 2026

Particulars	**Reserves and Surplus**			**Equity component of CCDs**	**Total Equity**
	Securities Premium	**Retained Earnings**	**Capital Reserve**		
Balance at the beginning of the year	51.26	340.96	78.74	71.01	541.97
Add : Profit / (Loss) for the year as per Statement of Profit and Loss	-	340.23	-	-	340.23
Add : Other comprehensive income for the year as per Statement of Profit and Loss	-	0.69	-	-	0.69
Add : Equity share issue during the year	66.17				66.17
Less : Utilised against issue of bonus shares	(117.43)	(144.28)	-	-	(261.71)
Less : Conversion of Compulsorily Convertible Debenture	-	-	-	(71.01)	(71.01)
Balance at the end of the year	**-**	**537.60**	**78.74**	**-**	**616.34**

2. Year ending on 31st March 2025

Particulars	**Reserves and Surplus**			**Equity component of CCDs**	**Total Equity**
	Securities Premium	**Retained Earnings**	**Capital Reserve**		
Balance at the beginning of the year	123.60	155.47	78.74	-	357.81
Add : Profit / (Loss) for the year as per Statement of Profit and Loss	-	185.63	-		185.63
Add : Equity share issue during the year	51.26				51.26
Add : Other comprehensive income for the year as per Statement of profit and Loss	-	0.26	-		0.26
Less : Utilised against issue of bonus shares	(123.60)	(0.40)	-		(124.00)
Add: Issue of Compulsorily Convertible Debenture	-	-	-	71.01	71.01
Balance at the end of the year	**51.26**	**340.96**	**78.74**	**71.01**	**541.97**

3. Year ending on 31st March 2024

Particulars	**Reserves and Surplus**			**Equity component of CCDs**	**Total Equity**
	Securities Premium	**Retained Earnings**	**Capital Reserve**		
Balance at the beginning of the year	123.60	25.09	78.74	-	227.43
Add : Profit / (Loss) for the year as per Statement of Profit and Loss	-	130.95	-	-	130.95
Add : Other comprehensive income for the year as per Statement of profit and Loss	-	(0.57)	-	-	(0.57)
Less : Utilised against issue of bonus shares	-	-	-	-	-
Add: Issue of Compulsorily Convertible Debenture	-	-	-	-	-
Balance at the end of the year	**123.60**	**155.47**	**78.74**	**-**	**357.81**

As per our report of even date attached.

For Pokharna Somani & Associates
Chartered Accountants

For and on behalf of Board of Directors
Sonaselection India Limited

Sumit Bumb
Partner
(Firm Regn No.011535C/Membership No. 429413)
Place: Bhilwara
Date : 10.08.2026
UDIN : 26429413URBSDR3024

Harshil Nuwal
Managing Director
DIN: 01474313

Subhash Chandra Nuwal
Director
DIN: 00104154

Ramesh Chandra Vyas
Chief Financial Officer
PAN : AGPPV5302B

Harish Sharma
Company Secretary
PAN : DLYPS9815R

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - V : Summary of materialaccounting policies and explanatory notes forming part of Audited Consolidated Financial Information

1. Corporate Overview

Sonaselection India Limited (the "Holding Company"), incorporated on 11th February, 2022, is a Company domiciled in India and limited by shares (CIN: U17299RJ2022PLC079631). The address of the Company's Registered Office and Plant location situated at 18th K.M. Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Rajasthan, India, 311025. The company is engaged in manufacturing and processing of all type of textile fabrics.

On 01st July 2025, Sonaselection India Limited has incorporated a wholly owned subsidiary company, sionnah Enterprises Private Limited ("SEPL") which is in the business of selling of ready made garments product.

The holding company has a wholly owned subsidiary company (hereinafter collectively called "the group" or "the Company") and accordingly these consolidated financial statements have been prepared by the group consisting of accounts of the parent and its wholly owned subsidiary.

1.2 Basis of Accounting

The notes including significant policies to the Audited Consolidated Financial Statements are intended to serve as a guide for better understanding of the Group's position. In this respect, the Company has disclosed such notes and policies which represent the required disclosure.

The list of subsidiaries included in the Audited Consolidated Financial Statements are as under:

Name of subsidiary company	Country of Incorporation	Proportion of ownership interest and voting power (%)
Sionnah Enterprises Private Limited	India	100%

Other Equity shown in the Audited Consolidated Balance Sheet and profit in the Audited Consolidated Statement of Profit & Loss, Other Comprehensive income, Total Comprehensive income is after setting off the Group's share in the loss of the wholly owned subsidiary.

1.3 Principles Of Consolidation

The Audited Consolidated Financial Statements incorporate the financial statements of the Parent Company and its wholly owned subsidiary. For this purpose, an entity which is, directly or indirectly, controlled by the Parent Company is treated as a subsidiary. The Parent Company together with its subsidiary constitutes the Group. Control exists when the Parent Company, directly or indirectly, has power over the investee, is exposed to variable returns from its involvement with the investee and has the ability to use its power to affect its returns

Consolidation of a subsidiary begins when the Parent Company, directly or indirectly, obtains control over the subsidiary and ceases when the Parent Company, directly or indirectly, loses control of the subsidiary. Income and expenses of a subsidiary acquired or disposed off during the year are included in the Audited Consolidated Statement of Profit and Loss from the date the Parent Company, directly or indirectly, gains control until the date when the Parent Company, directly or Indirectly, ceases to control the subsidiary.

The Audited Consolidated Financial Statements of the Group combine financial statements of the Parent Company and its subsidiary line-by-line by adding together the like items of assets, liabilities, income and expenses. All intra-group assets, liabilities, income, expenses and unrealised profits/losses on intra-group transactions are eliminated on consolidation. The accounting policies of subsidiary have been harmonised to ensure the consistency with the policies adopted by the Parent Company. The Audited Consolidated Financial Statements have been presented to the extent possible, in the same manner as Parent Company's standalone financial statements.

Profit or Loss and each component of other comprehensive income are attributed to the owners of the Parent Company.

The gains/losses in respect of part divestment/ dilution of stake in subsidiary companies not resulting in ceding of control are recognised directly in other equity attributable to the owners of the Parent Company.

1.4. Basis of Preparation of Audited Consolidated Financial Statement

The Audited Consolidated Financial Statement comprises of:
Audited consolidated Statement of Assets and Liabilities of the Company for the financial year ended on 31st March, 2026, 31st March, 2025 and 31st March, 2024 , the Audited consolidated Statement of Profit and Loss (including Other Comprehensive Income/Loss), Audited consolidated Statement of Changes in Equity and the Audited consolidated Statement of Cash Flows for the financial year ended on 31st March, 2026 , 31st March, 2025 and 31st March, 2024 , and the summary of material accounting policies and explanatory notes (collectively 'the Audited consolidated Financial Information);

These Audited Consolidated Financial Information have been prepared by the management as required under the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018, as amended ("ICDR Regulations") issued by the Securities and Exchange Board of India ('SEBI'), in pursuance of the Securities and Exchange Board of India Act, 1992, for the purpose of inclusion in the Red Herring Prospectus ('RHP') in connection with the proposed initial public offering of equity shares of face value of Rs. 10 each of the Company (the "Issue"), in terms of the requirements of

1.Section 26 of Part I of Chapter III of the Companies Act, 2013 (the "Act");
2.The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements)Regulations, 2018 as amended;
3.The Guidance Note on Reports in Company Prospectuses (Revised 2019) issued by the Instituteof Chartered Accountants of India (ICAI) (the "Guidance Note").

The Audited Consolidated Financial Information also complies in all material aspects with Indian Accounting Standards ('Ind AS') notified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015 (as amended) and other relevant provisions of the Act.

The Audited Consolidated Financial Information have been prepared on accrual and going concern basis. The accounting policies have been consistently applied by the Holding Company in preparation of the Audited Consolidated Financial Information and are consistent with those adopted in the preparation of the Consolidated Financial Statements as at and for the year ended 31 March 2026 .

1.5. Basis of Measurement/Use of Estimates and judgements
(i) The Consolidate Financial Statements are prepared on Accrual basis under the Historical Cost convention except certain Financial Assets and Liabilities (including Derivatives instruments) that are measured at fair value. Historical Cost is generally based on the 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.

(ii) The preparation of Consolidate Financial Statements requires judgments, estimates and assumptions that affect the reported amount of Assets and Liabilities, disclosure of Contingent Liabilities on the date of the Financial Statements and the reported amount of Revenues and Expenses during the reporting year. Difference between the actual results and estimates are recognized in the year in which the results are known/ materialized.

1.6. Functional and Presentation Currency
These Financial Statements are presented in Indian Rupees (INR), which is the Company's functional currency. All financial information presented in INR has been rounded to the nearest Million (up to two decimals), except as stated otherwise

1.7. Current and Non-Current classification
The Company presents Assets and Liabilities in the Balance Sheet based on Current/Non-Current classification.
An Asset is Current when it is:

Expected to be realised or intended to be sold or consumed in normal operating cycle;
Held primarily for the purpose of trading;
Expected to be realised within twelve months after the reporting year; or
Cash or Cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting year.

All other assets are classified as Non-Current.
An Liability is Current when:

It is expected to be settled in normal operating cycle;
It is held primarily for the purpose of trading;
It is due to be settled within twelve months after the reporting year; or
There is no unconditional right to defer settlement of the liability for at least twelve months after the reporting year.

All other Liabilities are classified as Non-Current. Deferred Tax Assets/Liabilities are classified as Non-Current.

C. Material Accounting Policies

A summary of the material Accounting Policies applied in the preparation of the Consolidate Financial Statements are as given below. These Accounting Policies have been applied consistently to all years presented in the Consolidate Financial Statements.

1. Property, Plant & Equipment

1.1. Initial Recognition and Measurement

An item of Property, Plant and Equipment is recognized as an Asset if and only if it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably.

Items of Property, Plant and Equipment are measured at Cost less Accumulated Depreciation/Amortization and Accumulated impairment losses. Cost includes expenditure that is directly attributable to bringing the asset, inclusive of non-refundable taxes & duties, to the location and condition necessary for it to be capable of operating in the manner intended by management.

When parts of an item of property, plant and equipment have different useful lives, they are recognized separately.

Items of spare parts, stand-by equipment and servicing equipment which meet the definition of Property, Plant and Equipment are capitalized.

1.2. Subsequent Costs

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

The cost of replacing part of an item of Property, Plant and Equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Company and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of Property, Plant and Equipment are recognized in Statement of Profit or Loss as and when incurred.

1.3. Derecognition

Property, Plant and Equipment are derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and Losses on disposal of an item of Property, Plant and Equipment are determined by comparing the proceeds from disposal with the carrying amount of Property, Plant and Equipment, and are recognized in the Statement of Profit and Loss.

1.4. Depreciation

Assets are depreciated using straight line method over the estimated useful life of the asset as specified in Part "C" of Schedule II of Companies Act, 2013 after retaining residual life of 5% of original cost. Assets residual values and useful lives are reviewed at each financial year end considering the physical condition of the assets.

Depreciation on additions to/deductions from Property, Plant & Equipment during the year is charged on pro-rata basis from/up to the date on which the asset is available for use/disposed.

Where it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably, subsequent expenditure on a PPE along-with its unamortized depreciable amount is charged off prospectively over the revised useful life determined by technical assessment.

In circumstance, where a property is abandoned, the cumulative capitalized costs relating to the property are written off in the same year.

2. Capital Work-in-Progress

The cost of self-constructed assets includes the cost of materials & direct labour, any other costs directly attributable to bringing the assets to the location and condition necessary for it to be capable of operating in the manner intended by management and borrowing costs.

Expenses directly attributable to construction of property, plant and equipment incurred till they are ready for their intended use are identified and allocated on a systematic basis on the cost of related assets.

3. Intangible Assets and Intangible Assets under Development

3.1. Initial recognition and measurement

An Intangible Asset is recognized if and only if it is probable that the expected future economic benefits that are attributable to the asset will flow to the company and the cost of the asset can be measured reliably.

Intangible assets that are acquired by the Company, which have finite useful lives, are recognized at cost. Subsequent measurement is done at cost less accumulated amortization and accumulated impairment losses. Cost includes any directly attributable incidental expenses necessary to make the assets ready for its intended use.

Expenditure on development activities is capitalized only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable and the Company intends to and has sufficient resources to complete development and to use or sell the asset.

Expenditure incurred which are eligible for capitalizations under intangible assets are carried as intangible assets under development till they are ready for their intended use.

3.2. Subsequent Costs

Subsequent expenditure is recognized as an increase in the carrying amount of the asset when it is probable that future economic benefits deriving from the cost incurred will flow to the enterprise and the cost of the item can be measured reliably.

3.3. Derecognition

An Intangible Asset is derecognized when no future economic benefits are expected from their use or upon their disposal. Gains and Losses on disposal of an item of Intangible Assets are determined by comparing the proceeds from disposal with the carrying amount of Intangible Assets and are recognized in the Statement of Profit and Loss.

3.4. Amortization

Intangible Assets having definite life is amortized on straight line method in their useful lives.Useful life of Computer Software is estimated at five years.

4. Borrowing Cost

Borrowing costs that are directly attributable to the acquisition, construction, exploration, development or erection of qualifying assets are capitalized as part of cost of such asset until such time the assets are substantially ready for their intended use. Qualifying assets are assets which take a substantial year of time to get ready for their intended use or sale. Capitalization of borrowing costs ceases when substantially all the activities necessary to prepare the qualifying assets for their intended uses are complete. Borrowing costs consist of:

(a) interest expense calculated using the effective interest method as described in Ind AS 109 – 'Financial Instruments',
(b) finance charges in respect of finance leases recognized in accordance with Ind AS 116 – 'Leases'
(c) exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs and,
(d) other costs that an entity incurs in connection with the borrowing of funds. Income earned on temporary investment of the borrowings pending their expenditure on the qualifying assets is deducted from the borrowing costs eligible for capitalization.

All other borrowing costs are charged to revenue as and when incurred.

5. Statement of Cash Flows

Cash Flow Statement has been prepared in accordance with the Indirect method prescribed in Ind AS 7 'Statement of Cash Flows'.

6. Inventories

Inventories are valued at the lower of cost and net realisable value. Cost includes cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Costs of purchased inventory are determined after deducting rebates and discounts. Net realisable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

Spare parts other than those capitalized as Property, Plant and Equipment are carried as inventory.
The diminution in the value of obsolete, unserviceable and surplus stores & spares is ascertained on review and provided for.

7. Cash and Cash Equivalent

Cash and cash equivalent in the Balance Sheet comprises Cash at Banks, Cash on Hand and Short Term Deposits with an original maturity of three months or less, which are subject to insignificant risk of change in value

8. Government Grants

Government grants are recognized where there is a reasonable assurance that the grant will be received and the Company will comply with all attached conditions. When the government grant relates to an asset, the asset is disclosed by deducting that grant in arriving at the carrying amount of that asset. Government grants that compensate the Company for expenses incurred are recognized in the statement of profit and loss, as income or deduction from the relevant expense, on a systematic basis in the years in which the expense is recognized.

9. Provisions, Contingent Liabilities and Contingent Assets

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. If the effect of the time value of money is material, provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at reporting date, taking into account the risks and uncertainties surrounding the obligation.
When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, the 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. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

Contingent Liabilities

Contingent Liabilities are possible obligations that arise from past events and whose existence will only be confirmed by the occurrence or non-occurrence of one or more future events not wholly within the control of the Company. Where it is not probable that an outflow of economic benefits will be required, or the amount cannot be estimated reliably, the obligation is disclosed as a Contingent Liability, unless the probability of outflow of economic benefits is remote. Contingent Liabilities are disclosed on the basis of judgment of the management/independent experts. These are reviewed at each balance sheet date and are adjusted to reflect the current management estimate.

Contingent Assets

Contingent Assets are possible assets that arise from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company. Contingent Assets are disclosed in the financial statements when inflow of economic benefits is probable on the basis of judgment of management. These are assessed continually to ensure that developments are appropriately reflected in the financial statements.

10. Foreign Currency Transactions and Translation

Transactions in foreign currencies are initially recorded at the functional currency rates at the date the transaction first qualifies for recognition
Monetary Assets and Liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date. Exchange differences arising on settlement or translation of monetary items are recognized in Statement of Profit and Loss in the year in which it arises.

11. Revenue Recognition

(I) Revenue From Operations

Revenue from contracts with customers is recognised when control of the goods or services are transferred to the customer at an amount that reflects the consideration the company is entitled in exchange for those goods or services
Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (Net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration on account of discounts, rebates, credits, price incentives or similar terms.

A. Sale of goods

Generally, control is transferred upon shipment of goods to the customer or when the goods is made available to the customer, provided transfer of title to the customer occurs and the Company has not retained any significant risks of ownership or future obligations with respect to the goods shipped.

Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional.
In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting year.

B. Rendering of services

Revenue from rendering of services is recognised over time by measuring the progress towards complete satisfaction of performance obligations at the reporting year.

Revenue is measured at the amount of consideration which the company expects to be entitled to in exchange for transferring distinct goods or services to a customer as specified in the contract, excluding amounts collected on behalf of third parties (for example taxes and duties collected on behalf of the government). Consideration is generally due upon satisfaction of performance obligations and a receivable is recognized when it becomes unconditional.

In case of discounts, rebates, credits, price incentives or similar terms, consideration are determined based on its most likely amount, which is assessed at each reporting year.

C. Other operational revenue

Other operational revenue represents income earned from the activities incidental to the business and is recognised when the right to receive the income is established as per the terms of the contract.

(II) Other Income

Interest income is accrued on a time basis by reference to the principal outstanding and the effective interest rate.
Dividend income is accounted in the year in which the right to receive the same is established.
Other items of income are accounted as and when the right to receive such income arises and it is probable that the economic benefits will flow to the company and the amount of income can be measured reliably

12. Employee Benefits
i. Defined Benefit Obligations

(a) Post-employment benefits (Gratuity):
The liability recognised in balance sheet in respect of gratuity (unfunded) is the present value of defined benefit obligation at the end of reporting year less fair value of plan assets. The defined benefit obligation is calculated annually by actuaries using projected unit credit method.

Remeasurement actuarial gains and losses arising from experience adjustments and changes in actuarial assumptions are recognised in the year in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement if changes in equity and in the balance sheet

(b) Other employee benefits:
The liabilities for earned leave are not expected to be settled wholly within 12 months after the end of the year in which the employees render the related service. They are therefore measured as present value of expected future payments to be made in respect of services provided by employees up to the end of reporting year using the projected unit credit method.

ii. Defined Contribution Plan:

Company pays contributions to provident fund, employee pension scheme and employee state insurance as per statutes/ amounts as advised by the Authorities. The Company has no further obligations once the contributions have been paid. The contributions are accounted for as defined contribution plan and the contributions are recognised as employee benefit expense when they are due

iii. Short-Term Benefits:
Liabilities for salaries, including non-monetary benefits that are expected to be settled wholly within 12 months after the end of reporting year in which the employees rendered the related services are recognised in respect of employee's service up to the end of reporting year and are measured at the amount expected to be paid when the liabilities are settled. These liabilities are presented as current employee benefit obligations in the balance sheet

13. Income Taxes

Income Tax Expense comprises Current and Deferred Tax. Current Tax Expense is recognized in Statement of Profit and Loss A/c except to the extent that it relates to items recognized directly in other comprehensive income or equity, in which it is recognized in OCI or Equity.

Current Tax

Current Tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted and as applicable at the reporting date, and any adjustment to tax payable in respect of previous years. Current Income Taxes are recognized under 'Income Tax payable' net of payments on account, or under 'Tax receivables' where there is a debit balance.

Deferred Tax

Deferred Tax is recognized using the Balance Sheet method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. Deferred Tax is measured at the tax rates that are expected to be applied to temporary differences when they reverse, based on the laws that have been enacted or substantively enacted by the reporting date. Deferred Tax Assets and Liabilities are offset if there is a legally enforceable right to offset current tax liabilities and assets, and they relate to income taxes levied by the same tax authority on the same taxable entity, or on different tax entities, but they intend to settle Current Tax Liabilities and Assets on a net basis or their tax assets and liabilities will be realised simultaneously.

Deferred Tax is recognized in Statement of Profit and Loss except to the extent that it relates to items recognized directly in OCI or Equity, in which case it is recognized in OCI or Equity.

A Deferred Tax Asset is recognized to the extent that it is probable that future taxable profits will be available against which the temporary difference can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised.

14. Financial Instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity

a. Financial Assets

Initial recognition and measuremen
All financial assets are recognized initially at fair value plus or minus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition or issue of the financial asset.

Impairment of Financial Assets

In accordance with Ind-AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the financial assets and credit risk exposure.

For recognition of impairment loss on financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent year, the credit quality of the instrument improves then the entity reverts to recognising impairment loss allowance based on 12-month ECL.

In respect of Trade receivables or any financial asset that result from transactions that are within the scope of Ind AS 115, company follows 'simplified approach' for recognition of impairment loss allowance within the scope of Ind AS 115, if they do not contain a significant financing component. It recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

b. Financial Liabilities

Initial recognition and measurement
All Financial Liabilities are recognized at fair value and in case of loans, net of directly attributable transaction cost. Fees of recurring nature are directly recognized in the Statement of Profit and Loss as finance cost.

Subsequent Measurement

Financial Liabilities are carried at amortized cost using the effective interest method. Amortized cost is calculated by taking into account any discount or premium on acquisition and any material transaction that are any integral part of the EIR. For trade and other payables maturing within one year from the balance sheet date, the carrying amounts approximate the fair value of the instrument.

Derecognition

A Financial Liability is derecognized when the obligation under the liability is discharged or cancelled or expired. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

c. Derivative Financial Instrument

The Company uses forwards to mitigate the risk of changes in interest rates, exchange rates and commodity prices. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are also subsequently measured at fair value on the reporting date. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative. Any gains or losses arising from changes in the fair value of derivatives are taken to cash flow hedge reserve through Statement of Other Comprehensive Income.

These are accounted for as follows:

a) Cash flow hedge

When derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognized in the cash flow hedging reserve being part of other comprehensive income. Any ineffective portion of changes in the fair value of the derivative is recognized immediately in the Statement of Profit and Loss. If the hedging instrument expires or is sold, terminated or exercised, the cumulative gain or loss previously recognized in the cash flow hedging reserve is transferred to the Statement of Profit and Loss upon the occurrence of the underlying transaction. If the forecasted transaction is no longer expected to occur, then the amount accumulated in cash flow hedging reserve is reclassified in the Statement of Profit and Loss.

b) Fair Value Hedge

Changes in the fair value of hedging instruments and hedged items that are designated and qualify as fair value hedges are recorded in the Statement of Profit and Loss. If the hedging relationship no longer meets the criteria for hedge accounting, the adjustment to the carrying amount of a hedged item for which the effective interest method is used is amortized to Statement of Profit and Loss over the year of maturity.

15. CSR Expenditure

The Company undertakes Corporate Social Responsibility (CSR) activities as per Section 135 of the Companies Act, 2013 and the Companies (CSR Policy) Rules, 2014. CSR expenditure includes amounts incurred on activities that are approved as ongoing projects by the Board in line with the CSR policy and applicable law.

CSR expenditure is recognized in the Statement of Profit and Loss in the year in which it is incurred. For ongoing projects, any unspent amount at the end of the financial year is transferred to a separate "Unspent CSR Account" with a scheduled bank within 30 days from the end of the financial year, in accordance with Section 135(6) of the Act. Such amounts are spent within the timelines prescribed under Rule 4(6) of the CSR Rules.

The Company does not capitalize any CSR expenditure unless it results in the creation of an asset controlled by a qualifying entity as specified under Rule 7(4) of the CSR Rules.

16. Segment reporting

An operating segment is a component of the Company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Company's other components, and for which discrete financial information is available. Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker ('CODM').

The Company's Board has identified the CODM who is responsible for financial decision making and assessing performance. The Company has a single operating segment as the operating results of the Company are reviewed on an overall basis by the CODM.

17. Lease

The Company, as a lessee, recognises a right-of-use asset and a lease liability for its leasing arrangements, if the contract conveys the right to control the use of an identified asset. The determination of whether an agreement is, or contains, a lease is based on the substance of the agreement at the date of inception.

The contract conveys the right to control the use of an identified asset, if it involves the use of an identified asset and the Company has substantially all of the economic benefits from use of the asset and has right to direct the use of the identified asset.

Initial Measurement

Lease Liability: At the commencement date, a Company measure the lease liability at the present value of the lease payments that are not paid at that date. The lease payments shall be discounted using incremental borrowing rate. Right-of-use assets: initially recognised at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives.

Subsequent Measurement

Lease Liability: Company measure the lease liability by (a) increasing the carrying amount to reflect interest on the lease liability; (b) reducing the carrying amount to reflect the lease payments made; and (c) remeasuring the carrying amount to reflect any reassessment or lease modifications. Right-of-use assets: subsequently measured at cost less accumulated depreciation and impairment losses. Right-of-use assets are depreciated from the commencement date on a straight line basis over the shorter of the lease term and useful life of the under lying asset.

Impairment

Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

Short Term Lease Or Low Value Lease

Short term lease is that, at the commencement date, has a lease term of 12 months or less. A lease that contains a purchase option is not a short-term lease.

Low value lease is for which the underlying asset is of low value. If the company elected to apply short term lease/Low Value Lease, the lessee shall recognise the lease payments associated with those leases as an expense on either a straight-line basis over the lease term or another systematic basis. The lessee shall apply another systematic basis if that basis is more representative of the pattern of the lessee's benefit.

18. Earnings per share

Basic earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year.

Diluted earnings per equity share is computed by dividing the net profit or loss attributable to equity shareholders of the Company by the weighted average number of equity shares considered for deriving basic earnings per equity share and also the weighted average number of equity shares that could have been issued upon conversion of all dilutive potential equity shares

SONASELECTION INDIA LIMITED
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Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note 2 : Property, Plant and Equipment

For the year from 1st April, 2025 to 31st March, 2026

Particulars	Gross Carrying Value				Accumulated Depreciation				Net Carrying Value	
	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st March, 2026	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st March, 2026	As on 31st March, 2026	As on 31st March, 2025
Land	39.19	-	-	39.19	-	-	-	-	39.19	39.19
Buildings	434.35	69.24	-	503.59	17.02	13.91	-	30.93	472.66	417.33
Plant and Equipment	1,466.91	222.49	-	1,689.40	247.20	166.49	-	413.69	1,275.71	1,219.71
Furniture and Fixtures	4.36	1.12	-	5.48	0.35	0.90	-	1.25	4.23	4.01
Vehicles	27.89	26.45	-	54.34	10.83	6.02	-	16.85	37.49	17.06
Office equipment	2.35	0.64	-	2.99	1.03	0.69	-	1.72	1.27	1.32
Computer	1.51	1.26	-	2.77	0.30	0.68	-	0.98	1.79	1.21
Total	**1,976.56**	**321.20**	**-**	**2,297.76**	**276.73**	**188.69**	**-**	**465.42**	**1,832.34**	**1,699.83**

For the year from 1st April, 2024 to 31st March, 2025

Particulars	Gross Carrying Value				Accumulated Depreciation				Net Carrying Value	
	Opening as on 1st April, 2024	Additions	Disposals	Closing as on 31st Mar, 2025	Opening as on 1st April, 2024	Additions	Disposals	Closing as on 31st Mar, 2025	As on 31st Mar, 2025	As on 31st Mar, 2024
Land	38.34	0.85	-	39.19	-	-	-	-	39.19	38.34
Buildings	93.00	341.35	-	434.35	5.66	11.36	-	17.02	417.33	87.34
Plant and Equipment	698.85	768.06	-	1,466.91	93.77	153.43	-	247.20	1,219.71	605.08
Furniture and Fixtures	0.14	4.22	-	4.36	0.02	0.33	-	0.35	4.01	0.12
Vehicles	22.19	5.70	-	27.89	3.74	7.09	-	10.83	17.06	18.45
Office equipment	1.33	1.02	-	2.35	0.32	0.71	-	1.03	1.32	1.01
Computer	0.11	1.40	-	1.51	0.08	0.22	-	0.30	1.21	0.03
Total	**853.96**	**1,122.60**	**-**	**1,976.56**	**103.59**	**173.14**	**-**	**276.73**	**1,699.83**	**750.37**

For the year from 1st April, 2023 to 31st March, 2024

Particulars	Gross Carrying Value				Accumulated Depreciation				Net Carrying Value	
	Opening as on 1st April, 2023	Additions	Disposals	Closing as on 31st Mar, 2024	Opening as on 1st April, 2023	Additions	Disposals	Closing as on 31st Mar, 2024	As on 31st Mar, 2024	Closing as on 31st Mar, 2023
Land	37.03	1.31	-	38.34	-	-	-	-	**38.34**	**37.03**
Buildings	92.68	0.32	-	93.00	2.09	3.57	-	5.66	**87.34**	**90.59**
Plant and Equipment	396.51	302.34	-	698.85	33.49	60.28	-	93.77	**605.08**	**363.02**
Furniture and Fixtures	0.05	0.09	-	0.14	-	0.02	-	0.02	**0.12**	**0.05**
Vehicles	0.08	22.11	-	22.19	0.01	3.73	-	3.74	**18.45**	**0.07**
Office equipment	0.31	1.02	-	1.33	0.01	0.31	-	0.32	**1.01**	**0.30**
Computer	0.08	0.03	-	0.11	0.02	0.06	-	0.08	**0.03**	**0.06**
Total	**526.74**	**327.22**	**-**	**853.96**	**35.62**	**67.97**	**-**	**103.59**	**750.37**	**491.12**

Note 1: Depreciation on all the Fixed Assets is charged on Straight Line Method (SLM) during the year/year as per the policy adopted by the Company.

Note 2: All fixed assets of the company has been given as security against borrowings from banks. For further details, refer Note 14 – Borrowings.

Note 3: The Company has not carried out any revaluation of property, plant and equipment for year ended on March 31, 2026, March 31, 2025 and March 31, 2024.

Note 4: The title deeds, comprising all immovable properties are held in name of the company as at the balance sheet date.

Note 5: There are no exchange differences adjusted in property, plant and equipment.

Note 6: There are no impairment losses recognised during the year/year.

Note 7: Borrowing costs capitalised on property, plant and equipment in 2023-24 Rs. 203.79 lacs and for other reporting year is NIl.

Note 8: Refer Note No. 43 For disclosure of Contractual commitments for the acquisition of property, plant and equipment.

Note 9: Estimated useful life of Assets considered for the purpose of computing depreciation

Particulars	Estimated useful life (In years)
Buildings	30.00
Plant and Equipment	15.00
Furniture and Fixtures	5.00
Vehicles	5.00
Office equipment	3.00
Computer	3.00

Note 3 : Capital Work in Progress

Tangible Assets Under Development:

Capital Work in Progress	Tangible Assets
Balance at March 31, 2023	-
Additions	725.72
Capitalised during the Year	-
Balance at March 31, 2024	**725.72**
Additions	95.56
Capitalised during the Year	725.72
Balance at March 31, 2025	**95.56**
Additions	-
Capitalised during the year	95.56
Balance at March 31, 2026	-

There are no CWIP assets which become overdue compared to their original plans or where cost is exceeded compared to original plans, therefore, disclosure relating thereto is not required.

Amount in Capital work in progress for a year

Projects in progress	Less than one year	1-2 Years	2-3 Years	More Than 3 Years	Total
Balance as at March 31, 2026	-	-	-	-	-
Balance as at March 31, 2025	95.56	-	-	-	**95.56**
Balance as at March 31, 2024	725.72	-	-	-	**725.72**

Note 4 : OTHER INTANGIBLE ASSETS

For the year from 1st April, 2025 to 31st March, 2026

Particulars	Gross Carrying Value				Accumulated Amortization				Net Carrying Value	
	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st March, 2026	Opening as on 1st April, 2025	Additions	Disposals	Closing as on 31st March, 2026	Closing as on 31st March, 2026	As on 31st Mar, 2025
Computer Software	-	10.37	-	10.37	-	1.64	-	1.64	8.73	-
Total	-	**10.37**	-	**10.37**	-	**1.64**	-	**1.64**	**8.73**	-

Note 1: Amortization on all other Intangible assets is charged on Straight Line Method (SLM) during the year as per the policy adopted by the Company.
Note 2: Estimated useful life of Assets considered for the purpose of computing Amortization

Particulars	Estimated useful life (In years)
Software	5.00

Note 5 : Intangible Assets Under Development:

Capital Work in Progress Movements	Intangible Assets
Balance at March 31, 2023	-
Additions	-
Capitalised during the Year	-
Balance at March 31, 2024	-
Additions	6.40
Capitalised during the Year	-
Balance at March 31, 2025	6.40
Additions	-
Capitalised during the year	6.40
Balance at March 31, 2026	-

Note 1: There are no CWIP assets which become overdue compared to their original plans or where cost is exceeded compared to original plans, therefore, disclosure relating thereto is not required.

Amount in Capital work in progress for a year

Projects in progress	Less than one year	1-2 Years	2-3 Years	More Than 3 Years	Total
Balance as at March 31, 2026	-	-	-	-	-
Balance as at March 31, 2025	6.40	-	-	-	**6.40**
Balance as at March 31, 2024	-	-	-	-	-

SONASELECTION INDIA LIMITED
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Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note (6) : Other Financial Assets

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
(A) Non-current			
Unsecured, considered good			
Security Deposit			
Security Deposit	8.95	7.57	10.12
Total	**8.95**	**7.57**	**10.12**

Note (7) : Inventories
(At cost or net realisable value, whichever is lower)

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
(a) Raw materials			
Dyes & Chemical	55.19	34.36	37.06
Coal & Fuel	28.60	13.85	15.34
Fabrics	441.19	323.82	-
Yarn	417.73	119.22	-
	942.71	**491.25**	**52.40**
(b) Work in progress	25.07	17.33	22.35
(c) Finish Fabrics	472.09	377.91	30.19
(d) Finished goods	58.42	78.41	75.65
(e) Stores and spares & Packing Material	40.24	5.86	10.10
Total	**1,538.53**	**970.76**	**190.69**

7.1) The method of valuation of stock are stated in material accounting policy
7.2) All the above inventories are expected to be recovered within Twelve Months

Note (8) : Trade receivables

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Secured, considered good	-	-	-
Unsecured & Undisputed, considered good	1,036.99	696.87	139.87
Unsecured & Undisputed, considered doubtful	-	-	-
Unsecured & Disputed, considered good	-	-	-
Unsecured & undisputed, considered good	-	-	-
Less: Provision for doubtful debts	-	-	-
Total	**1,036.99**	**696.87**	**139.87**

Ageing for Trade Receivables the due date of payment for each of the category as at 31st March, 2026

Particulars	Unbilled	Less than 6 Months	6 months-1 years	1-2 years	2-3 Years	More than 3 years	Total
Secured, considered good	-	-	-	-	-	-	-
Unsecured & Undisputed, considered good	-	945.62	91.37	-	-	-	1,036.99
Unsecured & Undisputed, considered doubtful	-	-	-	-	-	-	-
Unsecured & Disputed, considered good	-	-	-	-	-	-	-
Unsecured & undisputed, considered good	-	-	-	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-	-	-	-
Total	-	**945.62**	**91.37**				**1,036.99**

Ageing for Trade Receivables the due date of payment for each of the category as at 31st March ,2025

Particulars	Unbilled	Less than 6 Months	6 months-1 years	1-2 years	2-3 Years	More than 3 years	Total
Secured, considered good	-	-	-	-	-	-	-
Unsecured & Undisputed, considered good	-	696.87	-	-	-	-	696.87
Unsecured & Undisputed, considered doubtful	-	-	-	-	-	-	-
Unsecured & Disputed, considered good	-	-	-	-	-	-	-
Unsecured & undisputed, considered good	-	-	-	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-	-	-	-
Total	-	**696.87**	-				**696.87**

Ageing for Trade Receivables the due date of payment for each of the category as at 31st March ,2024

Particulars	Unbilled	Less than 6 Months	6 months-1 years	1-2 years	2-3 Years	More than 3 years	Total
Secured, considered good	-	-	-				-
Unsecured & Undisputed, considered good	-	139.87	-				139.87
Unsecured & Undisputed, considered doubtful	-	-	-				-
Unsecured & Disputed, considered good	-	-	-				-
Unsecured & undisputed, considered good	-	-	-				-
Less: Provision for doubtful debts	-	-	-				-
Total	**-**	**139.87**	**-**				**139.87**

8.1) Trade receivables are generally due between 60 to 90 days.

8.2) Credit risk is managed at the operational segmental level. The credit limit and credit year are fixed for each customer after evaluating the financial position, past performance, business opportunities, credit references etc. The credit limit and the credit year are reviewed regularly at yearical intervals.

8.3) Concentration risk considers significant exposures relating to industry, counterparty, geography, currency etc. The concentration of credit risk is not significant as the customer base is large and diversified.

8.4) Since the due dates of payment were not available, the ageing of balances has been determined using the respective invoice dates.

8.5) The Company measures the loss allowance for trade receivables at an amount equal to lifetime expected credit losses using the simplified approach prescribed under Ind AS 109. The Company determines expected credit losses using a provision matrix based on historical credit loss rates, adjusted for forward-looking macroeconomic factors and counterparty risk profiles. Based on historical default trends, strong credit evaluation mechanisms, prompt recovery records, and forward-looking economic assessments, the historical loss rates and lifetime ECL on trade receivables are evaluated to be Nil all the reporting years.

Note (9) : Cash and cash equivalents

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
(a) Cash on hand	0.26	0.02	0.30
(b) Balances with banks			
(i) In current accounts	23.55	2.13	41.10
Total	**23.81**	**2.15**	**41.40**

Note (10) : Bank Balance other than above

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Bank deposit with original maturity more than 3 months but less than 12 months (Refer note below)	26.15	53.40	44.76
Total	**26.15**	**53.40**	**44.76**

Note : Bank deposit given against lien.

Note (11) : Other Assets

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Current			
Prepaid expenses	6.63	1.26	0.61
Balances with government authorities			
Goods & Service Tax Receivable	204.38	151.36	87.98
Others Advances	1.02	2.18	1.12
Advances to Suppliers	1.08	28.10	38.32
Interest Receivable under RIPS	25.01	1.19	-
Interest Receivable on security deposit	0.99	0.47	0.37
Preoperative expenses including Research and Developement Cost	10.25		
IPO related Expenses	24.99	-	-
Total	**274.35**	**184.56**	**128.40**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note (12) Equity Share Capital

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
AUTHORISED SHARE CAPITAL			
6,00,00,000 Equity Shares of ₹10 each as at March 31, 2026 (March 31, 2025: 2,20,00,000 Equity Shares of ₹10 each and March 31, 2024: 32,50,000 Equity Shares of ₹10 each)	600.00	220.00	32.50
	600.00	**220.00**	**32.50**
ISSUED, SUBSCRIBED & PAID UP CAPITAL			
4,25,28,681 Equity Shares of ₹10 each as at March 31, 2026 (March 31, 2025: 1,58,74,145 Equity Shares of ₹10 each and March 31, 2024: 31,00,000 Equity Shares of ₹10 each)	425.29	158.74	31.00
Total	**425.29**	**158.74**	**31.00**

(1) Reconciliation of the number of shares outstanding at the beginning and at the end of the reporting year;

Particulars	As at 31st March 2026		As at 31st March 2025		As at 31st March 2024	
	No. of Share	Value of Share (In Million)	No. of Share	Value of Share (In Million)	No. of Share	Value of Share (In Million)
Shares outstanding at the beginning of the year	1,58,74,145	158.74	31,00,000	31.00	31,00,000	31.00
Compulsorily Convertible Debenture into shares during the year	4,83,040	4.83				
Bonus Shares Issued during the year	2,61,71,496	261.71	1,24,00,000	124.00	-	-
Shares Issued during the year	-	-	3,74,145	3.74	-	-
Shares outstanding at the end of the year	**4,25,28,681**	**425.29**	**1,58,74,145**	**158.74**	**31,00,000**	**31.00**

(2) Details of share held by shareholders holding more than 5% of the aggregate share capital in the Company;

Name of Shareholder	As at 31st March 2026		As at 31st March 2025		As at 31st March 2024	
	No. of Share	% of Holding	No. of Share	% of Holding	No. of Share	% of Holding
Deepank Bhandari	1,96,24,473	46.14%	77,25,000	48.66%	15,45,000	49.84%
Sona Polyspin Private Limited	1,17,65,000	27.66%	45,25,000	28.51%	9,05,000	29.19%
Subhash Nuwal	-	0.00%	17,74,990	11.18%	3,54,998	11.45%
Harshil Nuwal	84,49,935	19.87%	14,74,985	9.29%	2,94,997	9.52%

(3) Details of shares held by each Promoters

At end of the year 31st March, 2026

Name of Shareholder	No of Share	% of Holding	% Change during the year
Deepank Bhandari	1,96,24,473	46.14%	-2.52%
Sona Polyspin Private Limited	1,17,65,000	27.66%	-0.84%
Subhash Nuwal	-	0.00%	-11.18%
Harshil Nuwal	84,49,935	19.87%	10.58%
Uma Nuwal	13	0.00%	0.00%

At end of the year 31st March, 2025

Name of Shareholder	No of Share	% of Holding	% Change during the year
Deepank Bhandari	77,25,000	48.66%	-1.17%
Sona Polyspin Private Limited	45,25,000	28.51%	-0.69%
Subhash Nuwal	17,74,990	11.18%	-0.27%
Harshil Nuwal	14,74,985	9.29%	-0.22%
Uma Nuwal	5	0.00%	0.00%

At end of the year 31st March, 2024

Name of Shareholder	No of Share	% of Holding	% Change during the year
Deepank Bhandari	15,45,000	49.84%	0.00%
Sona Polyspin Private Limited	9,05,000	29.19%	0.00%
Subhash Nuwal	3,54,998	11.45%	0.00%
Harshil Nuwal	2,94,997	9.52%	0.00%
Uma Nuwal	1	0.00%	0.00%

Rights Preference and Restriction attached to Equity Shares

1. The Company has only one class of shares referred to as Equity Shares having the par value of Rs. 10/-. Each Holder of equity share is entitled to one vote per share and dividend as and when declared by the company.

2.The Company declares and pays dividends in Indian rupees. The dividend proposed by the Board of Directors is subject to approval of the shareholders in the ensuing Annual General Meeting. During the year/Year, No dividend was declared by Board of directors.

3. 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 (if any). The distribution will be in proportion to the number of equity shares held by the shareholders

4. The Company did not have outstanding calls unpaid by the directors and officers of the Company and also did not have any amount of forfeited shares in any of the reporting year

5. The Company has not allotted any fully paid up equity shares without payment being received in cash except bonus shares and nor has bought back any class of equity shares during the year of five years immediately preceding the balance sheet date

Note (13) : Other Equity

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
(i) Securities Premium Reserve	-	51.26	123.60
(ii) Capital Reserve	78.74	78.74	78.74
(iii) Retained Earnings	537.60	340.96	155.47
(iv) Equity component of Compulsorily Convertible Debenture	-	71.01	-
Total	**616.34**	**541.97**	**357.81**

(i) Securities Premium Reserve

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Opening Balance at the beginning of the year	51.26	123.60	123.60
Add : Received during the Year	66.17	51.26	-
Less : Utilised against issue of bonus shares	(117.43)	(123.60)	-
Closing Balance at the end of the year	-	**51.26**	**123.60**

The security premium received during the year ended March 31, 2025 represents the premium towards allotments of equity share. During the Year ended March 31, 2025, 374,145 equity share with face value of Rs. 10/- each allotted at Premium of Rs. 137/- per share.

The balance will be utilised in accordance with the provisions of Section 52 of the Companies Act towards issuance of fully paid bonus shares, write-off of preliminary expenses, commission / discount expenses on issue of shares / debentures, premium payable on redemption of redeemable preference shares / debentures and buy back of its own shares / securities under Section 68 of the Companies Act, 2013.

During the FY 2024-25, The company has allotted Bonus Equity Shares to the shareholders of the company in the proportion of 4 new fully paid-up Equity Share of Face Value of Re. 10/- each for every 1 existing fully paid-up Equity Share of Face Value of Re. 10/- each. the same was partially utilised against retained earnings

During the Financial Year 2025–26, The Company has converted Compulsorily Convertible Debentures (CCDs) into Equity Shares in the ratio of 1:5, pursuant to the terms of issue. Accordingly, 4,83,040 (Four Lakh Eighty-Three Thousand Forty) Equity Shares of ₹10/- each were converted including premium of Rs. 137/-

During the Financial Year 2025–26, The Company has issued Bonus Shares in the ratio of 1:16 to the existing equity shareholders. Consequently, 2,61,71,496 (Two Crore Sixty-One Lakh Seventy-One Thousand Four Hundred Ninety-Six) Equity Shares of ₹10/- each the same was partially utilised against retained earnings

(ii) Capital Reserve

Particulars	**As at 31st March 2026**	**As at 31st March 2025**	**As at 31st March 2024**
Opening Balance at the beginning of the year	78.74	78.74	78.74
Add : Received during the Year	-	-	-
Closing Balance at the end of the year	78.74	78.74	78.74

Capital Reserve on account of plant of Sona Processors India Limited under Slump Sale basis whereas all fixed assets i.e. Land & Building, Plant and Machinery, Current assets and liabilities takeover by Sonaselection India Limited, for a lump sum consideration without values being assigned to the individual assets and liabilities in such sales. Afterward, all the assets and Liabilities takeover by Sonaselection India Limited has been recorded in book of accounts. Difference between lump sum sale considered and Net worth (all Assets less all Liabilities takeover) accounted as capital Reserves.

(iii) Retained Earnings

Particulars	**As at 31st March 2026**	**As at 31st March 2025**	**As at 31st March 2024**
Opening Balance at the beginning of the year	340.96	155.47	25.09
Add: Profit for the year	340.23	185.63	130.95
Less : Utilised against issue of bonus shares (Refer Note)	(144.28)	(0.40)	-
Add : Other Comprehensive Income arising from remeasurement of defined benefit obligation net of tax	0.69	0.26	(0.57)
Closing Balance at the end of the year	**537.60**	**340.96**	**155.47**

Note : During the FY 2024-25, The company has allotted Bonus Equity Shares to the shareholders of the company in the proportion of 4 new fully paid-up Equity Share of Face Value of Re. 10/- each for every 1 existing fully paid-up Equity Share of Face Value of Re. 10/- each. the same was partially utilized against security premium.

During the Financial Year 2025–26, The Company has issued Bonus Shares in the ratio of 1:1.6 to the existing equity shareholders. Consequently, 2,61,71,496 (Two Crore Sixty-One Lakh Seventy-One Thousand Four Hundred Ninety-Six) Equity Shares of ₹10/- each the same was partially utilised against retained earnings

(iv) : Equity component of Compulsorily Convertible Debenture

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Opening Balance at the beginning of the year	71.01	-	-
Add : Issued during the Year	-	71.01	-
Less : converted in equity share capital during the Year	(71.01)		
Closing Balance at the end of the year	-	71.01	-

Note: The Company had issued 96,608 unsecured 0.001% Compulsorily Convertible Debentures (CCDs) at a face value of ₹10 each at a premium of ₹725 per debenture, aggregating to ₹71.01Million on 16th September, 2024. The CCDs were mandatorily convertible into Equity Shares at a ration of 1:1 (one Equity share for each CCD held) within 18 months of issue. In accordance with terms of the issue, these CCDs were converted into Equity Shares on 20th August, 2025. Refer note 46 for further details.

During the Financial Year 2025–26, The Company has converted Compulsorily Convertible Debentures (CCDs) into Equity Shares in the ratio of 1:5, pursuant to the terms of issue. Accordingly, 4,83,040 (Four Lakh Eighty-Three Thousand Forty) Equity Shares of ₹10/- each were allotted.

Note (14) : Borrowings

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Secured			
(i) Term loans			
From HDFC Bank	1,131.91	1,284.50	991.25
From ICICI Bank	175.95	-	-
(ii) Vehicles Loans (Secured By Hypothecation on Vehicles)	36.09	19.13	17.25
Total Secured loan	**1,343.95**	**1,303.63**	**1,008.50**
Less : current maturities of term loans (included in note 17)	227.73	168.91	85.52
Less : current maturities of Vehicle Loans (included in note 17)	12.73	4.40	3.48
Total non current secured borrowings	**1,103.49**	**1,130.32**	**919.50**
(iii) Unsecured Loans			
(a) Loan from Related Parties	109.31	152.40	193.10
(a) Loan from others	50.59	25.00	5.00
Total	**1,263.39**	**1,307.72**	**1,117.60**

Notes and Terms & Condition of Loans:-

1 **Term Loans** :- Term Loan facility from HDFC Bank comprises of 4 term loans and from ICICI Bank comprises of 2 term loans. 5 term loans out of 6 term loan including current maturities are secured by way of first charge over entire Fixed assets (Present & Future) of the company including equitable mortgage of its Factory Land & building situated at 18 K.M. Stone, Chittor Road, Guwardi, Bhilwara in the name of M/s Sonaselection India Limited & personally guaranteed by guaranteed Directors & guarantors of the Company, viz Subhash Nuwal, Harshil Nuwal, Uma Nuwal, Deepank Bhandari, Kailash Bhandari and Anita Bhandari and one term loan from ICICI bank including current maturities are secured by residential propoerty in the name of Uma Nuwal and Skhina Nuwal including their personal guarantees.

Term Loan 1 - Sanctioned & Disbursed for Rs. 241.40 Million (Outstanding Balance - Rs. 137.67 Million as on 31st March 2026) is repayable in monthly installments of Rs. 3.74 Million Last date of Repayment is December 2029. Rate of Interest Linked with 3M Repo Rate i.e. 7.38% p.a.

Term Loan 2 - Sanctioned & Disbursed for Rs. 117.50 Million (Outstanding Balance - Rs. 78.39 Million as on 31st March 2026) is repayable in monthly installments of Rs. 1.90 Million. Last date of Repayment is June 2030. Rate of Interest Linked with 3M Repo Rate i.e. 7.22% p.a.

Term Loan 3- Sanctioned Rs. 850 Million (Outstanding Balance - Rs. 702.23 Million as on 31st March 2026) is repayable in monthly installments of Rs. 13.44 Million. Last date of Repayment is October 2031. Rate of Interest Linked with 3M- Repo Rate i.e. 7.22% p.a.

Term Loan 4- Sanctioned Rs. 226.30 Million (Outstanding Balance - Rs. 213.62 Million as on 31st March 2026) is repayable in monthly installments of Rs. 3.58 Million. Last date of Repayment is October 2031. Rate of Interest Linked with 3M- Repo Rate i.e. 7.75% p.a.

Term Loan 5- Sanctioned Rs. 100 Million (Outstanding Balance - Rs. 91.67 Million as on 31st March 2026) is repayable in monthly installments of Rs. 1.19 Million. Last date of Repayment is October 2032. Rate of Interest Linked with 3M- Repo Rate i.e. 7.85% p.a.

Term Loan 6- Sanctioned Rs. 100 Million (Outstanding Balance - Rs. 84.28 Million as on 31st March 2026) is repayable in monthly installments of Rs. 1.17 Million. Last date of Repayment is December 2032. Rate of Interest Linked with 3M- Repo Rate i.e. 7.85% p.a.

2 Vehicle loans are taken HDFC bank Ltd , repayable in next 5 years. Loan including current maturities are secured by way of hypothecation over vehicles. Out of the outstanding Loans of Rs. 36.09 Million as on 31st March 2026, Rs. 12.73 Million will due in next 1 year.

3 Unsecured loan is taken from Directors, Friends, relatives. As Explained the same will become due for payment after a year of 1 year.

Note (15) : Provisions

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Non-current Provisions			
Gratuity	13.23	7.47	4.41
Leave Encashment	9.08	7.29	3.89
Total Non-current Provisions	**22.31**	**14.76**	**8.30**
Current Provisions			
Gratuity	0.03	0.02	0.01
Leave Encashment	1.89	0.31	0.21
Total current Provisions	**1.92**	**0.33**	**0.22**
Total	**24.23**	**15.09**	**8.52**

Note (16) : Deferred tax liabilities

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Deferred Tax Liability Opening Balance	127.31	72.92	63.13
Add :- Provision during year	22.91	54.39	9.79
Net Deferred Tax Liability	**150.22**	**127.31**	**72.92**

SONASELECTION INDIA LIMITED
(CIN : U17299RJ2022PLC079631)
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Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note (17) Borrowings

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Secured			
(a) Loans repayable on demand			
- HDFC Bank	333.97	417.19	239.42
- SBI Bank	361.02	175.75	-
- Axis Bank	310.04	-	-
- ICICI Bank	73.52	-	-
Current maturities of long-term debt- Term Loan (Refer Note 14)	227.73	168.91	85.52
Current maturities of long-term debt- Vehicle Loan (Refer Note 14)	12.73	4.40	3.48
Total	**1,319.01**	**766.25**	**328.42**

Notes :-

(a)

Particulars	**As at 31st March 2026**				**As at 31st March 2025**		**As at 31st March 2024**
Bankers	HDFC	SBI	Axis	ICICI	HDFC	SBI	HDFC
Loans repayable on demand From Bankers	333.97	361.02	310.04	73.52	417.19	175.75	239.42
Loan Name	Cash Credit / FD-OD/ credit Card	Cash Credit	Cash Credit	Cash Credit	Cash Credit	Cash Credit	Cash Credit / WCDL
Sanction Limit (Rs in Million)	350.00	477.00	350.00	100.00	450.00	220.00	250.00
Rate of Interest (Average)	8.52%	8.50%	8.52%	8.50%	8.80%	8.50%	8.85%
Rate of Interest	7.60%	8.00%	7.50%	8.10%	8.38%	8.50%	8.40%
Purpose	Business	Business	Business	Business	Business	Business	Business

	Security	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606, 5063/1605,1590 Chittor Road Bhilwara Rajasthan 311025	**Primary:** First Pari-passu hypothecation on stock and receivables (Present and Future) with HDFC bank and 2nd charge on Plant and Machinery along with HDFC Bank **Collateral Security:** Extension of Equitable Mortgage of House no. B-377, Shastri Nagar Yojna , Bhilwara, admeasuring 711.50 sq. yards (Owned by Subhash Chandra Nuwal)	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606, 5063/1605,1590 Chittor Road Bhilwara Rajasthan 311025	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606, 5063/1605,1590 Chittor Road Bhilwara Rajasthan 311025	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606, 5063/1605,1590 Chittor Road Bhilwara Rajasthan 311025	**Primary:** First Pari-passu hypothecation on stock and receivables (Present and Future) with HDFC bank **Collateral Security:** Extension of Equitable Mortgage of House no. B-377, Shastri Nagar Yojna , Bhilwara, admeasuring 711.50 sq. yards (Owned by Subhash Chandra Nuwal)	Primary: All Debtors, All Types Od Stock, All Types Of Machine, Fixed Deposit **Collateral:** - Plot No 14 Rajswa Gram Harni Khurda, Kamla Enclave Araji No 14,16,17,19/1,2 Near Sukhadia Stadium Bhilwara Rajasthan 311001 - Plot No. 141, Situate At Araji No. 524/1 Revenue Vill. Atun 142/1, 143, 144, 179, 180, 181, 182/1 Vill. Atun Bhilwara Rajasthan 311001 - Aaji 1608,1582mi, Chittorgarh 1609, 1607mi, 1607/1, 4197/1581, 4249/1581, 1581,4405/1581 Hamirgarh Bhilwara Rajasthan 311001 - 18th Km Hamirgarh Araji No 1607/2, 5059/1612, 5061/1613, 1583, 1584,1604,1606, 5063/1605,1590 Chittor Road Bhilwara Rajasthan 311025
	Personal Guarantee	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal, 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal 3. Deepank Bhandari 4. Uma Nuwal	1.Subhash Chandra Nuwal 2. Harshil Nuwal 3. Deepank Bhandari 4. Uma Nuwal

Note (18) Trade payables

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Total Outstanding dues to micro and small enterprises	7.32	7.66	8.17
Total Outstanding dues to other than micro and small enterprises	805.10	734.76	69.96
Total	**812.42**	**742.42**	**78.13**

Trade payable ageing Schedule As at 31st March 2026

Particulars	Unbilled Dues	Not Due	less than 1 years	1-2 years	2-3 Years	More than 3 years	Total
MSME	-	-	7.32	-	-		7.32
Others			805.10				805.10
Disputes dues - MSME	-	-	-	-	-		-
Disputes dues - Others	-	-	-	-	-		-
Total	-	-	**812.42**	-	-	-	**812.42**

Trade payable ageing Schedule As at 31st March 2025

Particulars	Unbilled Dues	Not Due	less than 1 years	1-2 years	2-3 Years	More than 3 years	Total
MSME	-	-	7.66	-	-		7.66
Others			734.76				734.76
Disputes dues - MSME	-	-	-	-	-		-
Disputes dues - Others	-	-	-	-	-		-
Total	-	-	**742.42**	-	-	-	**742.42**

Trade payable ageing Schedule As at 31st March 2024

Particulars	Unbilled Dues	Not Due	less than 1 years	1-2 years	2-3 Years	More than 3 years	Total
MSME	-	-	8.17	-	-		8.17
Others			69.96				69.96
Disputes dues - MSME	-	-	-	-	-		-
Disputes dues - Others	-	-	-	-	-		-
Total	-	-	**78.13**	-	-	-	**78.13**

20.1) Company has sought details from suppliers as micro, small and medium enterprises under the provision of "Micro, Small, Medium Enterprises developments (MSMED) Act 2006" as at year end.
20.2) Trade payables are non-interest bearing and are normally settled as per due dates generally ranging from 30 to 60 days
20.3) The Company has financial risk management policies in place to ensure that all payables are paid within the agreed credit terms.

DISCLOSURE FOR AMOUNT DUE TO MICRO, SMALL AND MEDIUM ENTERPRISES

The information required to be disclosed under the MSMED Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. The details of amount outstanding to Micro & Small Enterprises are as under:

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
A. Principal amount remaining unpaid	7.32	7.66	8.17
B. Interest due thereon	-	-	-
C. Interest paid by Group in terms of Section 16 of the MSMED Act, 2006 along with the amount of the payment made to suppliers beyond the appointed day during the year	-	-	-
D. Interest due and payable for the year of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under MSMED Act, 2006	-	-	-
E. Interest accrued and remaining unpaid at the end of each accounting year;	-	-	-
F. Further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to small enterprise	-	-	-

Note : Identification of amounts payable to micro, small and medium enterprise in terms of section 16 of Micro, Small & Medium Enterprise Development Act ,2006 is based on the information available with the Company

Note (19A) Other Financial Liabilities

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Secured			
Interest accrued but not due on borrowings	10.64	11.47	6.81
Unsecured			
Creditor for Expenses	67.79	16.83	13.29
Capital Creditors	11.52	26.59	-
Employees & Worker Dues	21.52	25.46	16.42
Total	**111.47**	**80.35**	**36.52**

Note (19B) Other Financial Liabilities

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Unsecured			
Advances from Customers	-	2.68	0.36
Statutory dues (Refer No 1)	5.75	5.14	3.67
Other Payable	0.92	-	-
Total	**6.67**	**7.82**	**4.03**

Note 1 : Dues towards contribution to PF, ESIC & TDS etc.

Particulars	As at 31st March 2026	As at 31st March 2025	As at 31st March 2024
Provident Fund Payable	1.52	1.44	1.17
ESIC Payable	0.18	0.01	0.12
TDS/TCS Payable	4.05	3.69	2.38
Total	**5.75**	**5.14**	**3.67**

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(CIN : U17299RJ2022PLC079631)
Registered Office: 18Th K M Stone, Chittorgarh Road, Hamirgarh, Bhilwara, Bhilwara, Rajasthan, India, 311025

Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note (20) Revenue from operations

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Revenue from operations			
Sale of Services	894.41	951.65	1,073.29
Sale of Products	4,275.08	2,207.87	136.50
Total	**5,169.49**	**3,159.52**	**1,209.79**

Note (21) Other income

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Interest Income on Fixed deposit with Bank	2.37	3.30	1.80
Interest Income on Security deposit with AVVNL, debtors and Income tax refund	3.75	0.67	0.40
Store spares & chemical Sale	0.11	1.17	1.10
Other income	0.24	-	0.01
Total	**6.47**	**5.14**	**3.31**

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Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note (22) Cost of materials consumed

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Opening stock	491.25	52.40	61.71
Add: Purchases	3,512.41	2,616.67	520.12
Less: Closing stock	942.71	491.25	52.40
Cost of material consumed	**3,060.95**	**2,177.82**	**529.43**
Material consumed comprises:			
Dyes & Chemicals	400.98	293.62	212.62
Yarn	1,326.73	116.55	-
Fabric	1,032.05	1,543.15	134.32
Coal & Fuel	301.19	224.50	182.49
Total	**3,060.95**	**2,177.82**	**529.43**

Note (23) Purchase of Stock in Trade

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Finished fabric	78.97	14.60	5.36
Total	**78.97**	**14.60**	**5.36**

Note (24) Changes in inventories of finished goods, work-in-progress and stock-in-trade

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Inventories at the beginning of the year:			
Finished goods	78.41	75.65	28.84
Work in progress	17.33	22.35	20.00
Finish Fabric	377.91	30.19	27.32
	473.65	**128.19**	**76.16**
Inventories at the end of the year:			
Finished goods	58.42	78.41	75.65
Work in progress	25.07	17.33	22.35
Finish Fabric	472.09	377.91	30.19
	555.58	**473.65**	**128.19**
Net Increase / (decrease) in inventories	**(81.93)**	**(345.46)**	**(52.03)**

Note (25) Employee benefits expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Salaries and Wages (Including Bonus)	434.24	327.05	183.51
Leave encashment and Gratuity	10.31	6.94	4.52
Contributions to Provident and other funds	10.67	8.38	7.53
Staff welfare expenses	28.48	13.93	7.89
Total	**483.70**	**356.30**	**203.45**

Note (26) Finance costs

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Interest on:			
Term Loans	87.05	102.11	26.90
Working Capital Loans	109.38	36.52	14.63
Vehicle Loans	2.23	1.53	1.20
Unsecured Loan	4.19	9.72	2.17
Others	0.22	0.28	1.30
Less : Interest subsidy under RIPS policy, 2022	(26.18)	(3.14)	-
Bank processing charges	-	0.23	1.25
Total	**176.89**	**147.25**	**47.45**

Note (27) : Depreciation and Amortization Expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
A. Depreciations on Tangible Assets	188.69	173.14	67.97
B. Amortisation of Intangible Assets	1.64	-	-
Total	**190.33**	**173.14**	**67.97**

Note (28) : Other expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Operating and Manufacturing Overheads			
Consumption of stores and spare parts	97.69	89.14	78.69
Consumption of packing material	28.01	27.91	18.06
Power Expenses	58.79	68.68	61.54
Effluent Treatment & Water Expenses	23.47	15.26	13.29
Repairs and maintenance - Buildings	1.89	0.58	0.04
Repairs and maintenance - Machinery	10.90	5.39	5.93
Repairs - Others	4.21	0.52	0.19
Job Processing charges & Job Weaving & Sizing Charges	391.25	66.33	-
Total (A)	**616.21**	**273.81**	**177.74**
Establishment Expenses			
Bank Charges	1.62	0.79	0.45
Advertisement Expenses	0.08	0.03	0.06
Membership & Subscription Fees	0.02	1.69	0.01
Festival & Pooja Expenses	0.56	0.31	0.54
Share Issued Expenses	0.03	1.78	-
Donation Expenses	0.11	0.49	0.69
Director Remuneration	20.22	18.00	17.40
Insurance Charges	6.61	2.12	1.75
Legal & Professional Expenses	20.68	16.31	14.45
Office Expenses	0.52	0.73	-
Payment to Auditors (Refer below Note 1)	0.53	0.15	0.08
Printing & Stationary Expenses	0.24	2.19	0.84
Rent Expenses	1.29	0.60	0.93
Rate & Taxes Expenses	0.28	0.37	3.82
Telephone & Internet charges	0.21	0.12	0.16
Sundry Balance Written off	-	-	-
Independent Director Sitting fees	0.26	-	-
Postage & Courier Expenses	3.31	0.99	0.02
CSR Expenses	3.74	1.96	1.25
Sampling & testing Expenses	0.87	-	-
Vehicle Running Expenses	0.27	-	-
Loss on Sale of Fixed Assets	-	-	-
Travelling & conveyance Expenses	4.34	3.24	0.42
Total (B)	**65.79**	**51.87**	**42.87**
Selling and Distribution Expenses			
Freight and forwarding charges	30.18	30.82	17.58
Cash discount	57.88	18.02	3.83
Agency commission	16.47	5.69	-
Total (C)	**104.53**	**54.53**	**21.41**
Total (A+B+C)	**786.53**	**380.21**	**242.02**

Note 1 : Payment to Auditors

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Statutory Audit Fees	0.43	0.10	0.05
Tax Audit Fees	0.10	0.05	0.03
	0.53	**0.15**	**0.08**

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Annexure - VI : Notes to the Audited Consolidated Financial Statements
(All amounts in ₹ Million, except as otherwise stated)

Note (29) : Income Tax Expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025	For the year ended 31st March 2024
Tax / TCS Receivables	20.57	20.02	22.09
Advance Income Tax	50.00	30.00	10.00
MAT Credit Entitlement	-	26.28	1.43
Less : Provision for Income Tax	91.38	45.73	29.90
Income Tax Assets / (Provisions)	**(20.81)**	**30.57**	**3.62**

The major components of income tax expense for reporting for tax expense for the reporting years are indicated below:

Particulars	For the year ended 31st March 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
a) Statement of Profit or Loss for the Year Ended			
Current Tax:			
Current tax on Profit for the year	91.38	45.74	29.90
Mat credit (entitlement) / Utilised	26.28	(24.85)	(1.43)
Change / credit in respect of current tax of earlier Year	-	-	-
Total Current Tax	**117.66**	**20.89**	**28.47**
Deferred Tax:			
Origination & reversal of temporary Differences	22.63	54.28	10.03
Charge in Respect of deferred tax for earlier year	-	-	-
Charge In respect of increase / (decrease) in tax rate	-	-	-
Total Deferred Tax	**22.63**	**54.28**	**10.03**
Total Tax Expense /(Credit) For the Year	**140.29**	**75.17**	**38.50**
b) Statement of Comprehensive Income For the Year			
Income tax relating to items that will not be reclassified to profit or loss			
Deferred tax (credit) / charge on:			
Re-measurement of defined benefit obligation	(0.28)	(0.11)	0.24
Income tax relating to items that will be reclassified to profit or loss			
Deferred tax (credit) / charge on:			
Fair Valuation of Mutual Funds			
Fair Valuation of Preference Shares			
Total	**(0.28)**	**(0.11)**	**0.24**

(A) A reconciliation of income tax expense applicable to accounting profits/ (loss) before tax at the statutory income tax rate to be recognised income tax expense for the year indicated are as follows:

Particulars	For the year ended 31st March 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Accounting Profits / (loss) before Tax (A)	480.52	260.80	169.45
Statutory Income Tax Rate (%) (B)	29.12%	27.82%	27.82%
Tax at Indian statutory income tax rate	**139.93**	**72.55**	**47.14**
Accounting Profits / (loss) before Tax (C)	480.52	260.80	169.45
Add: ICDS Adjustments	-	-	-
Add :Disallowances Considered separately under IT. Act. (D)	207.72	186.10	77.15
Less Allowance under the Income Tax Act / Considered Separately / Deduction under Chapter VI (E)	284.21	372.79	149.51
Total PGBP Income (F=C+D-E)	404.03	74.11	97.09
Tax On PGBP (Normal Tax Liability) (G=F*B)	**117.65**	**20.62**	**27.01**
Minimum Alternate Tax (MAT)			
Book profit as per MAT	480.52	260.80	169.45
Less : Business Loss (if any)	-	-	-
Net Book profit as per MAT	480.52	260.80	169.45
Tax as per MAT	**83.96**	**45.57**	**29.61**
Tax Expenses = MAT or Normal Provision of Income Tax w.e. is higher	**117.65**	**45.57**	**29.61**
Tax Paid as per "MAT" or Normal Provision	**Normal**	**MAT**	**MAT**
Tax provision as per taken in Audited P&L as per audited balance sheet	**117.66**	**45.74**	**29.90**

(B) Movement in Deferred Tax Assets and Liabilities

The movement in deferred tax assets and liabilities for the year ended 31st March, 2026

Particular	As at 31st March ,2025	Charge / (Credited) To P&L	Charged / (Credited) to OCI/OCI Reserve	As at 31st March , 2026
Deferred Tax Assets:				
Provision for Gratuity Expenses & Leave Encashment	(4.39)	(2.37)	0.28	(7.04)
Deferred Tax Liabilities:				
Property , Plant & Equipment	131.70	25.56	-	157.26
Total	**127.31**	**23.19**	**0.28**	**150.22**

The movement in deferred tax assets and liabilities for the year ended 31st March, 2025

Particular	As at 31st March ,2024	Charge/(Credited) To P&L	Charged /(Credited) to OCI/OCI Reserve	As at 31st March ,2025
Deferred Tax Assets:				
Provision for Gratuity Expenses & Leave Encashment	(2.49)	(2.00)	(0.11)	(4.39)
Deferred Tax Liabilities:				
Property , Plant & Equipment	75.41	56.28		131.70
Total	**72.92**	**54.28**	**(0.11)**	**127.31**

The movement in deferred tax assets and liabilities for the year ended 31st March, 2024

Particular	As at 31st March ,2023	Charge/(Credited) To P&L	Charged /(Credited) to OCI/OCI Reserve	As at 31st March ,2024
Deferred Tax Assets:				
Provision for Gratuity Expenses & Leave Encashment	(0.93)	(1.33)	0.24	(2.49)
Deferred Tax Liabilities:				
Property , Plant & Equipment	64.06	11.35		75.41
Total	**63.13**	**10.03**	**0.24**	**72.92**

NOTE 30: STATEMENT OF OTHER COMPREHENSIVE INCOME

Particulars	For the year ended 31st March 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
(i) Items that will not be reclassified to profit or loss			
Actuarial gain/(Loss) on employee benefits	0.97	0.37	(0.81)
Gain/(Loss) on Fair Valuation of Investment in Equity Shares			
TOTAL (i)	**0.97**	**0.37**	**(0.81)**
(ii) Income tax relating to items that will not be reclassified to profit or loss			
On Actuarial gain on employee benefits	(0.28)	(0.11)	0.24
Gain on Fair Valuation of Investment in Equity Shares			
TOTAL (ii)	**(0.28)**	**(0.11)**	**0.24**
(iii) Items that will be reclassified to profit or loss	-	-	-
TOTAL (iii)	-	-	-
(iv) Income tax relating to items that will be reclassified to profit or loss	-	-	-
TOTAL (iv)	-	-	-
Total	**0.69**	**0.26**	**(0.57)**

Note 31: Earnings per share (EPS)

Basic Earnings per share ('EPS') amounts are calculated by dividing the Profit/(loss) for the year attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year

Diluted EPS amounts are calculated by dividing the Profit/(loss) attributable to equity holders of the Company by the weighted average number of equity shares outstanding during the year plus the weighted average number of equity shares that would be issued on conversion of all the dilutive potential equity shares into equity shares.

The following is a reconciliation of the equity shares used in the computation of basic and diluted earnings per equity share

i. Profit/(Loss) attributable to Equity holders

Particulars	For the Year ended 31 March, 2026	For the Year ended 31 March, 2025	For the Year ended 31 March, 2024
Profit/(Loss) after tax	340.23	185.63	130.95

ii. Weighted average number of ordinary shares

Particular	As at 31st March ,2026	As at 31st March ,2025	As at 31st March ,2024
Ordinary shares at the beginning of the year excluding Bonus share impact	1,58,74,145	31,00,000	31,00,000
Bonus Shares issued during the year	2,53,98,632	1,24,00,000	-
Shares post Bonus	**4,12,72,777**	**1,55,00,000**	**31,00,000**
Shares issued and allotted during the year	-	3,74,145	-
Shares issued and allotted persuant to conversion of CCDs (Refer Note 4)	4,83,040	-	-
Bonus Shares issued on equity shares issued persuant to conversion of CCDs as above	7,72,864	-	-
Time Adjustment factor	0.61	0.35	-
Weighted Average Number of shares during the year	**4,20,38,878**	**1,56,30,951**	**31,00,000**
Bonus Adjustment Factor			
For Bonus during year ended 31st March, 2025 (Allotted on 25th October 2024) (Note 1)	-	-	5.00
For Bonus alloted on 10th November, 2025 (Note 2)	-	2.60	2.60
**** Weighted average number of shares after proposed issue of Bonus Shares for calculaton of Basic EPS**	**4,20,38,878**	**4,06,40,472**	**4,03,00,000**
Add Dilusion on account of Complusory Convertible Debentures (CCDs) (Note 3)	-	6,80,281	-
Weighted average number of shares after proposed issue of Bonus Shares for calculaton of Diluted EPS	**4,20,38,878**	**4,13,20,753**	**4,03,00,000**
Basic earnings per share (in ₹) After proposed issue of Bonus Shares	**8.09**	**4.57**	**3.25**
Diluted earnings per share (in ₹) After proposed issue of Bonus Shares	**8.09**	**4.49**	**3.25**

** Weighted average number of shares adjusted from the earliest year presented as per IND AS 33

Note 1 : For bonus alloted during the year ended 31st March, 2025 (Allotted on 25th October 2024) at the Ratio of 4 new shares for every one share held on record date (4+1=5)

Note 2 : For bonus alloted on 10th November, 2025 at the Ratio of 16 new shares for every 10 share held on record date (1.60+1=2.60).

Note 3 : Diluted number of Equity shares on acocunt of conversion of CCD

Particular	As at 31st March ,2026	As at 31st March ,2025	As at 31st March ,2024
Number of CCDs outstanding	-	96,608	-
Conversion Ratio - 5:1 (Refer Note 4 Below)	-	5	-
Bonus adjustment factor for bonus shares allotted on 10th November, 2025		2.60	
Total Number of months in the year	-	12	-
Total Number of months CCDs held	-	6.50	-
Diluted number of Equity shares issued on acocunt of conversion of CCDs	**-**	**6,80,281**	**-**

Note 4 : The Company had issued 96,608 Compulsorily Convertible Debentures (CCDs) at a face value of ₹10 each at a premium of ₹725 per debenture, aggregating to ₹71.01Million on 16th September, 2024. The CCDs were mandatorily convertible into Equity Shares at a ration of 1:1 (one Equity share for each CCD held) within 18 months of issue. In accordance with terms of the issue, these CCDs were converted into Equity Shares on 20th August, 2025. However, as the company had issued bonus shares during the year ended March 31, 2025 in the ratio of 4:1 (four bonus shares for every one share held), the company had allotted Equity shares to CCD holders in the ratio of 5:1 (one equity share and four bonus shares for each CCD held), resulting in the allotment of 4,83,040 Equity Shares of the Company.

NOTE 32: DIFFERENCES BETWEEN IND AS & INDIAN GAAP

A) PRINCIPAL DIFFERENCES BETWEEN IND AS AND INDIAN GAAP

I. Deferred Tax

The Company has accounted for deferred tax on the various adjustments between Indian GAAP and IND AS at their effective tax rate.

II. Defined Benefit Obligation

Under previous GAAP, Company has been charging the remeasurement (gain)/loss of employee benefits to profit and loss account whereas under Ind AS financial statements such (gain) /loss is accounted in Statement of Other Comprehensive Income along with the corres impact.

III. Prior year Items

Under Indian GAAP, the impact of prior year items is required to be included in current year statement of profit and loss. However as per Ind AS-8 an entity is required to correct prior year errors retrospectively by restating the comparative amounts for the prior year presented in which the error occurred. if the error occurred before the earliest prior year presented, it will restate the opening balance of assets and equity for the earliest prior year presented.

NOTE 33 : RATIO ANALYSIS

Particulars	Numerator	Denominator	As At 31st March 2026	As At 31st March 2025	As At 31st March 2024
Current Ratio(in times)	Current Assets	Current Liabilities	1.28	1.21	1.23
Debt-Equity Ratio(in times)	Total Debt	Total Shareholder's Equity	2.48	2.96	3.72
Debt Service Coverage Ratio(in times)	Profit after tax for the year+ Finance Costs + Depreciation	Finance Cost + Lease Payment + Current maturity of Long Term Debt (excluding impact of foreign exchange gain/loss)	1.70	1.58	1.81
Return on Equity (ROE)(%)	Profit for the year	Average Shareholder's Equity	39.05%	34.08%	40.46%
Inventory Turnover Ratio (in times)	Sales (Revenue from operation)	Average Inventory	4.12	5.44	7.18
Trade receivables turnover ratio(in times)	Sales (Revenue from operation)	Average Trade Receivable	5.96	7.55	8.39
Trade payables turnover ratio (in times)	Net Credit Purchases	Average Trade Payable	4.62	6.41	6.81
Net working capital turnover ratio(in times)	Sale of Products	Average Working Capital	10.67	14.28	12.68
Net profit ratio(%)	Profit for the year	Sale of Products	6.58%	5.88%	10.82%
Return on capital employed (ROCE)(%)	Profit Before Tax + Finance Costs	Avg Total Equity + AVG Total Borrowings (Current & Non Current)+ Net Avg DTL	19.69%	16.97%	16.18%
Return on investments(%)	Interest/dividend Income	Average Investment+loans given	NA	NA	NA

Change in Ratio in Comparison to Corresponding previous Year

Ratio	As At 31st March 2026	As At 31st March 2025	As At 31st March 2024
Current Ratio(in times)	5.16%	(1.07)%	(5.86)%
Debt-Equity Ratio(in times)	(16.24)%	(20.42)%	112.61%
Debt Service Coverage Ratio(in times)	7.38%	(12.57)%	25.92%
Return on Equity (ROE)(%)	14.61%	(15.79)%	170.56%
Inventory Turnover Ratio(in times)	(24.27)%	(24.26)%	11.79%
Trade receivables turnover ratio(in times)	(21.04)%	(9.95)%	32.74%
Trade payables turnover ratio(in times)	(27.97)%	(5.87)%	(5.77)%
Net working capital turnover ratio(in times)	(25.25)%	12.59%	(63.22)%
Net profit ratio(%)	12.02%	(45.72)%	305.15%
Return on capital employed (ROCE)(%)	16.07%	4.88%	(50.51)%
Return on investments(%)	NA	NA	NA

Explanation Of change in ratio more than 25%

March 31,2026

Decrease in Trade Payable Turnover Ratio due to decrease in trade payable in comparison of increase in purchases

Decrease in Net Working Capital Ratio due to increase in net working capital

March 31,2025

Decrease in Net Profit Ratio due to increase in tax expense of the company.

March 31,2024

Increase in Debt-Equity Ratio due to increase in Term Loan from HDFC Bank

Increase in DSCR due to increase in profitability

Increase in ROE due to increase in profitability

Increase in Trade Receivable Ratio due to decrease in trade receivables and increase in overall operations

Decrease in working capital Ratio due to increase in net working capital

Increase in Net Profit Ratio due to increase in Profitability

Increase in ROCE due to increase in Profitability

NOTE 34 : RELATED PARTY DISCLOSURES

Subsidiaries

Sionnah Enterprises Private Limited (Incorporated on 1st July, 2025.) (Refer Note 52 subsequent Events for further details

Key Managerial Personnel

Name	Relationship
Harshil Nuwal	Managing Director (from 11th February, 2022)
Subhash Chandra Nuwal	Director (from 11th February, 2022)
Uma Nuwal	Director (from 11th February, 2022)
Ramesh Chandra Vyas	Chief Financial Officer (from 03th February, 2025)
Harish Sharma	Company Secretary (from 25th October, 2024)

Relatives

Name	Relationship
Deepank Bhandari	Director's Relative

Independent Directors

Name	Relationship
Kamlesh Kumar Choudhary	Independent Director (from 30th September, 2025)
Kanhaiya Lal Acharya	Independent Director (from 18th January, 2025)
Aditi Kakhani	Independent Director (from 18th January, 2025)

Enterprises where directors having significant influence

Sona Styles Limited
Sona Processors India Limited
Sona Texfab Private Limited
Starnet Real Estate & project Limited

Following transactions were carried out with related parties in the ordinary course of Business

Transaction Type / Party	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Remuneration to Key Managerial Personnel			
Harshil Nuwal	14.25	12.00	11.60
Uma Nuwal	6.00	6.00	5.80
Ramesh Chandra Vyas	0.63	0.52	0.68
Harish Sharma	0.79	0.29	-
Professional Fees			
Deepank Bhandari	12.00	12.00	12.00
Sitting Fees Paid to Independent Directors			
Kanhaiya Lal Acharya	0.01	-	-
Aditi Kakhani	0.01	-	-
Interest Payment			
Uma Nuwal	0.84	0.04	-
Harshil Nuwal	3.93	2.72	-
Subhash Nuwal	0.36		
Repayment of Loans			
Uma Nuwal	12.95	-	1.00
Harshil Nuwal	187.57	99.00	7.00
Deepank Bhandari	-	20.00	-
Subhash Nuwal	14.96	41.20	5.00
Starnet real Estate & project Limited	1.00	-	-

Transaction Type / Party	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Loan taken			
Uma Nuwal	17.87	-	5.00
Harshil Nuwal	136.20	72.30	128.10
Deepank Bhandari	-	22.00	51.00
Subhash Nuwal	19.32	24.20	22.00
Starnet real Estate & project Limited	-	1.00	-
Sales and Other Income			
Sona Styles Limited	28.79	29.76	117.92
Sona Texfab Private Limited	-	-	9.29
Sona Processors India Limited	2.97	8.42	4.72
Purchase and job processing charges			
Sona Texfab Private Limited	-	1.67	0.51
Sona Styles Limited	249.10	1,206.40	2.13
Sona Processors India Limited	63.23	35.12	0.24
Business Transfer			
Sona Processors India Limited	-	-	-
Rent Expense			
Sona Processors India Limited	-	-	-

Following were the balances outstanding with related parties in the ordinary course of Business at the end of Following years

Related Party	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Borrowing Payable			
Uma Nuwal	8.92	4.00	4.00
Harshil Nuwal	43.03	94.40	121.10
Deepank Bhandari	53.00	53.00	51.00
Subhash Nuwal	4.36	-	17.00
Starnet real Estate & project Limited	-	1.00	-
Payable / (Advance to suppliers)			
Sona Styles Limited	24.98	430.51	-
Sona Texfab Private Limited	-	1.75	-
Sona Processors India Limited	11.10	(0.76)	-
Deepank Bhandari	10.80	1.08	3.00
Receivable / (Advance from customers)			
Sona Styles Limited	5.42	0.14	11.03
Sona Texfab Private Limited	-	(0.23)	0.01
Sona Processors India Limited	-	(0.34)	0.29

The following are the details of the transactions which were eliminated upon consolidation as per Ind AS 110 and Ind AS 24 read with SEBI ICDR Regulations, 2018 during the year/year ended 31 March 2026, 31 March 2025 and 31 March 2024 respectively

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Revenue from operations			
Sionnah Enterprises Private Limited	19.65	-	-
Investment in Subsidiaries			
Sionnah Enterprises Private Limited	22.60	-	-
Unsecured Loan given			
Sionnah Enterprises Private Limited	12.26	-	-

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Balances at the year end			
Trade Receivables			
Sionnah Enterprises Private Limited	20.64	-	-

Terms and conditions of transactions with related parties

The transactions with related parties are made in the ordinary business and on terms equivalent to those that prevail in arm's length transactions. This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.

NOTE 35 : DETAILS OF CORPORATE SOCIAL RESPONSIBILITY

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Gross Amount Required to be spent as per Sec 135 of Companies Act, 2013	3.64	1.93	1.21
Amount Spent During the year on :			
Donating Funds to Trust	3.74	1.96	1.25
Short / (Excess)	(0.10)	(0.03)	(0.04)
Opening B/F-short/(Excess)	(0.08)	(0.04)	-
Net C/F -Short/(Excess)	**(0.18)**	**(0.08)**	**(0.04)**

Other Disclosure Related to CSR

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Promoting healthcare including preventive healthcare	1.04	1.35	1.25
Promoting education, cultural, moral development activities and preservation of traditional art and culture	2.70	0.61	-

NOTE 36 : CAPITAL MANAGEMENT

The Company's objectives when managing capital is to safeguard continuity, maintain a strong credit rating and healthy capital ratios in order to support its business and provide adequate return to shareholders through continuing growth and maximise the shareholders value. The Company's overall strategy remains unchanged from previous year. The Company sets the amount of capital required on the basis of annual business and long-term operating plans which include capital and other strategic investments. The funding requirements are met through a mixture of equity, internal fund generation and borrowed funds. The Company's policy is to use short term and long-term borrowings to meet anticipated funding requirements. The Company monitors capital on the basis of the net debt to equity ratio. The Company's is not subject to any externally imposed capital requirements. Net debt are long term and short term debts as reduced by cash and cash equivalents (including restricted cash and cash equivalents) and short-term investments. Total Equity comprises all components of equity.

The following table summarizes the capital of the Company:

Particular	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Share Capital	425.29	158.74	31.00
Other Equity	616.34	541.97	357.81
Total Equity (A)	**1,041.63**	**700.71**	**388.81**
Cash and Cash equivalents	23.81	2.15	41.40
Other Bank balance	26.15	53.40	44.76
Total Cash & Bank Balances (B)	**49.96**	**55.55**	**86.16**
Short term Borrowing	1,319.01	766.25	328.42
Long Term Borrowings	1,263.39	1,307.72	1,117.60
Total debt (C)	**2,582.40**	**2,073.97**	**1,446.02**
Net Debt (D=(C-B))	**2,532.44**	**2,018.42**	**1,359.86**
Net Debt to Equity ratio (E=D/A)	**2.43**	**2.88**	**3.50**

NOTE 37: EMPLOYEE BENEFIT

As per the Indian Accounting Standard (Ind AS 19) " Employee benefits " , the disclosures as defined are given below:

A) Defined contribution Plan:

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Employer's Contribution to Provident fund (EPF)	9.48	7.45	6.43
Employer's Contribution to Employee state Insurance fund (ESIC)	1.19	0.93	1.10
Total	**10.67**	**8.38**	**7.53**

B) Defined Benefit Plan

I) Gratuity benefits

1.1 (a) Changes in Present Value of Obligation during the year

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Defined Benefit Obligation at the beginning of the year	7.49	4.43	1.52	7.60	4.09	1.67
Acquisition adjustment						
Interest cost	0.51	0.31	0.11	0.51	0.28	0.12
Current service cost	6.23	3.12	1.99	3.69	2.78	1.48
Past service cost	-	-	-	-	-	-
Actuarial (Gains) / Losses	(0.97)	(0.37)	0.81	(0.64)	0.45	0.82
Benefits paid	-	-	-	(0.20)	-	-
Defined Benefit obligation as at the year ended	**13.26**	**7.49**	**4.43**	**10.97**	**7.60**	**4.09**

1.1 (b) Bifurcation of Total Actuarial (gain)/loss on Liabilities

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Actuarial gain / losses from Changes in Demographic assumptions (morality)	-	-	-	-	-	-
Actuarial gain / losses from Changes in Financial assumptions	(2.69)	0.13	0.23	-	-	-
Experience Adjustments (gain)/ loss for Plan liabilities	1.71	(0.50)	0.58	-	-	-
Total amount recognized in other comprehensive income	**(0.97)**	**(0.37)**	**0.81**	**-**	**-**	**-**

1.2 Key results (The amount to be recognised in balance sheet :

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Present value of obligation at the end of year	13.26	7.49	4.43	10.97	7.60	4.09
Fair value of plan assets at end of year	-	-	-	-	-	-
Net liability / (assets) recognised in Balance sheet & related analysis	13.26	7.49	4.43	10.97	7.60	4.09
Funded Status - (Surplus) / Deficit	**13.26**	**7.49**	**4.43**	**10.97**	**7.60**	**4.09**

1.3 (a) Expenses Recognized during the year in the statements of Profit & Loss

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Interest cost defined benefit obligation	0.51	0.31	0.11	0.51	0.28	0.12
Current Service Cost	6.23	3.12	1.99	3.69	2.78	1.48
Past Service Cost	-	-	-	-	-	-
Net Actuarial Losses / (Gains)				(0.64)	0.45	0.82
Expected Return on Plan Asset	-	-	-	-	-	-
Total expense /(Income) included in " Employee benefit Expenses"	**6.75**	**3.43**	**2.10**	**3.56**	**3.51**	**2.42**

1.3 (b) Expenses recognised during in the statement of Other Comprehensive Income (OCI)

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Amount Recognized in OCI, beginning of year	0.44	0.81	-	-	-	-
Opening Cumulative Actuarial (Gain)/Loss B/f	-	-	-	-	-	-
Actuarial (Gain) / losses - Obligation	(0.97)	(0.37)	0.81	-	-	-
Actuarial (Gain) / losses - Plan Asset	-	-	-	-	-	-
Total Actuarial (Gain) /losses	-	-	-	-	-	-
Cumulative total Actuarial (Gain)/ Losses -C/f	**(0.54)**	**0.44**	**0.81**	**-**	**-**	**-**

1.3(c) Net interest Costs

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Interest cost defined benefit obligation	0.51	0.31	0.11	0.51	0.28	0.12
Interest income of Plan Asset	-	-	-	-	-	-
Net interest Cost (income)	**0.51**	**0.31**	**0.11**	**0.51**	**0.28**	**0.12**

1.4 Experience Adjustments

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Experience Adjustment (Gain) / loss for Plan Liabilities	-	-	-	-	-	-
Experience Adjustment (Gain) / loss for Plan Assets	-	-	-	-	-	-

2.1 Summary of membership data of valuation & statistics based thereon

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Number of Employee	651.00	475.00	303.00	535.00	475.00	303.00
Total monthly Salary (in Million)	16.13	10.97	5.92	13.06	10.97	5.92
Average Past Service(Years)	24,771.00	23,092.00	19,541.00			
average Future Service (Years)	33.91	36.32	37.97	-	-	-
Average Years	1.67	1.28	1.43	-	-	-
Expected Future Service taking into account Decrements (Years)	22.48	20.65	19.38	-	-	-
Average Age (years)	-	-	-	33.91	36.32	37.97
Average Past Service (Years)	-	-	-	1.67	1.28	1.43
Total Leave Balance (Days0	-	-	-	8940	5959	3307
Average Leave Balance	-	-	-	13.73	12.55	10.91

2.2 Actuarial Assumptions

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Discount Rate (per annum)	7.85%	6.95%	6.85%	7.85%	6.85%	6.95%
Salary Escalation rate (per annum)	7.00%	7.00%	7.00%	7.00%	7.00%	7.00%
Mortality	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.	Indian Assured Lives Mortality (2012-14) Uit.
Withdrawal Rate (Per annum)	1.00%	1.00%	1.00%	1.00%	1.00%	1.00%
Retirement Age	60 Years	60 Years	60 Years	60 Years	60 Years	60 Years

2.3 Benefits Valued

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Normal Retirement Age	60 years	60 years	60 years	60 years	60 years	60 years
Basic Salary	Last drawn Basic salary	Last drawn Basic salary	Last drawn Basic salary	Monthly Basic salary	Monthly Basic salary	Monthly Basic salary
Vesting year	5 years on Retirement & Withdrawal	5 years on Retirement & Withdrawal	5 years on Retirement & Withdrawal	None	None	None
Benefits on Normal Retirement	15/26 * Last Drawn Qualifying salary * Services	15/26 * Last Drawn Qualifying salary * Services	15/26 * Last Drawn Qualifying salary * Services	Last Drawn Qualifying salary/ 30 * Leave Balance Services	Last Drawn Qualifying salary/ 30 * Leave Balance Services	Last Drawn Qualifying salary/ 30 * Leave Balance Services
Benefits on early exit due to death and other	Same as Retirement Benefits	Same as Retirement Benefits	Same as Retirement Benefits	Same as Retirement Benefits	Same as Retirement Benefits	Same as Retirement Benefits
Limit	No Limit	No Limit	No Limit	No Limit	No Limit	No Limit

2.4 Current Liability (*Expected Payout in next year as per Schedule III of Companies Act ,2013)

Particulars	Gratuity			Leave Encashment		
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Current Liability (short term)	0.03	0.02	0.01	1.89	0.31	0.21
Non Current Liability (Long Term)	13.23	7.47	4.41	9.08	7.29	3.89
Liability / (asset) recognized in balance sheet	**13.26**	**7.49**	**4.42**	**10.97**	**7.60**	**4.10**

3. Sensitivity Analysis

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Defined Benefit Obligation – Discount Rate +50 Basis Point	-8.51%	-8.53%	-6.65%	-6.83%
Defined Benefit Obligation – Discount Rate -50 Basis Point	9.54%	9.53%	7.40%	7.61%
Defined Benefit Obligation – Salary Escalation Rate +50 Basis Points	9.58%	9.47%	7.43%	7.56%
Defined Benefit Obligation – Salary Escalation Rate -50 Basis Points	-8.61%	8.55%	-6.73%	6.86%

4.Expected Cash flows for the Next Ten Years

Particulars	Gratuity		Leave Encashment	
	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025
Year - 2027	0.03	0.02	1.89	0.31
Year - 2028	0.24	0.02	0.31	1.37
Year - 2029	0.13	0.07	0.19	0.09
Year - 2030	0.32	0.12	0.36	0.12
Year - 2031	0.38	0.20	0.23	0.21
Year - 2032 to 2036	2.92	1.51	1.98	1.28

NOTE 38: FINANCIAL INSTRUMENTS

Accounting classification and fair values

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that an entity can access at the measurement date.
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
Level 3: For assets & liabilities where Fair value is not observable

Particular	Level	Carrying Value			Fair Value		
		As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024	As at 31st March 2026	As at 31st March, 2025	As at 31st March, 2024
Financial Assets :							
At Ammortised Cost							
Others Non Current Financial Asset	Level III	8.95	7.57	10.12	8.95	7.57	10.12
Trade Receivables	Level III	1,036.99	696.87	139.87	1,036.99	696.87	139.87
Cash and cash equivalents	Level III	23.81	2.15	41.40	23.81	2.15	41.40
Bank Balances other than above	Level III	26.15	53.40	44.76	26.15	53.40	44.76
Others Current Financial Assets	Level III	274.35	184.56	128.40	274.35	184.56	128.40
Financial Liabilities :							
At Ammortised Cost							
Non Current Borrowings	Level III	1,263.39	1,307.72	1,117.60	1,263.39	1,307.72	1,117.60
Current Borrowings	Level III	1,319.01	766.25	328.42	1,319.01	766.25	328.42
Trade Payables	Level III	812.42	742.42	78.13	812.42	742.42	78.13

NOTE 39 :EARNINGS & EXPENDITURE IN FOREIGN CURRENCY

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Income			
Export of Goods	8.50	-	-
Total	**8.50**	**-**	**-**
Expenditure			
Purchase of stores and spare parts	-	2.53	1.14
Total	**-**	**2.53**	**1.14**

NOTE 40 : FINANCIAL RISK MANAGEMENT

The Company's board of directors has overall responsibility for the establishment and oversight of the Company's risk management framework. The Company's risk management policies are established to identify and analyze the risks faced by the Company, to set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Company, through its training and management standards and procedures, aims to maintain a disciplined and constructive control environment in which all employees understand their roles and obligations.

Risk	Exposure arising from
Credit Risk	Cash and cash equivalents, bank balances other than cash and cash equivalents, trade receivables and other financial assets measured at amortised cost.
Liquidity Risk	Borrowings, trade payables and other financial liabilities
Market Risk	Receivables and payables denominated in foreign currency

1. Credit Risk

The Company is exposed to credit risk primarily from cash and cash equivalents, bank deposits, trade receivables, and other financial

2. Liquidity Risk

Liquidity risk is the risk that the Company may not be able to meet its financial obligations as they fall due, without incurring significant losses. The Company manages liquidity risk by maintaining adequate reserves, banking facilities, and by continuously monitoring forecast and actual cash flows.

i. Cash Flow Management: The Company continuously monitors its cash flow requirements to ensure that it has sufficient liquidity to meet its operational and financial obligations, including trade payables, financial liabilities, and tax obligations. Regular cash flow forecasting is performed to assess the timing and amount of future cash inflows and outflows.

ii. Access to Credit Facilities: The Company has access to various credit facilities from banks, which provide flexibility to meet short-term and long term liquidity needs.

iii. Maturity Analysis of Financial Liabilities: The Company has established procedures to regularly monitor and assess the maturity profile of its financial liabilities, including trade payables, loans, and other financial obligations. The maturity analysis helps ensure that the Company has enough liquidity to meet these obligations in a timely manner.

iv. Cash and Cash Equivalents: The Company maintains a sufficient level of cash and cash equivalents to manage day-to-day operational expenses and meet unforeseen liquidity requirements. This liquidity buffer is designed to prevent disruptions to business operations due to short-term liquidity shortages.

As at 31st March 2026	Less than 1 year	1 - 5 Years	Due after 5 Years	Total
Non Derivatives		`		
Long Term Borrowings from Related Party	-	-	109.31	109.31
Borrowings from Bank	1,319.01	1,084.60	18.89	2,422.50
Trade Payables	812.42			812.42

As at 31st March 2025	Less than 1 year	1 - 5 Years	Due after 5 Years	Total
Non Derivatives		`		
Long Term Borrowings from Related Party	-	-	152.40	152.40
Borrowings from Bank	766.25	1,004.78	125.54	1,896.57
Trade Payables	742.42			742.42

As at 31st March 2024	Less than 1 year	1 - 5 Years	Due after 5 Years	Total
Non Derivatives				
Long Term Borrowings from Related Party	-	-	193.10	193.10
Borrowings from Bank	328.42	782.37	137.13	1,247.92
Trade Payables	78.13			78.13

3. Market Risk

a) Foreign Currency Risk

The Company undertakes limited transactions denominated in foreign currencies; consequently, exposures to exchange rate fluctuations arise. The Company's exposure to currency risk relates primarily to the Company's operating activities when transactions are denominated in a different currency from the Company's functional currency. The Company has not taken derivative instruments to hedge the foreign currency risk. The Company continuously monitors the fluctuations in currency risk and ensures that the company does not have adverse impact on account of fluctuation in exchange rate.

As at the end of year, there were no Trade Receivable and Trade Payables outstanding in foreign currency. Hence, sensitivity analysis with respect to foreign exchange risk is not require.

b) Interest Rate Risk

Interest rate risk primarily arises from floating / fixed rate borrowing, including various short-term and long-term loan. Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates arises on borrowings with floating interest rate from banks.

The exposure of borrowing to interest rate changes at the end of the reporting years are as follows:

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Fixed Rate Borrowings :			
Vehicle Loans from Banks	36.09	19.13	17.25
Loans & Advances from Related Parties	109.31	152.40	193.10
Loans & Advances from others	50.59	25.00	5.00
Variable Rate Borrowings :			
Term Loans from Banks	1,307.86	1,284.50	991.25
Loan from banks repayable on demand	1,078.55	592.94	239.42

Fixed rate borrowings are carried at amortized cost. They are, therefore, not subject to interest rate risk as defined in Ind-AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.
Profit or loss is sensitive to higher/lower interest expense from variable rate borrowings as a result of changes in

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Interest rate - Increase by 50 basis points	11.93	9.39	6.15
Interest rate - Decrease by 50 basis points	(11.93)	(9.39)	(6.15)

NOTE 41 : OTHER RELEVANT DISCLOSURES

Additional regulatory information required by Schedule III of Companies Act, 2013:

A. Balance of Debtors & Creditors & Loans & advances taken are subject to confirmation and consequential adjustments, if any. Debtors & creditors balance has been shown separately and the advances received and paid from/to the parties is shown as advance from customer and advance to suppliers.

B. The company has no transactions, which are not recorded in the books of accounts and which are surrendered or disclosed as income during the year in the tax assessment or in search or survey or under any other relevant provision of the Income Tax Act, 1961.

C. The Company has not traded or invested in crypto currency or virtual currency for the for the year ended March 31, 2026, March 31, 2025, March 31, 2024.

D. The Company did not have any transaction with companies that are struck off under section 248 of the Companies Act, 2013 or section 560 of the Companies Act, 1956 during the year ended March 31, 2026, March 31, 2025 and March 31, 2024

E. The company has not been declared as willful defaulter by any bank or from any other lender during the year ended March 31, 2026, March 31, 2025 and March 31, 2024.

F. The company has registered all the charges which are required to be registered under the terms of the loan and liabilities and submitted Documents with ROC within the year as required by Companies Act, 2013.

G. The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

H. The Company have not given any fund to any person(s) or entity(ies), including foreign entities (Receiving Party) with the understanding (whether recorded in writing or otherwise) that the Receiving Party shall: (a) 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 (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

I. The Company is in compliance with the number of layers prescribed under clause (87) of section 2 of the Companies Act, 2013 read with the Companies (Restriction on number of Layers) Rules, 2017 (as amended).

J. The Company does not hold any benami property, and no proceedings have been initiated or are pending against the Company under the Prohibition of Benami Property Transactions Act, 1988.

K. The Company has taken working capital loans from various Banks. Company has filed quarterly statements of Current Assets with the banks that are in principle in agreement with the books of accounts.

L.The Company has covered under this Act do not have any transactions with companies struck off

Note 42 : Revenue from Contracts with Customers

a) The Disaggregation of Revenue from Customers are given below

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Sale of Products	4,275.08	2,207.87	136.50
Sale of Services	894.41	951.65	1,073.29
Total Revenue from Contracts with Customers	**5,169.49**	**3,159.52**	**1,209.79**

Timing of Revenue Recognition	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Goods Transferred at a Point of Time.	4,275.08	2,207.87	136.50
Services Transferred Over Time	894.41	951.65	1,073.29
Total Revenue from Contracts with Customers	**5,169.49**	**3,159.52**	**1,209.79**

Geographical Disaggregation	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Sales Outside India	8.50	-	-
Sales in India	5,160.99	3,159.52	1,209.79
Total	**5,169.49**	**3,159.52**	**1,209.79**

Revenue Disaggregation by Customer Type	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Government	-	-	-
Non-Government	5,169.49	3,159.52	1,209.79
Total	**5,169.49**	**3,159.52**	**1,209.79**

Contract Balances	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Trade Receivables	1,036.99	696.87	139.87
Contract Assets	-	-	-
Contract Liabilities	-	-	-

Note : None of the customers who contribute 10% or more of total revenue from operation during the year.

NOTE 43 : LOANS & ADVANCES TO PROMOTERS , DIRECTORS,KMP & THEIR RELATED PARTIES

During the reporting year, the Company has not granted any loans, advances in the nature of loans, or provided any guarantees or securities to any of its directors, promoters, key managerial personnel, or their relatives, whether jointly or severally.

Furthermore, there are no outstanding balances in respect of any such transactions from previous years. The Company has complied with the applicable provisions of the Companies Act, 2013 and relevant regulations issued by statutory authorities in this regard.

NOTE 44: CONTINGENT LIABILITIES & COMMITMENTS (To the Extent Not Provided For)

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Contingent Liability-			
Claims Against the company not acknowledged as debt	-	-	-
Commitments-			
In respect of Procurement of capital goods under Zero duty Export Promotion Capital Goods Scheme of Foreign Trade Policy, 2023, the company has an export obligation, which is required to be fulfilled at different dates, on or before 24.06.2031. In the event of non-fulfillment of the export obligation, the company will be liable to pay custom duties and penalties, as applicable.	200.05	191.86	183.63

Note: The Company has certain disputes, lawsuits and claims, which arise in from time to time in the ordinary course of business. The amount in some of the cases can not be ascertained and in some cases not material.

NOTE 45: PRIOR PERIOD ITEMS ALONG WITH IMPACT ANALYSIS

As per IND AS 8 an entity is required to correct prior year error retrospectively by restating the comparative amounts for the prior year presented in which the error occurred. If the error occurred before the earliest prior year presented, it will restate the opening balance of assets, liabilities and equity for the earlier prior year presented. Therefore, in terms of provisions of IND AS 8, the impact of the prior year items identified in the current year and relating to the previous year have been Audited and for the year before the last comparative year shown have been adjusted in the opening balance of retained earnings.

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Short Provision of Tax	-	-	-
Total Impact on Profit /Reserve	**-**	**-**	**-**
Increase / (Decrease) in EPS (In .₹)	**-**	**-**	**-**

NOTE 46 : EVENTS OCCURING AFTER THE BALANCE SHEET DATE

The Company evaluates events and transactions that occur subsequent to the balance sheet date but prior to approval of the financial statements to determine the necessity for recognition and/or reporting of any of these events and transaction in the financial statements.

Events Required Adjustments in Financial Statement: Nil.

Non-Adjusting Events:

(A) Shareholding of Promoters (as at signing date)

Subsequent to the reporting date and as at the date of signing of the Audited Consolidated Financial Statements, the list of promoters and their current shareholding is as follows:

Name of the Promoter	No. of Shares	Shareholding (%)
Deepank Bhandari	1,76,42,335	41.48%
Sona Polyspin Private Limited	1,17,65,000	27.66%
Harshil Nuwal	72,59,627	17.07%
Uma Nuwal	13	0.00%
Subhash Chandra Nuwal	-	-

NOTE 47: SEGMENT INFORMATION

A) The principal business of the Company is Processing and Sale of Textile Fabric. All other activities of the Company revolve around its principal business. The Managing Director of the Company has been identified as the Chief Operating Decision Maker (CODM).

The CODM evaluates the Group's performance and allocates resources based on an analysis of various performance indicators of the Company as a single unit. The CODM has concluded that there is only one reportable operating segment, as defined under Ind AS 108 – Operating Segments, i.e., 'Processing of Textile Fabrics'

B) Disaggregation of revenue from operations by geographical area has been provided in Note No. 42

C) All non-current assets of the Group are located within India.

D) Information about Major Customers

The details of single customers who contributed 10% or more to the Company's revenue during the year financial year ended on March 31, 2026, March 31, 2025 and March 31, 2024. are provided in Note No. 42

NOTE 48: PENDING REGISTRATION OF OR MODIFICATION OR SATISFACTION OF CHARGE WHICH REQUIRED TO BE FILED WITH ROC

There are no pending registration or modification or satisfaction of charge at the end of reporting years, which are required to be filed with the Registrar of Companies

NOTE 49: CONTRIBUTIONS TO POLITICAL PARTIES

Disclosure under the section 182(3)

Particulars For	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Contribution to political parties	-	-	-

NOTE 50: GENERAL INFORMATION

1. The Consolidated Financial Statements present the Consolidated Accounts of Sonaselection India Limited with its Subsidiary Company:

Name	Country of Incorporation	Proportion of Ownership of Interest	
		As at 31st March, 2026	As at 31st March, 2025
Sionnah Enterprises Private Limited	India	100%	-

2. Disclosures mandated by Schedule III of the Companies Act 2013, by way of additional information:

Name of the Entity	% of Shares in Net assets		% of Shares in Net Sales		% of Shares in Profit & Loss		% of Shares in Other Comprehensive Income		% of Shares in Total Comprehensive Income	
	%	INR Million	%	INR Million	%	INR Million	%	INR Million	%	INR Million
As at 31st March 2026										
Holding Company										
Sonaselection India Limited	98.10%	4,659.39	99.18%	5,127.00	99.88%	339.82	100.00%	0.69	99.88%	340.51
Wholly-owned Subsidiary										
Sionnah Enterprises Private Limited	3.07%	145.96	1.20%	62.14	0.13%	0.43	0.00%	0	0.13%	0.43
Adjustment arising on consolidation	-1.17%	(55.50)	-0.38%	(19.65)	-0.01%	(0.02)	0.00%	-	-0.01%	(0.02)
	100%	**4,749.85**	**100%**	**5,169.49**	**100%**	**340.23**	**100.00%**	**0.69**	**100%**	**340.92**

SONASELECTION INDIA LIMITED

CIN: U17299RJ2022PLC079631 GSTIN: 08ABHCS8575K1ZI

NOTE 51: Statement of Adjustments to Audited Consolidated Financial Statements and Special Purpose Ind AS Consolidated Financial Statement

Reconciliation between audited equity and Audited equity

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
A:Total Equity (as per Audited Consolidated Financial Statements and Special Purpose Ind AS Financial Statement)	**1,041.63**	**700.71**	**388.81**
B:Adjustments:			
Prior year Error/Other Adjustments	-	-	-
Short Provision of Tax	-	-	-
Total Impact of Adjustments(B)	-	-	-
Total Equity as per Audited consolidated Statement (A+B)	**1,041.63**	**700.71**	**388.81**

Reconciliation between audited net profit after tax and Audited net profit after tax

Particulars	For the Year Ended 31st March, 2026	For the Year Ended 31st March, 2025	For the Year Ended 31st March, 2024
Net profit after tax (as per Audited Consolidated Financial Statements and Special Purpose Ind AS Financial Statement)	**340.92**	**185.89**	**130.38**
Prior year Error/Other Adjustments	-	-	-
Short Provision of Tax	-	-	-
Net profit after tax as per Audited consolidated Statement	**340.92**	**185.89**	**130.38**

1. Adjustments for audit qualification:

There are no audit qualification in auditor's report of the company for the financial year ended 31 March 2026, 31 March 2025 and 31 March 2024 , nor there are any other observations which require any other adjustments in the Audited Consolidated Financial Statements

2. Material regrouping

Appropriate regroupings have been made in the Audited Consolidated Statements of Assets and Liabilities, Audited Consolidated Statement of Profit and Loss and Audited Consolidated Statement of Cash Flows, wherever required, by reclassification of the corresponding items of income, expenses, assets, liabilities and cash flows, in order to bring them in line with the accounting policies for the year ended 31 March 2026 prepared in accordance with Schedule III to the Act, requirements of Ind AS 1, 'Presentation of financial statements' and otherapplicable Ind AS principles and the requirements of the Securities and Exchange Board of India (Issue of Capital & Disclosure Requirements) Regulations, 2018, as amended. However, the impact of such regroupings /reclassification are not material to the Audited Consolidated Financial Statements

3. Material Restatement Adjustments: As Above

4. Non-adjusting Items : None

As per our report of even date attached.

For Pokharna Somani & Associates
Chartered Accountants

For and on behalf of Board of Directors
Sonaselection India Limited

Sumit Bumb
Partner
(Firm Regn No.011535C/Membership No. 429413)
Place: Bhilwara
Date : 10.08.2026
UDIN : 26429413URBSDR3024

Harshil Nuwal
Managing Director
DIN: 01474313

Subhash Chandra Nuwal
Director
DIN: 00104154

Ramesh Chandra Vyas
Chief Financial Officer
PAN : AGPPV5302B

Harish Sharma
Company Secretary
PAN : DLYPS9815R