



## AUDITOR'S REPORT TO THE MEMBERS

### **A Report on the Financial Statements**

We have audited the accompanying financial statements of **VAHH CHEMICALS LIMITED** ("the Company"), which comprises the balance sheet as at **March 31, 2026**, the statement of profit and loss of the Company, the cash flow statement for the year ended on **March 31, 2026** and a summary of significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, the profit and its cash flows for the year ended on that date.

### **B Basis for Opinion**

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

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### **C 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.

Reporting of key audit matters as per SA 701 are not applicable to the Company as it is an unlisted company.

### **D Information Other than the Financial Statements and Auditor's Report Thereon**

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management Discussion and Analysis, Board's Report including Annexures to Board's Report, Business Responsibility Report, Corporate Governance and Shareholder's Information, but does not include the financial statements and our auditor's report thereon.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the 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.

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

The Company's Board of Directors is responsible for the matters 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 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, read with Rule 7 of the Companies (Accounts) Rules, 2014. This responsibility also includes the maintenance of adequate accounting records in accordance with the provision of the Act for safeguarding of the assets of the Company and for preventing and detecting the frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of internal financial control, 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.

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 also responsible for overseeing the company's financial reporting process.

## **F Auditor's Responsibilities for the Audit of financial statement**

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.

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

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

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

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.

## **G Report on Other Legal and Regulatory Requirements**

- 1 As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Companies Act, 2013, we give in the **Annexure-A** statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
- 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;
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
  - (c) The balance sheet, the 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 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 as on March 31, 2026 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 Act;
  - (f) As required an audit opinion with respect to the adequacy of the internal financial controls over financial reporting of the company and the operating effectiveness of such controls vide notification dated June 13, 2017 in Annexure-B.
  - (g) In our opinion and to the best of our information and according to the explanations given to us, the managerial remuneration has been paid or provided in accordance with the requisite approvals mandated by the provisions of section 197 read with schedule V of the Companies Act.
  - (h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us :
    - (i) The Company does not have any pending litigations which would impact its financial position.

- (ii) The Company did not have any long-term contracts including derivatives contracts for which there were any material foreseeable losses.
- (iii) The provisions in respect of transferring of amounts, required to be transferred, to the Investor Education and Protection Fund by the Company, are not applicable to the Company.
- (iv) (a) The Management has represented that, to the best of it's 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;
- (b) The Management has represented, that, to the best of it's 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;
- (c) Based on such audit procedures that the auditor has 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) contain any material mis-statement
- (v) The Company has not declared or paid any dividend during the year under consideration.
- (vi) Based on our examination, which included test checks, the company has used accounting software for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with.

As per our report of even date  
For ACG & Co.  
Chartered Accountants  
ICAI FRN : 0028477N

  
CA Anuj Arora  
Partner



Memb. No. : 418737  
UDIN :26418737KSAZNR8125

Place: Surat  
Date: 20-05-2026



ANNEXURE-A TO THE AUDITORS' REPORT

Auditor's Report to the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act.

1 In respect of its Property, Plant and Equipment and Intangible assets:

- (a) According to the information and explanation given to us, the company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment.

The company does not have any intangible asset and therefore, said sub clause is not applicable thereto.

- (b) According to the information and explanation given to us, all the Property, Plants and Equipments have been physically verified by the management during the year and no material discrepancies were noticed on such verification.
- (c) According to the information and explanation given to us, the title deeds of immovable properties are held in the name of the company.
- (d) According to the information and explanation given to us, the company has not revalued any tangible or Intangible Asset during the year.
- (e) According to the information and explanation given to us, the company is not holding any Benami Property and hence no proceedings are initiated or are pending against the company under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

2 In respect of its inventories:

- (a) According to the information and explanation given to us, the physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate.

3 Investments, guarantees, securities and loans

- (a) According to the information and explanations provided to us, the Company has not made any fresh investments in or provided any guarantee or security or granted any loans or advances in the nature of loan during the year under consideration, as is summarised herein after.

(All amounts are in Indian Rupees in Thousands, unless otherwise stated)

Sr. No.	Particulars	Guarantee	Security	Loans	Investments
(i)	<u>Aggregate Amount Provided during the year</u>				
	- Subsidiaries	-	-	189.42	-
	- Associates	-	-	-	-
	- Joint ventures	-	-	-	-
	- Other parties	-	-	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>	<b>189.42</b>	<b>-</b>
(ii)	<u>Balance Outstanding as on 31-03-2026</u>				
	- Subsidiaries	-	-	78.67	121.86
	- Associates	-	-	-	-
	- Joint ventures	-	-	-	-
	- Other parties	-	-	-	-
	<b>Total</b>	<b>-</b>	<b>-</b>	<b>78.67</b>	<b>121.86</b>

- (b) the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees provided are not prejudicial to the company's interest;

in respect of loans and advances in the nature of loans the schedule of repayment of principal and payment of interest has not been stipulated;

the loan amount is not overdue hence, the point of recovery is not applicable ;

no loan or advance in the nature of loan granted has been fallen due during the year;

the company has granted no loans or advances in the nature of loans repayable on demand and without specifying any terms or period of repayment to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013;

4 Compliance of Section 185 and 186 of the Companies Act, 2013

In our opinion and according to the information and explanations given to us, the company has complied with the provisions of section 185 and 186 of the Companies Act in respect of loans, investment, gurantees and securities.

5 Public Deposits:

According to the information and explanations given to us, the company has not accepted any deposits and consequently, the directives issued by the Reserve Bank of India, provisions of Section 73 to 76 or any other relevant provisions of the Companies Act and the rules framed thereunder, where applicable with regard to the acceptance of deposit are not applicable.

6 Cost Records:

According to information and explanations given to us, the company is not required to maintain cost records as specified under Section 148(1) of the Companies Act, 2013. Hence, provision of clause 3(vi) is not applicable.

7 Statutory Dues:

- (a) In our opinion and according to information and explanations given to us, the company has been regular in depositing undisputed statutory dues including provident fund, employee's state insurance, income tax, sales tax, service tax, duty of customs, duty of excise, value added tax, goods & service tax, cess and other statutory dues as applicable with the Appropriate authorities.

According to the information and explanation given to us, no undisputed amounts are payable in respect of Goods and Services Tax, Provident Fund, Employees' State Insurance, Income-Tax, Sales-Tax, Service Tax, duty of Customs, duty of Excise, Value Added Tax, Cess and any other statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.

- (b) According to the information and explanation given to us, there are no disputed amounts which are payable towards Statutory dues.

8 Surrender or disclosure of transactions and income not recorded in the books of accounts:

In our opinion and according to information and explanations given to us, the company has not surrendered or disclosed any income or transactions which are not recorded in the books of account, during the year, in the tax assessments under the Income Tax Act, 1961.

9 Repayment of financial dues:

- (a) In our opinion and according to the information and explanations given to us, the company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.
- (b) In our opinion and according to the information and explanations given to us, the company has not been declared wilful defaulter by any bank or financial institution or other lender.
- (c) In our opinion and according to the information and explanations given to us, the term loans have been applied for the purpose for which the loans were obtained.

- (d) In our opinion and according to the information and explanations given to us, funds raised on short term basis have not been utilised for long term purposes.
- (e) In our opinion and according to the information and explanations given to us, the company does not have any subsidiary or associate or joint venture as defined u/s. 2(87) and u/s. 2(6) of the Companies Act, 2013, respectively and hence, the provisions of clause 3(ix)(e) and 3(ix)(f) of the order are not applicable to the company.

10 Utilization of fund raised by way of Initial Public Offer, Preferential allotment or Private placement, etc.:

- (a) In our opinion and according to the information and explanations given to us, the company has not raised money by way of Initial Public Offer or further public offer (including debt instrument) during the year and hence, the provisions of clause 3(x)(a) of the order are not applicable to the company.
- (b) In our opinion and according to the information and explanations given to us, the company has made preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

11 Frauds and whistle-blower complaints

- (a) According to the information and explanations given to us, no fraud on or by the company, its officer or employees has been noticed or reported during the year.
- (b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year under consideration.
- (c) According to the information and explanations given to us, the company has not received any complaints from any whistle-blower during the year.

12 Compliance of Nidhi Company:

In our opinion, the company is not a Nidhi Company. Therefore, the Provisions of clause 3(xii) of the order are not applicable to the company.

13 Transactions with the related parties:

In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act and the details have been disclosed in the financial statement as required by the applicable standards and the said transactions are not prejudicial to the interest of the company.

14 Internal Audit System

In our opinion, the provisions of Internal Audit as provided under section 138 of the Companies Act, 2013 are not applicable and hence provisions of clause 3(xiv)(a) & (b) are not applicable.

15 Non - Cash Transactions:

In our opinion and according to the information and explanations given to us, the company has not entered into any non-cash transactions with the directors or the persons connected with its directors, as provided in Section 192 of the Companies Act, 2013. Accordingly, the provisions of clause 3(xv) of the order are not applicable to the company.

16 Registration u/s. 45 IA of Reserve Bank of India Act, 1934:

- (a) In our opinion and according to the information and explanations given to us, the company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and accordingly, the provisions of clause 3(xvi)(a) of the order are not applicable.
- (b) In our opinion and according to the information and explanations given to us, the company has not conducted any Non-Banking Financial or Housing Finance activities and accordingly, the provisions of clause 3(xvi)(b) of the order are not applicable.

(c) In our opinion and according to the information and explanations given to us, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India and accordingly, the provisions of clause 3(xvi)(c) of the order are not applicable.

(d) In our opinion and according to the information and explanations given to us, the Group does not have more than one CIC as part of the Group and accordingly, the provisions of clause 3(xvi)(d) of the order are not applicable.

17 Cash Losses

In our opinion and according to the information and explanations given to us, the company has not incurred Cash losses in the current year as well as in the immediately preceding financial year.

18 Issues, Observations, etc. raised by outgoing auditors:

The previous statutory auditor of the Company had resigned during the year, and the undersigned was appointed as the new statutory auditor. Based on the information and explanations provided to us, we report that the outgoing auditor has not communicated to us, nor have we been made aware of, any issues, objections, or adverse observations in connection with their audit up to the date of resignation.

19 Capability of the company to meet its liabilities existing at the date of balance sheet:

On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that the company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.

20 Corporate Social Responsibility:

(a) In our opinion and according to the information and explanations given to us, the company is not covered by the criteria specified under section 135. Hence, the company is not required to comply with second proviso to sub-section (5) of section 135 of the said Act.

(b) In our opinion and according to the information and explanations given to us, the company is not covered by the criteria specified under section 135. Hence, the company is not required to comply with sub-section (6) of section 135 of the said Act.

21 Qualification, adverse remark in CARO of the companies included in consolidated financial statement:

In our opinion, clause (xxi) of the Order is not applicable on standalone Financial Statement. Hence, we are not required to express our opinion as required in this clause.

As per our report of even date

For ACG & Co.

Chartered Accountants

ICAI FRN : 0028477N



CA Anuj Arora

Partner

Memb. No. : 418737

UDIN : 26418737KSAZNR8125

Place: Surat

Date: 20-05-2026



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Kashipur, Uttarakhand-244 713 M. : 8800806692 / 983723294  
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## ANNEXURE-B TO THE AUDITORS' REPORT

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

We have audited the internal financial controls over financial reporting of **VAHH CHEMICALS LIMITED** ("The Company") as of 31 March 2026 in conjunction with our audit of the 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 Companies Act, 2013.

#### Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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 authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

#### 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 31 March 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.

As per our report of even date  
For ACG & Co.  
Chartered Accountants  
ICAI FRN : 0028477N



CA Anuj Arora  
Partner  
Memb. No. : 418737  
UDIN : 26418737KSAZNR8125

Place: Surat  
Date: 20-05-2026

**VAHH CHEMICALS LIMITED**  
**CIN : U24110GJ2019PLC111346**

**Statement of Balance Sheet**  
**(All amounts in lakhs unless otherwise stated)**

Particulars	Note No.	As at March 31, 2026	As at March 31, 2025
<b>Equity and liabilities</b>			
<b>Shareholder's funds</b>			
Share capital	3	606.39	536.78
Reserves and surplus	4	817.48	171.85
<b>Non-current liabilities</b>			
Long-term borrowings	5	194.99	126.75
<b>Current liabilities</b>			
Short-term borrowings	6	757.18	692.01
Trade payables			
Total outstanding dues of micro enterprises and small enterprises, and	7	63.86	311.73
Total outstanding dues of creditors other than micro enterprises and small enterprises		401.91	659.97
Other current liabilities	9	24.15	223.34
Short-term provisions	8	145.71	111.61
<b>Total liabilities</b>		<b>3,011.67</b>	<b>2,834.04</b>
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment's and intangible assets			
Property, plant & equipment	10	1.38	2.32
Non current investments	11	121.86	121.86
Deferred tax assets	13	0.58	0.49
Other non-current assets	12	0.45	0.54
<b>Current assets</b>			
Inventories	14	1,628.83	930.27
Trade receivables	15	743.97	1,351.48
Cash and cash equivalents	16	51.86	234.39
Short-term loans and advances	17	82.09	124.97
Other current assets	18	380.66	67.72
<b>Total assets</b>		<b>3,011.69</b>	<b>2,834.04</b>

The accompanying notes form an integral part of the financial statements.

As per our report of even date attached  
For ACG & Co.

Chartered Accountants  
Firm Reg. No.: 0028477N

Anuj Arora  
(Partner)  
Membership No.: 418737



For & on behalf of Board of Directors of  
VAHH Chemicals Limited

Hiren Desai  
(Managing Director)  
DIN: 08622752

Sahil Bhaveshkumar Modi  
(CFO)  
PAN: EKXPM8967H

Aayush Hiren Desai  
(Whole-time director)  
DIN: 08636117

Shivani Partn kothari  
(Company Secretary)  
CS ID: ACS-46602

UDIN : 26418737KSAZNR8125  
Place: Surat  
Date: 20/05/2026

**VAHH CHEMICALS LIMITED**  
**Statement of Profit and Loss Accounts**  
**CIN : U24110GJ2019PLC111346**  
**(All amounts in lakhs unless otherwise stated)**

Particulars	Note No.	Year ended March 31, 2026	Year ended March 31, 2025
<b>Revenue</b>			
Revenue from operations	19	3,224.64	2,042.65
Other income	20	0.03	0.03
<b>Total revenue</b>		<b>3,224.66</b>	<b>2,042.68</b>
<b>Expenses</b>			
Cost of material consumed	21	3,481.53	1,777.20
Changes in inventories of traded goods	22	(1,091.41)	(334.45)
Employee benefit expenses	23	107.35	56.50
Financial costs	24	102.14	72.63
Depreciation and amortization expense	25	1.05	1.43
Other expenses	26	82.16	74.05
<b>Total expenses</b>		<b>2,682.82</b>	<b>1,647.36</b>
<b>Profit before tax &amp; exceptional items</b>		<b>541.84</b>	<b>395.32</b>
<b>Exceptional items</b>			-
<b>Profit before tax</b>		<b>541.84</b>	<b>395.32</b>
<b>Tax expense</b>			
Current tax		146.18	111.65
Deferred tax (credit)/ charge		(0.09)	(0.16)
<b>Total tax expenses</b>		<b>146.09</b>	<b>111.49</b>
<b>Profit/loss after tax</b>		<b>395.75</b>	<b>283.83</b>
<b>Earning per equity share (face value of Rs. 10 each/-)</b>	27		
(a) Basic		3.91	5.28
(b) Diluted		3.91	5.28

The accompanying notes form an integral part of the financial statements.

As per our report of even date attached  
For ACG & Co.  
Chartered Accountants  
Firm Reg. No.: 0028477N

Anuj Arora  
(Partner)  
Membership No.: 418737





UDIN : 26418737KSAZNR8125  
Place: Surat  
Date: 20/05/2026


For & on behalf of Board of Directors of  
VAHH Chemicals Limited




Hiren Desai  
(Managing Director)  
DIN: 08622752




Sahil Bhaveshkumar Modi  
(CFO)  
PAN: EKXPM8967H



Aayush Hiren Desai  
(Whole-time director)  
DIN: 08636117



Shivani Parth Kothari  
(Company Secretary)  
CS ID: ACS-46602



**VAHH CHEMICALS LIMITED**  
**Statement of Cash Flow Statement**  
**CIN : U24110GJ2019PLC111346**  
**(All amounts in lakhs unless otherwise stated)**

Particulars		Year ended March 31, 2026	Year ended March 31, 2025
<b>Cash flow from operating activities</b>			
Net profit before tax		541.84	395.32
<b>Add</b>			
Depreciation		1.05	1.43
Interest paid		102.14	72.63
<b>Less</b>			
Interest received		(0.03)	(0.03)
<b>Operating cash flows before working capital changes</b>		<b>645.01</b>	<b>469.35</b>
<b>Changes in working capital</b>			
(Increase) / decrease in inventory		(698.56)	(670.12)
(Increase) / decrease in trade receivables		607.51	(970.89)
(Increase) / decrease in loans & advances		42.88	(124.97)
(Increase) / decrease in other current assets		(312.94)	17.79
Increase/ (decrease) in trade payables		(505.93)	916.47
Increase/ (decrease) in provision		0.36	(0.06)
Increase/(decrease) in other current liabilities		(199.19)	213.06
Increase/(decrease) in short term borrowings		65.17	402.39
<b>Cash generated/(used) in operations</b>		<b>(355.68)</b>	<b>253.02</b>
Income taxes paid		(112.44)	(15.29)
<b>Net cash generated from operating activities</b>	<b>A</b>	<b>(468.12)</b>	<b>237.73</b>
<b>Cash flow from investing activities</b>			
Purchase of fixed assets		(0.12)	(1.50)
Interest received		0.03	0.03
Investment in deposits		0.09	(0.44)
Sale/ (Purchase) of Investment		(0)	(121.86)
<b>Net cash generated (used) in investing activities</b>	<b>B</b>	<b>(0.00)</b>	<b>(123.77)</b>
<b>Cash flow from financing activities</b>			
Proceeds/(repayment) from long term borrowings (net)		68.24	(193.06)
Interest paid		(102.14)	(72.63)
Proceeds from issue of share (net)		319.49	322.09
<b>Net cash generated / (used) in financing activities</b>	<b>C</b>	<b>285.58</b>	<b>56.41</b>
<b>Net increase / (decrease) in cash &amp; cash equivalents</b>	<b>(A+B+C)</b>	<b>(182.54)</b>	<b>170.38</b>
Cash & cash equivalents at the beginning of the year		234.39	64.00
<b>Cash &amp; cash equivalents at the end of the year</b>		<b>51.85</b>	<b>234.38</b>
<b>Cash &amp; cash equivalents comprise</b>			
Cash in hand		45.56	93.40
Balance in CC account with banks		6.30	140.99
<b>Total</b>		<b>51.86</b>	<b>234.39</b>

- i. Statement of cash flow has been prepared under the indirect method as set out in AS-3 on statement of cash flows specified under Sec-133 of Companies Act, 2013 read with Companies (Accounts) Rules, 2014.  
ii. Reconciliation of Cash & Cash Equivalents as per the statement of cash flow.

**Corporate information, significant accounting policies and notes referred to above form an integral part of restated financial statements.**

As per our report of even date attached  
For ACG & Co.  
Chartered Accountants  
Firm Reg. No.: 0028477N

Anuj Arora  
(Partner)  
Membership No.: 418737



For & on behalf of Board of Directors of  
VAHH Chemicals Limited

Hiren Desai  
(Managing Director)  
DIN: 08622752

Sahil Bhaveshkumar Modi  
(CFO)  
PAN: EKXPM8967H

Aayush Hiren Desai  
(Whole-time director)  
DIN: 08636117

Shivani Parth Kothari  
(Company Secretary)  
CS ID: ACS-46602

UDIN : 26418737KSAZNR8125  
Place: Surat  
Date: 20/05/2026

## **VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

### **1 company Overview**

#### **Corporate Information**

Vahh Chemicals Limited ("the company") is a company limited by shares, incorporated under the Companies Act, 2013 in India. The company is registered with the Registrar of Companies, Ahmedabad under Corporate Identification Number (CIN) U24110GJ2019PLC111346. The company company was incorporated on December 11, 2019.

Its registered office is located at Plot 2/5198 ETC, 5th Floor, 5003, World Trade Centre, Near Udhna Darwaja, Ring Road, Surat, Gujarat, India, 395002. The company is classified as a Public Non-Government Company.

#### **Nature of Business**

The principal business of the company is the manufacture of basic chemicals except fertilizers and nitrogen compounds.

### **2 Basis of Preparation of Financial Statements**

The Financial statements are prepared in accordance with Generally Accepted Accounting Principles (Indian GAAP) under the historical cost convention on accrual basis and on principles of going concern. The accounting policies are consistently applied by the Company.

The Financial statements are prepared to comply in all material respects with the Accounting Standards specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 and provisions of Companies Act, 2013.

The preparation of the Financial statements requires estimates and assumptions to be made that affect the reported amounts of assets and liabilities on the date of the financial statements and the reported amounts of revenues and expenses during the reporting year. Historical Cost Convention

Assets and liabilities are recorded at their original cost, adjusted for depreciation and impairment, where applicable. This convention provides a reliable and objective measure of the Company's financial position.

#### **Accrual Basis of Accounting**

Revenue and expenses are recognized when they are earned or incurred, not when cash is received or paid. This approach ensures that financial statements reflect the economic activities of the Company during the reporting period.

#### **Going Concern Assumption**

The financial statements have been prepared on the assumption that the Company will continue its operations for the foreseeable future. This assumption is fundamental to the preparation of financial statements, as it justifies the application of the historical cost convention and the deferral of certain expenses. Management has assessed the Company's ability to continue as a going concern and has concluded that the going concern assumption remains appropriate.

#### **Consistency of Accounting Policies**

The Company consistently applies the accounting policies from one period to another. Any changes in accounting policies are made only when required by a change in law or accounting standards, or when they result in the financial statements providing more reliable and relevant information. In such cases, the effect of the change is disclosed in the financial statements.

### **2.1 Significant Accounting Policies**

#### **Use of Estimates**

The preparation of the financial statements in conformity with generally accepted accounting principles in India requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. The company's most significant estimates include those on

**VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

the useful life of assets, deferred taxes and provision for taxes. Management believes that the estimates used in the preparation of the financial statements are prudent and reasonable. Actual results could differ from these estimates. Appropriate changes in estimates are made as management becomes aware of changes in circumstances surrounding the estimates.

**Going Concern**

The financial statements are prepared on a going concern basis. Management has assessed the company's ability to continue as a going concern, taking into account all available information about the future, including the foreseeable future (at least twelve months from the reporting date). In making this assessment, management has considered projected cash flows, committed and known obligations, the current financial position, access to financing, and other relevant events and conditions.

Unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so, the going concern assumption is appropriate. If management becomes aware of material uncertainties that may cast significant doubt on the entity's ability to continue as a going concern, these uncertainties will be disclosed in the notes to the financial statements, including the nature of such uncertainties and management's plans to mitigate them.

**VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

**Revenue Recognition**

Revenue is recognized only when it is probable that the economic benefits will flow to the company entity and the amount of revenue can be measured reliably.

**Trading (Sale of Goods)**

Revenue derived from trading activities is recognized when the significant risks and rewards of ownership of the products are transferred to the customer. This transfer typically occurs at a point in time upon shipment or delivery of the goods according to the terms of sale.

**Blending and Nutrition Services (Rendering of Services)**

Revenue from blending, custom formulation, technical support, or nutrition consulting services is recognized as the performance obligation is satisfied. This is generally recognized upon the completion of performance of the specified service and acceptance by the customer. For lengthy service contracts (e.g., long-term blending arrangements), revenue may be recognized over time if the contractual criteria for continuous transfer of control are met.

**Interest Income**

Interest income is recognized on an accrual basis. The income is measured and recognized on a time-proportion basis using the effective interest method over the period the corresponding asset is held.

**Property, Plant & Equipment's**

Property, Plant and equipment are stated at cost of acquisition or construction less accumulated depreciation and impairment loss, if any.

All cost, including financing cost till commencement of commercial production, net charges on foreign exchange contracts and adjustments arising from exchange rate variation attributable to the tangible assets are capitalized.

Depreciation is provided on written down value (WDV) basis for Property, Plant and Equipment in the manner prescribed in Schedule II to the companies act, 2013 over their useful life.

## **VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

When an assets is scrapped or otherwise disposed off, the cost and related depreciation are removed from the books of account and resultant profit or loss, if any, is reflected in Profit and loss.

### **Depreciation**

Depreciation is provided on written down value (WDV) basis for Property, Plant and Equipment in the manner prescribed in Schedule II to the companies act, 2013 over their useful life.

When an assets is scrapped or otherwise disposed off, the cost and related depreciation are removed from the books of account and resultant profit or loss, if any, is reflected in Profit and loss.

### **Foreign Currency Transaction**

All transactions denominated in foreign currencies are initially recorded at the spot exchange rate at the date of the transaction. At each balance sheet date, monetary foreign currency items (e.g. receivables, payables) are translated using the closing rate. Non-monetary items measured at historical cost are translated using the rate in effect on the date of transaction, whereas non-monetary items measured at fair value are translated using the rate at the date when fair value was determined. Exchange differences arising from settlement of monetary items or translation at rates different than those at which they were originally recorded are recognized in profit or loss in the period in which they arise.

### **Investments**

Investments held by the company are classified into current investments and long-term investments. Current investments are those which are readily realisable and intended to be held for not more than one year from the date of acquisition, whereas long-term investments are those not so classified. The cost of an investment includes all acquisition charges such as brokerage, fees and duties. When investments are acquired in exchange for securities or other assets, the cost is determined by reference to the fair value of securities issued or assets given up. Current investments are carried in the financial statements at the lower of cost and fair value; any diminution in value is recognised in the profit and loss statement, and any subsequent increase (where the reasons for earlier write-down no longer exist) is also taken to profit or loss. Long-term investments are carried at cost. However, if there is a decline, other than temporary, in the value of a long-term investment, the carrying amount is written down to recognise this decline. Upon disposal of an investment, the difference between its carrying amount and the net disposal proceeds, less any disposal expenses, is recognised in profit or loss. Detailed disclosures are made in the financial statements, including classification of quoted and unquoted investments, aggregate cost, market value (for quoted investments), income from investments, and provision for diminution in value, in accordance with AS 13.

### **Valuation of Inventory**

Inventories are valued at the lower of cost and net realizable value (NRV). Cost comprises all expenditures directly attributable to bringing the inventory to its present location and condition. This includes purchase cost, conversion cost, and other direct costs. The cost is determined using appropriate cost formulas such as FIFO (First In, First Out) or weighted average cost.

Net realizable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale. Inventories are written down to NRV when the cost exceeds the NRV, and such write-downs are recognized as an expense in the period the write-down occurs. The reversal of any write-down is recognized as a reduction in the cost of goods sold in the period in which the reversal occurs.

## **VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

Inventories include items held for sale in the ordinary course of business, in the process of production for such sale, and in the form of materials or supplies to be consumed in the production process or in the rendering of services. They exclude work in progress arising under construction contracts, work in progress arising in the ordinary course of business of service providers, shares, debentures, and other financial instruments held as stock-in-trade, and producer's inventories of livestock, agricultural and forest products, and mineral oils, ores, and gases to the extent that they are measured at net realizable value in accordance with well-established practices in those industries.

The company consistently applies the chosen cost formula and regularly reviews the carrying amount of inventories to ensure that they are not carried at amounts higher than their net realizable value.

### **Borrowing cost**

Borrowing costs are interest and other costs incurred by the company in connection with the borrowing of funds. These include interest and commitment charges, amortisation of discounts or premiums, amortisation of ancillary costs, finance lease charges, and exchange differences arising from foreign currency borrowings to the extent that they are regarded as an adjustment to interest costs.

Borrowing costs that are directly attributable to the acquisition, construction, or production of a qualifying asset are capitalised as part of the cost of that asset. A qualifying asset is one that necessarily takes a substantial period of time to get ready for its intended use or sale. Capitalisation of borrowing costs commences when expenditures for the asset are being incurred, borrowing costs are being incurred, and activities that are necessary to prepare the asset for its intended use or sale are in progress. Capitalisation is suspended during extended periods in which active development is interrupted. Capitalisation of borrowing costs ceases when substantially all activities necessary to prepare the qualifying asset for its intended use or sale are complete.

All other borrowing costs are recognised as an expense in the period in which they are incurred.

### **Retirement Benefits**

The parent provides retirement benefits to its employees in the form of:

Defined Contribution Plans: Such as Provident Fund, where the parent's contribution is fixed and recognised as an expense during the period in which the employee renders service.

Other Long-Term Benefits: Such as long-service awards, which are recognised based on actuarial valuations.

The parent recognises the cost of providing these benefits as an expense in the profit and loss statement over the periods during which the employee renders service. Actuarial gains and losses are recognised immediately in the period in which they occur, and past service costs are recognised immediately to the extent that the benefits are already vested, or otherwise over the vesting period.

## **VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

### **Taxes on Income**

The company accounts for taxes on income in accordance with Accounting Standard (AS) 22, "Accounting for Taxes on Income," issued by the Institute of Chartered Accountants of India (ICAI). This standard prescribes the accounting treatment for taxes on income, including current tax and deferred tax.

#### Current Tax

Current tax is determined based on the taxable income for the period, calculated in accordance with the provisions of the Income Tax Act, 1961. The amount of current tax is recognised as an expense in the period in which the related income is recognised.

#### Deferred Tax

Deferred tax is recognised on timing differences between the accounting income and taxable income for the period. These timing differences arise due to differences in the treatment of certain items for accounting and tax purposes. Deferred tax assets and liabilities are measured using the tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

**Recognition of Deferred Tax Assets:** Deferred tax assets are recognised only to the extent that there is reasonable certainty that sufficient future taxable income will be available against which such deferred tax assets can be realised. If there is no reasonable certainty, a deferred tax asset is recognised only to the extent of deferred tax liability.

**Presentation in Financial Statements:** Current tax and deferred tax are recognised in the statement of profit and loss, except when they relate to items recognised directly in equity or in other comprehensive income, in which case the tax is recognised in equity or other comprehensive income, respectively.

The company reviews its tax positions and estimates on an ongoing basis to ensure that the recognised amounts reflect the current tax laws and the company's tax status.

### **Provisions, Contingent Liabilities and Contingent Assets**

The company recognizes provisions when:

Present obligations (legal or constructive) exist due to past events;

An outflow of resources is probable to settle the obligation; and

A reliable estimate can be made of the obligation.

Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the balance sheet date. Where the effect of the time value of money is material, provisions are discounted using a pre-tax rate that reflects current market assessments of the time value of money and, where appropriate, the risks specific to the liability.

Contingent liabilities are disclosed when:

It is possible that an outflow of resources embodying economic benefits will be required to settle the obligation; or

The amount of the obligation cannot be measured with sufficient reliability.

Contingent assets are not recognized in the financial statements but are disclosed when an inflow of economic benefits is probable.

The company reviews provisions at each balance sheet date and adjusts them to reflect the current best estimate. If it is no longer probable that an outflow of resources will be required to settle the obligation, the provision is reversed.

### **Cash Flow Statements**

## **VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

The company prepares a Cash Flow Statement in accordance with Accounting Standard (AS) 3, "Cash Flow Statements," issued by the Institute of Chartered Accountants of India (ICAI). This statement provides information about the historical changes in cash and cash equivalents by classifying cash flows during the period into operating, investing, and financing activities.

**Operating Activities:** These are the principal revenue-producing activities of the company and other activities that are not investing or financing activities. Cash flows from operating activities are reported using either the direct method (gross receipts and payments) or the indirect method (adjustment to net profit). The company uses the indirect method for reporting operating cash flows.

**Investing Activities:** These include the acquisition and disposal of long-term assets and other investments not included in cash equivalents. Cash flows from investing activities are reported using the direct method.

**Financing Activities:** These activities result in changes in the size and composition of the equity capital and borrowings of the company. Cash flows from financing activities are reported using the direct method.

The Cash Flow Statement is prepared using the indirect method, adjusting net profit or loss for the effects of: Changes during the period in inventories and operating receivables and payables.

Non-cash items such as depreciation, provisions, and deferred tax.

Other items that are investing or financing cash flows.

Cash and cash equivalents comprise cash on hand, demand deposits with banks, and short-term, highly liquid investments that are readily convertible into known amounts of cash and are subject to an insignificant risk of changes in value.

The company discloses separately the cash flows arising from interest and dividends received and paid, as well as taxes on income, in accordance with AS 3.

### **Earning Per Share (EPS)**

Earnings Per Share (EPS) is a key financial metric that indicates the profitability of the company on a per-share basis. It is calculated by dividing the net profit or loss attributable to equity shareholders by the weighted average number of equity shares outstanding during the period.

Diluted EPS is calculated by adjusting the basic EPS for the effects of all potential dilutive equity shares, such as convertible securities, stock options, and warrants, that were outstanding during the period. This provides a more conservative measure of EPS, reflecting the potential dilution of earnings.

The company presents both basic and diluted EPS on the face of the Statement of Profit and Loss for each class of equity share capital. The weighted average number of shares is adjusted for events such as stock splits, bonus shares, and rights issues.

EPS is disclosed in accordance with the requirements of AS 20 and is presented in the financial statements to provide users with a measure of the company's profitability on a per-share basis.

**VAHH CHEMICALS LIMITED**

CIN : U24110GJ2019PLC111346

Notes forming part of Financial Statements including a summary of significant accounting policies and other explanatory information

**Related party disclosure**

The group complies with Accounting Standard (AS) 18, "Related Party Disclosures," issued by the Institute of Chartered Accountants of India (ICAI), to ensure transparency in reporting related party relationships and transactions.

Related parties include:

Enterprises that directly or indirectly control, are controlled by, or are under common control with the group.

Associates and joint ventures of the group.

Individuals owning, directly or indirectly, an interest in the voting power of the group that gives them control or significant influence over the group, and their relatives.

Key management personnel and their relatives.

Enterprises over which any person described above has significant influence.

**Employee Benefits**

The group accounts for all forms of employee benefits in accordance with Accounting Standard (AS) 15, "Employee Benefits," issued by the Institute of Chartered Accountants of India (ICAI). Employee benefits encompass all forms of consideration provided by the group in exchange for services rendered by employees.

The balances of Sundry Debtors, Sundry Creditors, Unsecured Loans, and Loans & Advances are subject to confirmation from the respective parties.

Previous Year figures have been Re grouped and/or reclassified where ever necessary to make them comparable with those of Current Year.

3 Share Capital

Particular	As at March 31, 2026	As at March 31, 2025
<b>Authorised</b> Equity shares of ₹10 each	<b>800.00</b>	<b>800.00</b>
<b>Issued, subscribed and fully paid-up shares</b> Equity shares of ₹ 10 each fully paid	606.39	536.78
<b>Total</b>	<b>606.39</b>	<b>536.78</b>

**Terms/rights attached to equity shares**

The group has only one class of equity shares having a par value of ₹ 10 per share. Each shareholder is entitled for one vote per share held. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting except in the case of interim dividend. In the event of liquidation of the group, the equity shareholders are entitled to receive the remaining assets of the group, after distribution of all preferential amounts, in proportion of their shareholding. Each holder of equity shares is entitled to one vote per share.

In the event of liquidation of the group, the holders of equity shares shall be entitled to receive any of the remaining assets of the group, after distribution of all preferential amounts. The amount distributed will be in proportion to the number of equity shares held by the shareholders.

**Issue of shares**

**Fresh issue**

During the financial year, the Company issued equity shares through private placement for cash consideration, as approved by the shareholders in Extraordinary General Meetings (EGMs). On March 25, 2025, the Company approved the issue of 4,79,300 equity shares at ₹45.90 per share, aggregating to ₹2,17,08,150. The allotment for this issue was approved in the Board meeting held on April 30, 2025. Subsequently, another issue was approved in the EGM held on May 5, 2025, for 2,16,752 equity shares at ₹45.90 per share, amounting to ₹98,62,216. The allotment of these shares was approved by the Board on May 8, 2025. All the shares issued are fully paid-up and rank pari-passu with the existing equity shares of the Company. The proceeds from the share issues have been / will be utilised for general corporate purposes and business operations.

During the previous year, the parent company issued 99,106 fully paid equity shares at ₹325 per share on 23 November 2024. The issuance was made in accordance with Section 63 of the Companies Act, 2013 and the relevant applicable rules. These shares were allotted as consideration for a business acquisition of Aayush Chemicals and Aayush Bio Energy.

**Bonus issue**

During the year, the parent company issued 52,18,710 fully paid bonus equity shares in the ratio of 35:1 by capitalising free reserves and securities premium. The bonus issue was approved by the Board of Directors and the shareholders on March 15, 2025. The issuance was carried out in compliance with Section 63 of the Companies Act, 2013 and the applicable rules as of March 15, 2025.

**Aggregate number of bonus shares issued, shares issued for consideration other than cash and shares bought back during the period of five years immediately preceding the reporting date**

The group has not issued any bonus shares, nor issued shares pursuant to contract for consideration other than cash or bought back any shares during the period of five years immediately preceding the reporting date.

**Other disclosures**

The figures presented above are derived from the restated summary statement of assets and liabilities of the Group.  
The Group does not have a revaluation reserve.  
There are no unpaid calls by any Director or officer of the Group.

3(A) Reconciliation of no. of Shares outstanding:

Particular	As at March 31, 2026		As at March 31, 2025	
	Number	Rs.	Number	Rs.
Equity shares at the beginning of the year	53,67,816	5,36,78,160	50,000	5,00,000.00
Add: Shares issued during the current financial year	6,96,052	69,60,520	53,17,816	5,31,78,160.00
Less: Redeem during the current financial year	-	-	-	-
<b>Equity shares at the end of the year</b>	<b>60,63,868</b>	<b>6,06,38,680</b>	<b>53,67,816</b>	<b>5,36,78,160</b>

3(B) The company does not have any holding company.

3(C) Details of shareholders holding of more than 5% shares:

Name of Shareholder	As at March 31, 2026		As at March 31, 2025	
	% of Holding	No. of Shares held	% of Holding	No. of Shares held
Hiren I. Desai	22.26%	13,49,856	25.15%	13,49,856.00
Hetal H. Desai	45.61%	27,65,880	51.53%	27,65,880.00
Aayush H. Desai	20.65%	12,51,936	23.32%	12,51,936.00
<b>Total</b>	<b>88.52%</b>	<b>53,67,672.00</b>	<b>100.00%</b>	<b>53,67,672.00</b>

3 (D) Details of Shares held by promoters

6,96,052

Name of Shareholder	% of Holding	No. of Shares held	% change holding during the year	% change in no of shares during the period
Hiren I. Desai	22.26%	13,49,856	(2.89%)	-
Hetal H. Desai	45.61%	27,65,880	(5.91%)	-
Aayush H. Desai	20.65%	12,51,936	(2.68%)	-
<b>Total</b>	<b>88.52%</b>	<b>53,67,672</b>	-	-

53,17,816.00

Name of Shareholder	% of Holding	No. of Shares held	% change holding during the year	% change in no of shares during the period
Hiren I. Desai	25.15%	13,49,856	(26.38%)	(51.20%)
Hetal H. Desai	51.53%	27,65,880	28.20%	120.93%
Aayush H. Desai	23.32%	12,51,936	(76.67%)	(76.68%)
<b>Total</b>	<b>100.00%</b>	<b>53,67,672</b>	-	-

**Details of the Movement in Equity Share for the period and the preceding five years ending January 31,2026**

Particulars	As at	As at	As at	As at	As at
	March 31, 2026	March 31, 2025	March 31, 2024	March 31, 2023	March 31, 2022
Equity shares issued as private placement	6,96,052	99,106	-	-	-
Equity shares issued as bonus	-	52,18,710	-	-	-

**4 Reserves and Surplus**

Particular	As at	As at
	March 31, 2026	March 31, 2025
<b>Opening balance</b>	<b>171.85</b>	<b>97.70</b>
Add : Profit For the year	395.75	283.83
Bonus share issued	-	(209.69)
Securities Premium	249.88	
<b>Closing Balance</b>	<b>817.48</b>	<b>171.85</b>
<b>Total</b>	<b>817.48</b>	<b>171.85</b>

**VAHH CHEMICALS LIMITED**  
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**5 Long Term Borrowings**

<b>Particulars</b>	<b>As at March 31, 2026</b>	<b>As at March 31, 2025</b>
<b>Unsecured Loans</b>		
- From Related parties	-	68.37
- From Banks	34.43	64.57
- From NBFC & Others	355.02	140.09
Less: Current maturities of long term borrowing	(194.46)	(146.28)
<b>Total</b>	<b>195</b>	<b>126.75</b>

**6 Short Term Borrowings**

<b>Particular</b>	<b>As at March 31, 2026</b>	<b>As at March 31, 2025</b>
<b>Secured</b>		
Bank Overdraft	562.72	545.73
Current Maturities of long term borrowing	194.46	146.28
<b>Total</b>	<b>757.18</b>	<b>692.01</b>

**6A Loan Details**

**Long Term Borrowings**

All non-current loans are unsecured in nature and are repayable in 24, 36 & 48 equal monthly installments. The interest rates applicable to these loans range from 15.00% to 19.50% per annum.

**Short Term Borrowing**

The bank overdraft facility is secured by the hypothecation of stock and book debts.

7 Trade Payables (Refer Note 9A and 9B)

Particular	As at March 31, 2026	As at March 31, 2025
Total outstanding dues of micro enterprises and small enterprises	63.86	311.73
Total outstanding dues of creditors other than micro enterprises and small enterprises	401.91	659.97
<b>Total</b>	<b>465.77</b>	<b>971.70</b>

7A Disclosures required under Section 22 of the Micro, Small & Medium Enterprises Development Act, 2006

Particular	As at March 31, 2026	As at March 31, 2025
Principal amount due to MSMEs as at year-end	63.86	311.73
Interest due on above	-	-
Interest paid under Section 16 of MSMED Act	-	-
Payments made to MSMEs beyond appointed day during the year	-	-
Interest due but not paid for delays during the year	-	-
Interest accrued but unpaid as of year-end	-	-
Interest remaining payable in subsequent years (until actually paid)	-	-

Note: No provision towards amounts payable to Micro, Small and Medium Enterprises (MSMEs) has been created by the management during the reporting year

7B Trade Payables ageing schedule

Trade Payable Ageing Schedule as on January 31, 2026

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
MSME	-	63.86	-	-	-	63.86
Others	-	53.74	348.17	-	-	401.91
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	-	<b>117.61</b>	<b>348.17</b>	-	-	<b>465.77</b>

Trade Payable Ageing Schedule as on March 31, 2025

Particulars	Outstanding for following periods from due date of payment					Total
	Not Due	Less than 1 year	1 - 2 years	2 - 3 years	More than 3 years	
MSME	-	311.73	-	-	-	311.73
Others	-	659.91	0.06	-	-	659.97
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
<b>Total</b>	-	<b>971.64</b>	<b>0.06</b>	-	-	<b>971.70</b>

8 Short Term Provisions

Particular	As at March 31, 2026	As at March 31, 2025
Provision for Audit Fees	1.00	0.64
Current Tax (Net)	144.71	111
<b>Total</b>	<b>145.71</b>	<b>111.61</b>

9 Other Current Liabilities

Particular	As at March 31, 2026	As at March 31, 2025
Tax Deducted at Source	6.41	3.61
Goods and Service Tax	6.22	14.90
Contribution to Employee Benefit Fund	0.14	0.13
Payable to Employees	11.10	4.69
Advance from Customer	0.28	200.01
<b>Total</b>	<b>24.15</b>	<b>223.34</b>

VAHH CHEMICALS LIMITED  
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10 Property Plant and Equipment's

Particular	Office Equipment	Computer	Total
<b>As at March 31, 2024</b>	<b>4.85</b>	<b>0.68</b>	<b>0.44</b>
Addition During the Year	1.50	-	1.50
Disposals	-	-	-
<b>As at March 31, 2025</b>	<b>6.35</b>	<b>0.68</b>	<b>1.50</b>
Addition During the Year	0.12	-	0.12
Disposals	-	-	-
<b>As at January 31, 2026</b>	<b>6.47</b>	<b>0.68</b>	<b>1.61</b>
<b>Accumulated Depreciation</b>			
<b>As at March 31, 2024</b>	<b>2.68</b>	<b>0.60</b>	<b>1.67</b>
Addition During the Year	1.39	0.04	1.43
Disposals	-	-	-
<b>As at March 31, 2025</b>	<b>4.07</b>	<b>0.64</b>	<b>3.10</b>
Addition During the Year	1.05	-	1.05
Disposals	-	-	-
<b>As at January 31, 2026</b>	<b>5.12</b>	<b>0.64</b>	<b>4.15</b>
<b>Net Block</b>			
<b>As at March 31, 2025</b>	<b>2.28</b>	<b>0.03</b>	<b>2.32</b>
<b>As at January 31, 2026</b>	<b>1.35</b>	<b>0.03</b>	<b>1.38</b>

The title deeds of immovable properties are held in the name of the Company.  
The Company has not revalued any property, plant and equipment during the year.  
The company has not held / dealt in investment property during the year.

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11 Non current investment

Particular	As at March 31, 2026	As at March 31, 2025
HSHS Nutraceuticals Ltd 37,496 shares of Rs. 10 each fully paid	121.86	121.86
<b>Total</b>	<b>121.86</b>	<b>121.86</b>

12 Other non-current assets

Particular	As at March 31, 2026	As at March 31, 2025
Deposit to regulator	0.10	0.10
Fixed Deposit	0.35	0.44
<b>Total</b>	<b>0.45</b>	<b>0.54</b>

13 Deferred Tax Asset

Particular	As at March 31, 2026	As at March 31, 2025
Deferred Tax Asset	0.58	0.49
<b>Total</b>	<b>0.58</b>	<b>0.49</b>

13A Movement Deferred tax (asset)/ liability

Particular	As at March 31, 2026	As at March 31, 2025
DTL on account of: Depreciation as per Companies Act Other Please Specify	1.05	1.43
DTA on account of: Depreciation as per Income Tax Act Other Please Specify	0.71	0.81
Timing difference existing at the end of the year	0.34	0.62
<b>Provision for the year</b>	<b>0.09</b>	<b>0.16</b>
<b>Less: Already existing (at the beginning of the year)</b>	<b>0.49</b>	<b>0.34</b>
<b>Total (DTA)/ DTL at the end of the year</b>	<b>0.58</b>	<b>0.49</b>

14 Inventories

Particular	As at March 31, 2026	As at March 31, 2025
Finished goods	1502.95	411.54
Semi finished goods	-	-
Raw material	106.82	517.31
Spares & packing	19.06	1.42
<b>Total</b>	<b>1,628.83</b>	<b>930.27</b>

15 Trade Receivables

Particular	As at March 31, 2026	As at March 31, 2025
Unsecured, considered good	743.97	1,351.48
<b>Total</b>	<b>743.97</b>	<b>1,351.48</b>

Trade Receivable Ageing Schedule as on March 31, 2026

Particulars	Outstanding for following periods from due date of payment						Total
	Not due	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade receivables – considered good	-	630.82	87.22	23.31	2.62	-	743.97
Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	<b>630.82</b>	<b>87.22</b>	<b>23.31</b>	-	-	<b>743.97</b>

Trade Receivable Ageing Schedule as on March 31, 2025

Particulars	Outstanding for following periods from due date of payment						Total
	Not due	Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	
Undisputed Trade receivables – considered good	-	1,276.22	72.64	0.16	2.46	-	1,351.48
Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-	-
Disputed Trade Receivables considered good	-	-	-	-	-	-	-
Disputed Trade Receivables considered doubtful	-	-	-	-	-	-	-
<b>Total</b>	-	<b>1,276.22</b>	<b>72.64</b>	<b>0.16</b>	-	-	<b>1,351.48</b>

VAHH CHEMICALS LIMITED  
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**16 Cash and Cash Equivalents**

Particular	As at March 31, 2026	As at March 31, 2025
<b>Cash in hand</b>		
Cash in Hand	45.56	93.40
<b>Bank balances - current accounts</b>		
Bank	6.30	140.99
<b>Total</b>	<b>51.86</b>	<b>234.39</b>

**17 Short Term Loans and Advances**

Particular	As at March 31, 2026	As at March 31, 2025
Advance to employees	3.42	3.42
Advance to subsidiaries	78.67	121.55
<b>Total</b>	<b>82.09</b>	<b>124.97</b>

**Other Current Assets**

18 Particular	As at March 31, 2026	As at March 31, 2025
Balance with Govt. Authorities	34.06	34.06
Advance to suppliers	321.84	25.42
Prepaid Expenses	0.64	0.86
Advance for IPO	15.50	3.00
Other Current Assets	7.17	4.38
Deposit for Premises	1.45	-
Fixed Deposit having maturities more than 3 Month but less than 12 Months	-	-
<b>Total</b>	<b>380.66</b>	<b>67.72</b>

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19 Revenue from operations (All amount in Rs.)

Particular	Year ended March 31, 2026	Year ended March 31, 2025
<b>Sales</b>		
Sales	3,284.09	2,084.13
Discount	(59.45)	(41.48)
<b>Total</b>	<b>3,224.64</b>	<b>2,042.65</b>

19A Revenue Segment

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Chemical Product	3,224.64	2,042.65
<b>Total</b>	<b>3,224.64</b>	<b>2,042.65</b>

20 Other income

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Interest on FD	0.03	0.03
<b>Total</b>	<b>0.03</b>	<b>0.03</b>

21 Cost of material consumed

Particular	Year ended March 31, 2026	Year ended March 31, 2025
<b>Consumption of raw material</b>		
Opening stock	517.31	183.06
Add :- purchase during the year	3,088.67	2,093.38
Discount	-	(0.04)
	<b>3,605.98</b>	<b>2,276.40</b>
Less :- Closing stock	106.82	517.31
<b>Total</b>	<b>3,499.16</b>	<b>1,759.09</b>
<b>Consumption of Spares / packing materials</b>		
Opening stock	1.42	-
Add :- purchase during the year		19.53
	<b>1.42</b>	<b>19.53</b>
Less :- Closing stock	19.06	1.42
<b>Total</b>	<b>(17.64)</b>	<b>18.11</b>
<b>Total</b>	<b>3,481.53</b>	<b>1,777.20</b>

22 Changes in inventory

Particular	Year ended March 31, 2026	Year ended March 31, 2025
<b>Change in inventories of finished goods</b>		
Opening stock	411.54	77.09
Closing stock	1,502.95	411.54
<b>Change in Inventories</b>	<b>(1,091.41)</b>	<b>(334.45)</b>

23 Employee benefit expense

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Contribution to employees PF and ESIC	1.45	1.64
Salary and wages	57.41	54.86
Directors Remuneration	48.50	-
<b>Total</b>	<b>107.35</b>	<b>56.50</b>

**24 Finance cost**

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Bank Interest	50.00	28.35
Interest on Loan	44.11	44.28
Loan Processing Charges	8.04	-
<b>Total</b>	<b>102.14</b>	<b>72.63</b>

**25 Depreciation & amortisation**

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Depreciation & Amortization	1.05	1.43
<b>Total</b>	<b>1.05</b>	<b>1.43</b>

**26 Other expense**

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Bank Charges	3.70	9.00
Auditor Remuneration	1.00	0.50
Repairs and Maintenance	0.98	0.58
Brokerage Expenses	-	-
Legal and Professional Charges	19.37	19.65
Internet Expense	0.41	0.13
Electricity Expenses	1.28	0.38
Maintenance Charges	0.07	0.09
Stamp duty and registration charges	-	14.45
Rent, Rates and Taxes	16.90	4.47
Donation Expenses	0.63	0.11
Insurance Expense	5.32	0.90
Transportation Charges	14.55	14.15
Office Expense	1.40	0.66
Demat A/c & Charges	-	0.93
Communication Expenses	0.04	0.02
Travelling & Conveyance	9.27	4.83
Cibil report Charges	-	0.03
Fine & Penalties	-	2.55
Advertisement expenses	0.48	-
Preliminary Expenses	-	-
GST Expense	-	0.41
Miscellaneous Expenses	6.75	0.21
<b>Total</b>	<b>82.16</b>	<b>74.05</b>

**26A Auditor's remuneration**

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Audit Fees	0.30	0.30
Tax Audit Fees	0.20	0.20
<b>Total</b>	<b>0.50</b>	<b>0.50</b>

**27 Earnings per share**

Particular	Year ended March 31, 2026	Year ended March 31, 2025
Net profit after tax	391.75	279.83
Weighted average number of equity shares	100.20	53.04
<b>Earning per share (face value of Rs.10/-fully paid)</b>	<b>3.91</b>	<b>5.28</b>

**VAHH CHEMICALS LIMITED**  
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**28 Related Party Disclosure**

Name	Relations
<b>Key Managerial Personnel &amp; their relatives</b>	
Hetal Hiren Bhai Desai	Director
Hiren Indravadan Desai	Managing Director (appointed w.e.f. January 16, 2025)
Aayush Hiren Desai	Whole-time Director (appointed w.e.f. April 10, 2025)
Zeenat Zahid Hasan Khan	Director
Param Vipul Kumar Desai	Independent Director (appointed w.e.f. January 16, 2025)
Dhairya Bharat Tulsiani	Independent Director (appointed w.e.f. January 16, 2025)
Jigar Vyas	Independent Director (appointed w.e.f. February 07, 2025)
Shivani Parth Kothari	Company Secretary (appointed w.e.f. September 04, 2025)
Sahil Bhaveshkumar Modi	Chief Financial Officer (appointed w.e.f. June 20, 2025)
Nidhi Vyas	Relatives of KMP

**Entities controlled or significantly influenced by KMP/relatives**

Vedant Nutraceuticals Limited	Enterprises significantly influenced by KMP or their relatives
Vedant Nutrition	Enterprises significantly influenced by KMP or their relatives
Cravexnuts Foods LLP	Enterprises significantly influenced by KMP or their relatives
M. I. Chemicals	Enterprises significantly influenced by KMP or their relatives
H. I. Chemicals	Enterprises significantly influenced by KMP or their relatives
Hetal Dye Chem	Enterprises significantly influenced by KMP or their relatives
Vedant Chemical	Enterprises significantly influenced by KMP or their relatives

The detail of Related Party disclosure, as required by AS-18 "Related Party Disclosure" is as under.

**Transactions made during the year**

Particular	March 31, 2026	March 31, 2025
<b>Key managerial personnel</b>		
<b>Hiren Indravadan Desai</b>		
Loan repayment	190.00	225.00
Loan received	138.00	277.00
Subsidiaries Acquisition	-	83.00
Remuneration	23.00	-
<b>Hetal Hiren Bhai Desai</b>		
Loan repayment	34.00	267.00
Loan received	34.00	240.00
Subsidiaries Acquisition	-	19.00
Proprietorship Business Acquisition	-	196.00
Professional Fees	3.00	-
<b>Aayush Hiren Desai</b>		
Loan repayment	33.00	145.00
Loan received	16.00	100.00
Subsidiaries Acquisition	-	19.00
Proprietorship Business Acquisition	-	176.00
Remuneration	23.00	-
<b>Sahil Bhaveshkumar Modi</b>		
Remuneration	6.00	-
<b>Shivani Parth Kothari</b>		
Remuneration	1.00	-
<b>Entities controlled or significantly influenced by KMP/relatives</b>		
<b>Vedant Nutraceuticals Limited</b>		
Loan repayment	-	26.00
Loan received	-	2.00
<b>HSHS Nutraceuticals Limited</b>		
Advance given	189.00	144.82

Loan repayment	-	27.28
Loan received	-	67.88
Loan Repayment Received	232.00	23.27
<b>Hetal Dye Chem</b>		
Advance given	-	3,00,000.00
Advance repayment received	-	4,15,700.00
<b>Vedant Chemical</b>		
Sales	20.00	-
Purchase	1,216.00	-
<b>Balances outstanding at the end of the year</b>		
<b>Particular</b>	<b>March 31, 2026</b>	<b>March 31, 2025</b>
<b>Key managerial personnel</b>		
<b>Outstanding loan (Payable)/Receivable</b>		
Hiren Indravadan Desai	-	(51,71,992.04)
Hetal Hiren Bhai Desai	-	-
Aayush Hiren Desai	-	(16,65,136.00)
<b>Remuneration Payable</b>		
Hiren Indravadan Desai	5.00	-
Aayush Hiren Desai	1.96	-
Sahil Bhaveshkumar Modi	0.48	-
Shivani Parth Kothari	0.20	-
<b>Entities controlled or significantly influenced by KMP/relatives</b>		
<b>Outstanding trade payable</b>		
M. I. Chemicals	-	4,35,000.00
<b>Advance to supplier</b>		
M. I. Chemicals	4.00	-
Hetal Dye Chem	-	-
Vedant Chemical	305.00	-
<b>Outstanding loan (Payable)/Receivable</b>		
HSHS Nutraceuticals Limited	78.67	1,21,54,610.00

**Note -**

The Company has complied with the provisions of Section 185 and 186 of the Companies Act, 2013, in respect

29 Ratio Analysis

Particulars	2025-26	2024-2025	Change in (%)	Reson
Current Ratio (times)	2.07	1.36	52.96	Refer Note A.1
Debt- equity ratio (times)	0.67	1.16	(42.12)	Refer Note A.2
Debt service coverage ratio (times)	2.11	2.04	3.44	NA
Return on equity ratio (percentage)	37.12%	69.97%	(46.95)	Refer Note A.3
Inventory turnover ratio (times)	1.87	2.42	(22.94)	NA
Trade receivables turnover ratio (times)	3.08	2.36	30.49	NA
Trade payables turnover ratio (times)	4.30	4.12	4.43	NA
Net working capital turnover ratio (times)	2.16	2.88	(24.99)	NA
Net profit ratio (percentage)	12.27%	13.90%	(11.68)	NA
Return on capital employed (percentage)	39.79%	56.05%	(29.00)	Refer Note A.4

**Basis of Computation of Ratios**

Current Ratio = Current Assets / Current Liabilities.

Debt- equity ratio = Total debt / Shareholders' equity

Debt service coverage ratio = EBITDA/ (Principal + Interest).

Return on equity ratio= Net profit after taxes / Avg. Shareholder's Equity

Inventory turnover ratio=Cost of goods sold or sales/Average inventory

Trade receivables turnover ratio= Revenue from Operations /Average trade receivables.

Trade payables turnover ratio=Direct Expenses/Average trade payables

Net working capital turnover ratio=Net sales/Average working capital

Net profit ratio= Net profit after taxes/Total Revenue

Return on capital employed= Earnings before interest and taxes/Capital employed.

**Reasons for Material Variations**

**FY 2026 vs FY 2025**

**A.1** Increase is mainly due to proportionately higher increase in current assets compared to current liabilities.

**A.2** Decline is due to repayment of borrowings and/or increase in equity through retained earnings during the year.

**A.3** Increase attributable to higher profitability during the year, resulting in improved return on shareholders' funds.

**A.4** Increase attributable to higher profitability during the year, resulting in improved return on capital employed