Independent Auditors' Report

To the Members of **Southern Spinners and Processors Limited**

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of **Southern Spinners and Processors Limited** ("the Company"), which comprise the balance sheet as at March 31 2026, the statement of profit and loss including comprehensive loss, the statement of cash flow and the sstatement of changes in equity for the year then ended, and notes to the financial statements, including a summary of material accounting policies and other explanatory information. (herein after referred to as "the financial statements")

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, as amended ("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 March 31, 2026, its profit including other comprehensive loss, its cash flows and the changes in equity 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), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the 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 Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the financial statements.

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

The Company's Management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's directors report but does not include the financial statements and our auditors' report thereon.

The Company's director's report is expected to be made available to us after the date of this auditor's report. 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 identified above when it becomes available 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.

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

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Responsibilities of Management for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance including other comprehensive income, cash flow and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) prescribed under Section 133 of the Act read with relevant Rules issued thereunder.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the 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.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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 Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

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- 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.

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in the Annexure A, a statement on the matters specified in the paragraph 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.

   (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 except for the matters stated in paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

   (c) The balance sheet, the statement of profit and loss including the statement of other comprehensive loss, the statement of cash flow and statement of changes in equity dealt with by this Report are in agreement with the books of account.

   (d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the companies (Indian Accounting standards) Rules 2015 as amended. relevant Rules issued thereunder.

   (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;

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(f) With respect to the maintenance of accounts and other matters connected therewith, reference is made to our remarks in the paragraph 2(b) above on reporting under Section 143(3)(b) of the Act and paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

(g) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B" to this report. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to financial statements;

(h) In our opinion, and according to the information and explanations given to us, the Company has not paid any managerial remuneration during the year ended March 31, 2026. Hence, provisions of section 197 read with Schedule V to the Act are not applicable to the Company and has not commented upon;

(i) 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:

i. The financial statements disclose the impact of pending litigations as at March 31, 2026 on the financial position of the company - Refer Note 31 to the financial statements.

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

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund 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 by the Company to or in any other person 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 person or entity, 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 such 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 iv (a) and iv (b) contain any material misstatement.

v. No dividend has been declared or paid during the year by the Company.

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vi. Based on our examination, which included test checks, the Company has used an accounting software Tally Prime for maintaining its books of accounts for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility except audit trail functionality at the database level due to inherent limitations of the software and the same has operated throughout the year for all relevant transactions recorded in the accounting software systems. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company, wherever available as per the statutory requirements for record retention, refer Note - 44 of the financial statements.

For S S Kothari Mehta & Co. LLP
Chartered Accountants
Firm's Registration No. 000756N/N500441

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Birjesh Kumar Bansal
Partner
Membership No. 096740
Place: New Delhi
Date: 22 April 2026
UDIN: 26096740LAWGUQ2027

Annexure A to the Independent Auditor's Report to the Members of Southern Spinners and Processors Limited dated April 18, 2026.

Report on the matters specified in paragraph 3 of the Companies (Auditor's Report) Order, 2020 ("the Order') issued by the Central Government of India in terms of section 143(11) of the Companies Act, 2013 ("the Act") as referred to in paragraph 1 of 'Report on Other Legal and Regulatory Requirements' section.

i. (a) According to the information and explanations given to us and on the basis of our examination of records of the Company, The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment. The Company has maintained proper records showing full particulars of intangibles assets

(b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Property, Plant and Equipment have been physically verified by the management during the year, the frequency of which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. No discrepancies were noticed on such verification.

(c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, The title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) are held in the name of the Company.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, The Company has not revalued its property, plant and equipment or intangible assets during the year ended March 31, 2026. The Company does not have any right to use assets

(e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no proceedings initiated or are pending against the Company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 and rules made thereunder.

ii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, the inventory has been physically verified by the management during the year except for inventories lying with third parties. In our opinion, the frequency of verification by the management is reasonable and the coverage and procedure for such verification is appropriate. No Discrepancies of 10% or more in aggregate for each class of inventory were noticed on such physical verification.

According to the information and explanations given to us, the Company has not been sanctioned working capital limits in excess of Rs 5 crores, in aggregate, at points of time during the year, from banks on the basis of security of current assets. Accordingly, the requirement to report on clause 3(ii)(b) of the Order is not applicable to the Company.

iii. According to the information and explanations given to us, the Company has granted loan to Companies, in respect of which requisite information is as below. According to the information and explanation given to us and on the basis of examination of the records of the Company, the Company has not made any investment in, has not provided any guarantee or security, granted any advance in the nature of loan secured and unsecured, to Companies, firms, limited liability partnership or any other parties during the year.

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(a) Based on the audit procedure carried on by us and as per the information and explanations given to us the Company has provided loans to the consultant of the Company. Details are as follows:

Amount in lakh

	Guarantees	Security	Loans	Advances in nature of loans
Aggregate amount granted/ provided during the year				
- Subsidiaries	-	-	-	-
- Joint Ventures	-	-	-	-
- Associates	-	-	-	-
- Others	-	-	-	-
Balance outstanding as at balance sheet date in respect of above cases				
- Subsidiaries	-	-	-	-
- Joint Ventures	-	-	-	-
- Associates	-	-	-	-
- Others	-	-	61.00	-

(b) According to the information and explanations given to us and based on the audit procedures conducted by us, in our opinion the investments made, guarantees provided and the terms and conditions of the grant of loans during the year are, not prejudicial to the interest of the Company.

(c) According to the information and explanation given to us and based on the audit procedures conducted by us, in respect of loan granted to other parties, the schedule of repayment of principal and payment of interest has been stipulated and the repayment or receipts are regular.

(d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no loans or advance in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties, which was fallen due during the year, that have been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.

(e)There were no loans or advances in the nature of loan granted to companies, firms, Limited Liability Partnerships or any other parties which have fallen due during the year, that have been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(b) The Company has not granted any loans or advances in the nature of loans, either repayable on demand or without specifying any terms or period of repayment to companies, firms, Limited Liability Partnerships or any other parties. Accordingly, the requirement to report on clause 3(iii)(f) of the Order is not applicable to the Company.

iv. According to the information and explanations given to us and on the basis of our examination of the records of the Company, there are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Act are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.

v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of directives issued by the Reserve Bank of

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India and provisions of sections 73 to 76 or any other relevant provisions of the Act and the Rules framed thereunder.

vi. According to the information and explanations given to us and on the basis of our examination of the records of the Company, The Central Government has not specified the maintenance of cost records under Section 148(1) of the Act for the company's activities, Hence reporting under clause 3(vi) of the Order is not applicable to the Company.

vii. (a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, The Company is regular in depositing with appropriate authorities undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and other statutory dues applicable to it. According to the information and explanations given to us and based on audit procedures performed by us, no undisputed amounts payable in respect of these statutory dues were outstanding, at the year end, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, there are no statutory dues which have not been deposited on account of any dispute, **except** for Goods and Services Tax amounting to ₹6.32 lakhs relating to Financial Years 2021-22 and 2022-23, which has not been deposited on account of dispute. The dispute pertains to applicability of GST rate, where the GST authorities have demanded tax at 18% as against 5% applied by the Company, and the matter is pending before the Appellate Authority under the Goods and Services Tax laws. The Company has made a pre-deposit of ₹0.62 lakhs (₹62,314) against the aforesaid disputed dues

viii. According to the information and explanations given to us and on the basis of our examination of the records of the Company, The Company has not surrendered or disclosed any transaction, previously unrecorded in the books of account, in the tax assessments under the Income Tax Act, 1961 as income during the year. Accordingly, the requirement to report on clause 3(viii) of the Order is not applicable to the Company.

ix. (a) According to the information and explanations given to us, the Company has obtained inter-corporate deposits from a fellow subsidiary amounting Rs.5cr. In our opinion, the Company has not defaulted in repayment of such borrowings or in the payment of interest thereon during the year.

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

(c) According to the information and explanations given to us and based on our examination of the records of the Company, the term loan obtained from HDFC Bank Limited amounting to ₹6.78 crores has been applied for the purposes for which the loan was 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 no funds raised on short-term basis have been used for long-term purposes by the Company.

(e)&(f) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company does not have any subsidiaries, associates or joint ventures, hence clause 3(ix) (e) and (f) of the Order is not applicable.

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x. (a) The Company has not raised any money during the year by way of initial public offer/further public offer (including debt instruments). Hence, the requirement to report on clause 3(x)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, The Company has not made any preferential allotment or private placement of shares /fully or partially or optionally convertible debentures during the year under audit and hence, the requirement to report on clause 3(x)(b) of the Order is not applicable to the Company.

xi. (a) Based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) According to the information and explanations given to us, no report under sub-section (12) of section 143 of the Act, has been filed by cost auditor/ secretarial auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

(c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.

xii. According to the information and explanations given to us, The Company is not a Nidhi Company as per the provisions of the Act. Therefore, the requirement to report on clause 3(xii)(a), 3(xii)(b) and 3(xii)(c) of the Order are not applicable to the Company.

xiii. In our opinion, and according to the information and explanations given to us during the course of audit, transactions with the related parties are in compliance with section 188 of the Act, where applicable and the details have been disclosed in the notes to the financial statements, as required by the applicable accounting standards. The provisions of section 177 of the Act are not applicable to the Company and accordingly reporting under clause 3(xiii) of the Order insofar as it relates to section 177 of the Act is not applicable to the Company and hence not commented upon.

xiv. The Company is not required to have an internal audit system under the provisions of Section 138 of the Act. Therefore, the requirement to report under clause 3(xiv)(a) and 3(xiv)(b) of the Order is not applicable to the Company.

xv. In our opinion, and according to the information and explanations given to us, the Company has not entered into any non-cash transactions with directors or persons connected with him as referred in section 192 of the Act.

xvi. (a) According to the information and explanations given to us, the provisions of section 45-IA of the Reserve Bank of India Act, 1934 are not applicable to the Company.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a Core Investment Company as defined in the regulations made by Reserve Bank of India. Accordingly, the requirement to report on clause 3(xvi) of the Order is not applicable to the Company.

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(d) Based on the information and explanations provided by the management of the Company, The Group has two Core Investment Company as part of the Group. We have not, however, separately evaluated whether the information provided by the management is accurate and complete.

xvii. The Company hasn't incurred cash losses during the current and in the immediately preceding year.

xviii. There has been no resignation of the statutory auditors during the year and accordingly requirement to report on Clause 3(xviii) of the Order is not applicable to the Company.

xix. On the basis of the financial ratios disclosed in note 43 to the financial statements, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, 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 that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date will get discharged by the Company as and when they fall due.

xx. The Company has not meeting the requirement of applicability of section 135 of the Act, hence report on clause 3(xx)(a) and 3(xx)(b) of the Order is not applicable to the Company.

xxi. Consolidated financial statements is not applicable to the Company. Hence requirement of clause 3(xxi) of the Order is not applicable to the Company.

For S S Kothari Mehta & Co. LLP
Chartered Accountants
Firm's Registration No. 000756N/N500441

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Birjesh Kumar Bansal
Partner
Membership No. 096740
Place: New Delhi
Date: 22 April 2026
UDIN: 26096740LAWGUQ2027

Annexure B to the Independent Auditor's Report to the Members of Southern Spinners and Processors Limited dated April 18, 2026.

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Act as referred to in paragraph 2(g) of 'Report on Other Legal and Regulatory Requirements' section

We have audited the internal financial controls with reference to these financial statements of the **Southern Spinners and Processors Limited** (the 'Company') as of March 31, 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". 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.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements 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 as specified under Section 143(10) of the Companies Act, 2013, to the extent 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 with reference to these financial statements 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 with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls with reference to these financial statements included obtaining an understanding of internal financial controls with reference to these financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to these financial statements.

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Meaning of Internal Financial Controls with Reference to these Financial Statements

A company's internal financial control with reference to these financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to these financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of 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 with Reference to these Financial Statements

Because of the inherent limitations of internal financial controls with reference to these financial statements, 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 with reference to these financial statements to future periods are subject to the risk that the internal financial control with reference to these financial statements 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, adequate internal financial controls with reference to these financial statements and such internal financial controls with reference to these financial statements 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 S S Kothari Mehta & Co. LLP
Chartered Accountants
Firm's Registration No. 000756N/N500441

S S KOTHARI MEHTA & CO. LLP NEW DELHI Chartered Accountants

Birjesh Kumar Bansal
Partner
Membership No. 096740
Place: New Delhi
Date: 22 April 2026
UDIN: 26096740LAWSUB2027

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Balance Sheet as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

	Notes	As at March 31, 2026	As at March 31, 2025
ASSETS			
(1) **Non - current assets**			
(a) Property, plant and equipment	2	**2,078.08**	1,248.36
(b) Intangible assets	3	**3.51**	4.87
(c) Capital Work - in - progress	4	**11.41**	-
(d) Other Non Current Assets	5	**304.61**	-
(d) Financial assets			
i) Investments	6	**12.37**	12.37
ii) Other financial assets	7	**73.38**	60.52
		2,483.36	1,326.12
(2) **Current assets**			
(a) Inventories	8	**1,784.75**	1,223.67
(b) Financial assets			
(i) Trade receivables	9	**1,078.91**	345.06
(ii) Cash and cash equivalents	10	**4.40**	68.87
(iii) Other Financial Assets	11	**3.98**	8.24
(c) Current tax assets	12	**140.36**	-
(d) Other current assets	13	**486.71**	275.39
		3,499.11	1,921.23
Total assets		**5,982.47**	3,247.35
EQUITY AND LIABILITIES			
(1) **Equity**			
(a) Equity Share capital	14	**505.00**	505.00
(b) Other equity		**2,574.74**	2,060.12
		3,079.74	2,565.12
(2) **Liabilities**			
Non Current Liabilities			
(a) Financial Liabilities	15		
Borrowing from Banks		**609.24**	-
Borrowing from Related Parties		**850.00**	-
(b) Long term provisions	16	**8.20**	4.98
(b) Deferred tax liability	17	**102.24**	31.77
		1,569.68	36.75
Current Liabilities			
(a) Financial liabilities			
i)Borrowing from Banks	18	**331.50**	-
(ii) Trade payables	19		
Micro and small enterprises		**53.30**	55.41
Others		**599.46**	382.45
(iii) Other financial liabilities	20	**123.80**	141.91
(b) Other current liabilities	21	**56.67**	46.43
(c) Provisions	22	**168.32**	19.28
		1,333.05	645.48
Total equity and liabilities		**5,982.47**	3,247.35

Company overview, Basis of preparation and Material accounting policies — 1

The accompanying notes are an integral part of the financial statements

As per our report of even date attached.

For S S Kothari Mehta & Co LLP
Chartered Accountants
Firm Registration No. 000756N / N500441

Birjesh Kumar Bansal
Partner
Membership No. 096740

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Place : New Delhi
Dated: April 22, 2026

UDIN: 26096740LANGUQ2027

For and on behalf of Board of Directors of Southern Spinners and Processors Limited

Nagaraju Srirama
Director
DIN 02473218

Vidya Charan Shukla
Director
DIN 06925365

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Statement of profit & loss for the year March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

		Notes	For the year ended March 31, 2026	For the year ended March 31, 2025
I	**Income**			
	Income from operations	23	8,629.08	8,036.12
	Other income	24	66.37	70.79
	Total income		8,695.45	8,106.91
II	**Expenses**			
	Cost of materials consumed		3,945.65	4,571.23
	Changes in inventories of finished goods, stock - in - trade and work - in - progress	25	(20.04)	(399.36)
	Purchase of stock-in-trade		736.37	462.59
	Employee benefits expenses	26	1,011.81	986.21
	Finance costs	27	28.30	8.23
	Depreciation and amortization expenses	28	192.67	132.75
	Other expenses	29	2,069.83	1,769.33
	Total expenses		7,964.59	7,530.98
III	**Profit before tax**		730.86	575.93
IV	**Tax expense**			
	Less: Current tax		135.36	89.89
	Less: Deferred tax		70.47	126.62
V	Profit for the year		525.03	359.42
VI	**Other comprehensive income**			
	Items that will not be reclassified to profit or loss			
	Remeasurement (gains) / losses on Defined benefit plans		10.41	3.36
VII	Total comprehensive income for the year		514.62	356.06
VIII	Earnings per equity share Basic / Diluted	35	10.40	7.12

Company overview, Basis of preparation and Material accounting policies 1

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

As per our report of even date attached.

For S S Kothari Mehta & Co LLP
Chartered Accountants
Firm Registration No. 000756N / N500441

S S KOTHARI MEHTA & CO. LLP NEW DELHI Chartered Accountants

Birjesh Kumar Bansal
Partner
Membership No. 096740

For and on behalf of Board of Directors of Southern Spinners and Processors Limited

Nagaraju Srirama
Director
DIN 02473218

Vidya Charan Shukla
Director
DIN 06925365

Place : New Delhi
Dated: April 22, 2026

UDIN: 26096740LANGUQ2027

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Statement of changes in cash flow for the year ended March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
A. **Cash flow from Operating activities:**		
Profit before tax	730.86	575.93
Adjustments for:		
Depreciation	192.67	132.75
Finance cost	28.30	8.23
Interest income	(4.60)	(4.30)
Remeasurement on defined benefit plans charged to OCI		-
(Profit)/Loss on property plant & equipment sold (Net)	(41.07)	(51.03)
Provisions	(16.32)	(7.69)
Operating profit before working capital changes	889.84	653.89
Adjustments for changes in working capital :		
- (Increase)/decrease in trade receivable & other assets	(988.20)	53.12
- (Increase)/decrease in inventories	(547.41)	(185.98)
- Increase/(decrease) in trade and other payables	218.91	197.26
Cash generated from operations	(426.86)	718.29
- Taxes (paid) /received (Net of TDS)	(110.00)	(133.88)
Net cash flow from operating activities	(536.86)	584.41
B. **Cash Flow from Investing Activities**		
Investment in capital work in Progress & Capital Advances	(316.02)	-
Purchase of Property plant & equipment	(1,047.26)	(630.96)
Purchase of investments	-	(4.48)
Proceeds from Sale of property, plant and equipment	68.64	63.44
Interest received	4.60	4.30
Net cash (used) in Investing activities	(1,290.05)	(567.70)
C. **Cash flow from Financing activities:**		
Proceeds of Long Term Loans and ICD	1,459.24	-
Proceeds/(Repayment) of short secured loans	331.50	-
Interest Paid	(28.30)	(8.23)
Net cash (used) in financing activities	1,762.44	(8.23)
Net Increase/(Decrease) in Cash & Cash Equivalents	(64.47)	8.48
Cash and cash equivalents at the beginning of the year	68.87	60.39
Cash and cash equivalents at the end of the year	4.40	68.87
Cash and cash equivalents comprise		
Cash, cheques & drafts (in hand) and remittances in transit	0.26	0.05
Balance with Scheduled Banks	4.14	68.82
	4.40	68.87

Note:

1. The above cash flow statement has been prepared under the 'Indirect Method' as set out in the Indian Accounting Standard (Ind AS 7) 'Statement of Cash Flow'.

2. The accompanying notes are an integral part of financial statements.

As per our report of even date attached.

For S S Kothari Mehta & Co LLP
Chartered Accountants
Firm Registration No. 000756N / N500441

S S KOTHARI MEHTA & CO. LLP NEW DELHI Chartered Accountants

Birjesh Kumar Bansal
Partner
Membership No. 096740

Place : New Delhi
Dated: April 22, 2026
UDIN : 26096740LAWGUQ2027

For and on behalf of Board of Directors of
Southern Spinners and Processors Limited

Nagaraju Srirama
Director
DIN 02473218

Vidya Charan Shukla
Director
DIN 06925365

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Statement of Changes in Equity for the year ended as on March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

I. Share Capital

Equity shares of Rs. 10 each issued, subscribed and fully paid	No. of shares	Amount
As at April 1, 2024	50,50,000.00	505.00
Issue during the year		
As at March 31, 2025	50,50,000.00	505.00
Issue during the year	-	-
As at March 31, 2026	**50,50,000.00**	**505.00**

II. Other Equity

Particulars	Securities premium account	General Reserve	Retained earnings	Other comprehensive Income	Total
As on March 31, 2024	**1,550.00**	**49.99**	**162.87**	**(58.80)**	**1,704.06**
Profit for the year	-	-	359.42	(3.36)	356.06
As on March 31, 2025	**1,550.00**	**49.99**	**522.29**	**(62.16)**	**2,060.12**
Profit for the year	-	-	525.03	(10.41)	514.62
As on March 31, 2026	**1,550.00**	**49.99**	**1,047.32**	**(72.57)**	**2,574.74**

For S S Kothari Mehta & Co LLP
Chartered Accountants
Firm Registration No. 000756N / N500441

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Brijesh Kumar Bansal
Partner
Membership No. 096740

Place : New Delhi
Dated: April 22, 2026

UDIN: 26096740LAWGUQ2027

For and on behalf of Board of Directors of
Southern Spinners and Processors Limited

Nagaraju Srirama
Director
DIN 02473218

Vidya Charan Shukla
Director
DIN 06925365

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

NON CURRENT ASSETS

2 Property, plant and equipments

					Depreciation				Net Value	
	As at April 01, 2025	Additions	Sales/ Adjustments	As at March 31, 2026	As at April 01, 2025	For the year	Sales/ Adjustments	As at March 31, 2026	As at March 31, 2026	As at March 31, 2025
Land - Freehold	44.19	-	-	44.19	-	-	-	-	44.19	44.19
	(44.19)	-	-	(44.19)		-	-	-	(44.19)	(44.19)
Buildings	467.77	93.05	-	560.82	105.72	28.97	-	134.69	426.13	362.05
	(380.91)	(88.69)	(1.83)	(467.77)	(90.85)	(15.71)	(0.84)	(105.72)	(362.05)	(290.06)
Plant and Equipment	1,663.00	945.21	201.26	2,406.95	850.22	155.56	181.98	823.80	1,583.15	812.78
	(1,331.86)	(529.52)	(198.38)	(1,663.00)	(927.36)	(109.96)	(187.10)	(850.22)	(812.78)	(404.50)
Furniture and Fixtures	26.41	2.83	11.24	18.00	13.89	2.01	9.87	6.03	11.97	12.52
	(24.41)	(6.09)	(4.09)	(26.41)	(16.33)	(1.36)	(3.80)	(13.89)	(12.52)	(8.08)
Vehicles	12.25	-	7.10	5.15	6.89	0.45	2.56	4.78	0.37	5.36
	(14.22)	-	(1.98)	(12.25)	(7.90)	(0.87)	(1.88)	(6.89)	(5.36)	(6.32)
Office Equipments	19.77	6.22	3.55	22.44	8.31	4.32	2.46	10.17	12.27	11.46
	(18.68)	(6.10)	(5.01)	(19.77)	(9.31)	(3.27)	(4.28)	(8.31)	(11.47)	(9.37)
Total	2,233.39	1,047.31	223.15	3,057.55	985.03	191.31	196.87	979.47	2,078.08	1,248.36
	(1,814.27)	(630.40)	(211.29)	(2,233.39)	(1,051.75)	(131.17)	(197.90)	(985.03)	(1,248.36)	(762.52)

Figures in brackets represent amounts pertaining to previous year

Note : The Company holds land amounting to INR 44.19 lakhs and building amounting to INR 247.81 lakhs under Property, Plant and Equipment since December 01, 2006. The title deeds are held in the name of Southern Spinners and Processors Limited, which is not related to any promoter, director, their relatives, or employees thereof.

3 Intangible assets

Particulars	Gross Value				Depreciation				Net Value	
	As at April 01, 2025	Additions	Sales/ Adjustments	As at March 31, 2026	As at Apri 01, 2025	For the year	Sales/ Adjustments	As at March 31, 2026	As at March 31, 2026	As at March 31, 2025
Software	8.97	-	0.15	8.82	4.10	1.36	0.15	5.31	3.51	4.87
	(8.83)	(0.57)	(0.43)	(8.97)	(2.93)	(1.58)	(0.41)	(4.10)	(4.87)	(5.90)

Figures in brackets represent amounts pertaining to previous year

197.02

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

4 Capital work-in-progress (CWIP) includes machinery under installation/in transit and other assets under erection. Details are as under :

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	-	10.87
Add:- Additions during the year	**1,058.67**	619.53
Less: Capitalization during the year	**1,047.26**	630.40
Balance at the end of the year	**11.41**	-

CWIP ageing schedule March 31, 2026

CWIP	Amount in CWIP for a period of					
	Less than 1 year	1-2 years	2-3 years		More than 3 years	Total
Project in progress	11.41	-	-		-	11.41
Project temporarily suspended	-					-
Total	-					-

Figures in brackets represents amount pretaining to previous year

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

5 Other Non Current Assets

	As at March 31, 2026		As at March 31, 2025	
		Amount		**Amount**
Capital Advance		**304.61**		-
Total	-	**304.61**	-	-

6 Financial Assets - Investment [(Non - Current(Other than Trade)]

	As at March 31, 2026		As at March 31, 2025	
	Numbers	**Amount**	**Numbers**	**Amount**
a) Investments in equity instruments (FVTPL)				
Unquoted				
TCP Ltd.	100	0.47	100	0.47
Watsun Infrabuild Private Limited	1,19,000	11.90	1,19,000	11.90
Total	**1,19,100**	**12.37**	**1,19,100**	**12.37**
i) Aggregate Acquisition Cost of Quoted Investments:	-	-	-	-
Aggregate Market Value of Quoted Investments:	-	-	-	-
Aggregate Book Value of Unquoted Investments:	-	**12.37**	-	**12.37**

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	As at March 31, 2026	As at March 31, 2025
7 Other Financial Assets		
Unsecured, considered good		
Security deposits	73.38	60.52
	73.38	**60.52**

Particulars	As at March 31, 2026	As at March 31, 2025
8 Inventories (Valued at lower of cost or net realisable value)		
Raw materials	**903.24**	363.93
Work-in-progress	**91.55**	47.87
Finished goods	**776.79**	800.43
Stores and spares	**13.17**	11.44
	1,784.75	**1,223.67**

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	As at March 31, 2026	As at March 31, 2025
Other Financial Assets		
9 Trade receivables		
Considered good		
Secured	**11.60**	-
Unsecured	**1,067.31**	345.06
Unsecured which have significant increase in credit risk	-	3.12
Credit impaired	-	(3.12)
Total	**1,078.91**	345.06

Trade Receivable aging schedule
As at March 31, 2026

Particulars	Not due	Outstanding for the following period from due date of payment				
		Less than 6 months	6 months to 1 year	1 - 2 years	More than 3 years	Total
Considered good - Undisputed						
Secured	11.60	-	-	-	-	11.60
Unsecured	######	-	9.76	7.25	-	1,067.31
Unsecured which significant increase in credit risk	-	-	-	-	-	-
Credit impairment	-	-	-	-	-	-
Total	######	-	9.76	7.25	-	1,078.91

Trade Receivable aging schedule
As at March 31, 2025

Particulars	Not due	Outstanding for the following period from due date of payment				
		Less than 6 months	6 months to 1 year	1 - 2 years	More than 3 years	Total
Considered good - Undisputed						
Secured	-	-	-	-	-	-
Unsecured	342.52	-	2.54	-	-	345.06
Unsecured which significant increase in credit risk	-	-	-	-	-	-
Credit impairment	-	-	-	-	-	-
Total	342.52	-	2.54	-	-	345.06

(e) The movement of impairment loss allowance as follows :-

Particulars	As at March 31, 2026	As at March 31, 2025
Balance at the beginning of the year	**3.12**	-
Add: Impairment allowance (Refer Note No. 26)	-	3.12
Less : Balance written off	**3.12**	-
Balance at the end of the year	-	3.12

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
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Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	As at March 31, 2026	As at March 31, 2025
10 Other financial assets		
Other financial asset		
(Unsecured, considered good)		
Security Deposit	**1.48**	0.78
Other loans and advances	**2.50**	7.46
	3.98	8.24

Particulars	As at March 31, 2026	As at March 31, 2025
11 Cash and Cash Equivalents		
(i) Balances with Banks		
Current account	**4.14**	68.82
(ii) Cash on hand	**0.26**	0.05
	4.40	68.87

Particulars	As at March 31, 2026	As at March 31, 2025
12 Current tax assets (net)		
Mat credit entitlement	**23.75**	-
Advance Tax and TDS	**116.61**	-
	140.36	-
Reconcilaition of Mat Credit entitlement		
Opening Balance	**23.75**	78.10
Add : created during the year		-
Less : Adjustment to advance tax	-	11.51
Less : Transfer to deferred tax asset	**23.75**	66.59
Closing balance	-	-

Particulars	As at March 31, 2026	As at March 31, 2025
13 Other advances		
Export benefit receivable	**6.72**	3.35
Amount receivable from Government authorities	**376.35**	121.28
Prepaid Expenses	**13.55**	17.46
Advance to Suppliers	**25.12**	19.83
Advance to employees	**3.97**	13.47
Other Loan (Refer Note No. 37)	**61.00**	100.00
	486.71	275.39

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the financial statements for the year ended March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

14 Share Capital

Particulars	No. of shares	As on March 31, 2026 Amount	No. of shares	As on March 31, 2025 Amount
Authorized				
Equity share capital of Rs. 10 /- each	50,50,000	505.00	50,50,000	505.00
	50,50,000	**505.00**	**50,50,000**	**505.00**
Issued, Subscribed and fully paid up				
Equity shares of Rs. 10 /- each fully paid up	50,50,000	505.00	50,50,000	505.00
	50,50,000	**505.00**	**50,50,000**	**505.00**

a. Reconciliation of Equity shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2026	As at March 31, 2025
	No. of Shares	No. of Shares
At the beginning of the year	50,50,000	50,50,000
Add: Issued during the year		-
Equity shares outstanding at the close of the Year	**50,50,000**	**50,50,000**

b. Terms/rights attached to equity shares

The Company has only one class of equity shares having a face value of Rs. 10 per share. Each equity shareholder is entitled to one vote per share. 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. The distribution will be in proportion to the number of equity shares held by the shareholders.

As per records of the Company, including its register of shareholders/members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownerships of shares.

c. In previous five years the Company has not issued any bonus shares nor are there any shares bought back and issued for consideration other than cash.

d. Details of shareholders holding more than 5% shares in the company

Particulars	As at March 31, 2026 No. of Shares	% holding	As at March 31, 2025 No. of Shares	% holding
J.K. Fenner(India) Ltd - Holding Company	**50,50,000**	**100%**	**50,50,000**	**100%**

(e) Details of shares held by promoters

As at March 31, 2026	Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Equity shares of Rs. 10 /- each fully paid up	J.K. Fenner(India) Ltd - Holding Company	50,50,000	-	50,50,000	100%	**NIL**

As at March 31, 2025	Promoter Name	No. of shares at the beginning of the year	Change during the year	No. of shares at the end of the year	% of Total Shares	% change during the year
Equity shares of Rs. 10 /- each fully paid up	J.K. Fenner(India) Ltd - Holding Company	50,50,000	-	50,50,000	100%	**NIL**

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	As at March 31, 2026	As at March 31, 2025
15 Non Current Liabilities		
Borrowings from Bank - Term Loan	**609.24**	-
Borrowings from Related Parties	**850.00**	-
	1459.24	-
16 Long term provision		
Provision for Leave encashement	**8.20**	4.98
	8.20	**4.98**

Particulars	As at March 31, 2026	As at March 31, 2025
17 Deferred Tax Assets / (Liabilities)		
Deferred tax assets :		
Expenses /Provision allowable	(2.47)	3.41
Property, Plant and Equipment	-	-
MAT Credit entitlement	-	18.57
Deferred tax Liabilities :		
Property, Plant and Equipment and Others	(99.77)	(53.75)
	(102.24)	**(31.77)**
Opening Deferred Tax Asset (Liability)	(31.77)	28.26
Add : Mat Entitilement transfer to Deferred Tax	-	66.59
Closing deferred tax (liability)as at March 31, 2026	(102.24)	(31.77)
Charge to profit and loss	**70.47**	**126.62**
18 Current Liabilities		-
Working Capital borrowing from banks	**261.87**	
Term Loan Payable within One Year	**69.63**	
	331.50	-

Working Capital borrowings from banks is secured by hypothecation of stocks and book debts and charge on the immovable assets of the company.

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Particulars	As at March 31, 2026	As at March 31, 2025
19 Trade payables		
Micro and Small Enterprises	**53.30**	55.41
Other Payables	**599.46**	382.45
	652.76	**437.86**

Trade Payable ageing schedule

As at March 31, 2026

Particulars	Not due	Outstanding for the following period from due date of payment			
		Less than 6 months	6 months to 1 year	1 - 2 years	2-3 years
MSME	53.30	-	-	-	-
Others	599.46	-	-	-	-
Disputed dues- MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
Total	652.76	-	-	-	-

As at March 31, 2025

Particulars	Not due	Outstanding for the following period from due date of payment			
		Less than 6 months	6 months to 1 year	1 - 2 years	2-3 years
MSME	55.41	-	-	-	-
Others	382.45	-	-	-	-
Disputed dues- MSME	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-
Total	437.86	-	-	-	-

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	As at March 31, 2026	As at March 31, 2025
20 Current Financial Liabilities - Others		
(a) Other Payables		
Employee Benefits	**19.22**	21.58
Others	**104.58**	120.33
	123.80	**141.91**

Particulars	As at March 31, 2026	As at March 31, 2025
21 Other Current Liabilities		
Statutory dues Payable	**56.67**	46.43
	56.67	**46.43**

Particulars	As at March 31, 2026	As at March 31, 2025
22 Current Liabilities- Provisions		
Provision for Gratuity	**8.27**	3.57
Provision for LTA	**0.59**	0.68
Provision for Leave encashement	**0.35**	1.35
Tax Provision	**159.11**	13.68
	168.32	**19.28**

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
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Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
23 Revenue from Operations		
Sale of products:	**8,493.03**	**7,816.17**
Other operating income :		
Misc. sales - others	**91.01**	182.71
Export benefit	**45.04**	37.24
	136.05	219.95
Total Income from operations	**8,629.08**	8,036.12

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
24 Other Income		
Interest income	**4.60**	4.30
Profit on sale of assets	**41.07**	51.03
Others	**20.70**	15.46
	66.37	70.79

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
25 Changes in inventories of finished goods & work in progress		
Closing Stock: :		
Finished stock	**776.79**	800.43
Work-in-Progress	**91.55**	47.87
	868.34	848.30
Less: Opening Stock :		
Finished stock	**800.43**	389.93
Work-in-progress	**47.87**	59.01
	848.30	448.94
Net(Increase)/Decrease in stock	**(20.04)**	(399.36)

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
26 Employee benefit expenses		
Salary ,Wages & Bonus	**885.49**	880.56
Contribution to Provident Fund & other funds	**34.31**	27.29
Workmen & Staff welfare expenses	**92.01**	78.36
	1,011.81	986.21

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
27 Finance Costs		
Interest expenses	**28.30**	8.23
	28.30	8.23

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
28 Depreciation and amortization expenses		
Depreciation on property, plant and equipment	**189.74**	131.17
Amortization of intangible assets	**2.93**	1.58
	192.67	132.75

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
29 Other expenses		
Power & fuel	**527.74**	565.21
Job work charges	**856.63**	515.90
Repairs to machinery	**167.18**	204.24
Packing materials consumed	**119.89**	117.23
Freight and transportation	**202.89**	116.32
Professional and Legal Expenses	**37.18**	48.28
Security Guards Expenses	**10.95**	14.80
General Maintenance	**8.97**	10.17
Repairs to buildings	**7.41**	39.75
Consumption of stores and spare parts	**19.11**	21.50
Commission	**11.77**	13.39
Rent	**3.01**	4.09
Insurance	**16.13**	10.40
Rates & taxes	**5.42**	13.87
Travelling expenses	**30.86**	30.80
Miscellaneous expenses	**44.68**	43.38
	2,069.83	1,769.33

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

30 Capital Commitments (Net of advances) ₹ 840.40 Lacs (Previous year ₹ 114.05 Lacs) and other commitments Nil (previous year (nil

31 Contingent liabilities in respect of claims not accepted and not provided for ₹ 6.23 Lacs (Previous Year Nil)

In respect of GST appeal is pending before authorities and adjustments, if any , will be made after the same is finally settled.

32 Forward contracts for hedging receivables ` Nil - USD Nil (Previous year ₹ Nil - USD Nil)
Foreign Currency unhedged
(a) net receivables ₹123.37 Lacs USD 1.32 Lacs (Previous Year ₹ 49.87 Lacs USD 0.58 lacs)
(b) Loans ₹ Nil USD Nil (Previous year Loans ₹ Nil USD Nil)

33 The details of amounts outstanding under the Micro, Small and Medium Enterprises Development Act,2006 (MSMED) to the extent of information available with the company is as : (i) Principal & Interest amount due and remaining unpaid as at 31.03.2026 ₹ Nil (Previous year ₹ Nil), (ii) Payment made beyond the appointed day during the year Nil (previous year Nil) and (iii) Interest accrued and unpaid as at 31.03.2026 Nil (Previous year Nil)

34 Amount paid to auditors	**2025-26**	2024-25
a) Audit Fee	1.63	1.63
b) Taxation	0.37	0.37
c) Reimbursement of expenses	2.84	0.64
Total	**4.84**	2.64

35 Earnings per share	**2025-26**	2024-25
Profit for the year attributable to Equity shareholders	**525.03**	359.42
Weighted average number of Equity Shares for Basic /Diluted EPS	**50,50,000**	50,50,000
Earnings per share ₹10 each	**10**	10
Basic /Diluted	**10.40**	7.12

36 Operating Segment Information
The Company operates in a single segment of textiles
Information about geographical areas

A. Income from external customers

Particulars	**2025-26**	**2024-25**
Within India	7,747.91	7,342.39
Outside India	881.17	693.73
Total	**8,629.08**	**8,036.12**

S.S. KOTHARI MEHTA & CO. LLP * NEW DELHI * Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

37.Income Tax

A. Income Tax Expenses

Particulars	2025-26	2024-25
Current tax	135.36	89.89
deferred tax	70.47	126.62
	205.83	**216.51**

(B) Reconciliation of tax expense and accounting profit multiplied by India's tax rate:

Particulars	For the year ended March 31, 2026	For the year ended March 31, 2025
Profit before tax	**730.86**	**575.93**
Tax at Indian tax rate of 27.82%	203.33	160.22
Non deductible expenses for tax purpose	193.01	1.68
Earlier year tax provision	-	62.77
Others	(190.51)	(8.17)
Income tax expense reported in the statement of profit and loss	**205.83**	**216.51**

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

38 .Employees' Benefits

The disclosures required under Ind AS 19 "Employee Benefits" notified in the Companies (Indian Accounting Standards) Rules,2015 are as given below:

Defined Benefit Plan

	Leave Encashment (Non funded)		Gratuity (Funded)	
I.Change in the present value of the defined benefit obligation	**2025-26**	**2024-25**	**2025-26**	**2024-25**
Opening defined benefit obligation	6.34	9.39	**116.15**	128.18
Interest cost	0.03	0.27	**4.24**	7.94
Current service cost	1.10	0.82	**2.69**	5.20
Past service cost -vested (impact of new Labour code)	2.69	-	**7.32**	
Benefit paid out of funds			**(107.07)**	(28.58)
Benefit paid by company	(11.65)	(10.91)	-	-
Remeasurements or actuarial (gain)/loss arising from				
a. Effect of change in demographic assumptions	-	-	-	-
b. Effect of changes in financial assumptions	(0.37)	0.08	**(0.99)**	1.34
c. Effect of experience adjustments	10.41	6.68	**11.60**	2.06
Closing defined benefit obligation	8.55	6.34	**33.95**	116.15
II. Change in the Fair value of Plan Assets are as follows:-				
Opening fair value of plan assets			**140.27**	144.02
Expected return			**6.00**	9.57
Contribution by employer	**11.65**	10.91	**3.56**	15.22
Benefit paid	**(11.65)**	(10.91)	**(107.07)**	(28.58)
Actuarial gains/(losses) on obligation			**0.19**	0.04
Closing fair value of plan assets			**42.96**	140.27
III.Expenses recognised in the Statement of Profit and Loss				
Current service cost	**1.10**	0.82	**2.69**	5.20
Interest Cost	**0.03**	0.27	**4.24**	(1.63)
Expected return on plan assets	**0.00**	0.00		-
Net actuarial ((gain)/loss)	**10.03**	0.08	**(6.00)**	-
Past service cost	**2.69**	6.68	**7.32**	-
Total expenses	**13.86**	7.86	**8.26**	3.56
Actual return on planned assets				
IV.Other Comprehensive income				
Effects of changes in financial assumptions	-	-	-	-
Effect of experience adjusments	-	-	**10.61**	3.40
(Return) on plan assets	-	-	**(0.19)**	(0.04)
Components of defined benefit costs recognised in other comprehensive income	-	-	-	-
	-	-	**10.41**	3.36

V. Actuarial Assumptions	**2025-26**	2024-25	**2025-26**	2024-25
Discount rate	**7.25%**	6.78%	**7.25%**	6.78%
Mortality table	**100% of IALM 12-14**		**100% of IALM 12-14**	
Salary escalation	**5%**	5%	**5%**	5%
Attrition	**3%**	3%	**3%**	3%
Retirement	58 Yrs		58 Yrs	

Amounts for the current and previous four periods in respect of Gratuity & Leave Encashment are as follows:-

Particulars	**Leave Encashment (Non Funded)**				
	2025-26	2024-25	2023-24	2022-23	2021-22
Defined benefit obligation	**8.55**	6.34	9.39	14.70	11.74
Plan assets					
Surplus / (deficit)	**(8.55)**	(6.34)	(9.39)	(14.70)	(11.74)
Experience adjustment on plan assets	**-**	-	-	-	-
Experience adjustment on plan liabilities	**13.86**	7.86	3.04	12.79	9.61

Particulars	**Gratuity (Funded)**				
	2025-26	2024-25	2023-24	2022-23	2021-22
Defined benefit obligation	**33.95**	116.15	128.18	139.32	122.11
Plan assets	**42.96**	140.27	144.02	156.14	134.90
Surplus / (deficit)	**9.01**	24.13	15.84	16.82	12.79
Experience adjustment on plan assets	-	-	-	-	-
Experience adjustment on plan liabilities	**11.60**	2.06	9.41	22.79	3.64

Sensitivity Analysis

Particulars	Leave Encashment		Gratuity	
	March 31, 2026		**March 31, 2026**	
	Decrease	**Increase**	**Decrease**	**Increase**
Discount Rate (-/+1%)	**9.37**	7.83	[illegible]	32.00
Salary Growth Rate (-/+ 1%)	**7.85**	9.34	**31.98**	[illegible]
Attrition Rate (-/+ 1% of attrition rate)	**8.39**	8.68	**33.87**	34.02

S S KOTHARI MEHTA & CO LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

39 Related Parties

(A) Related parties and Nature of related party relationship when control exist

(a) **Ultimate Holding company**
Bengal & Assam Company Ltd.(BACL)

(b) **Holding company**
J.K Fenner (India) Ltd (JKFIL)

(c) **Key Management Personnel (KMP)**
Shri. Nagaraju Srirama, Director
Shri. P.K.Rustagi, Director
Shri. Vidya Charan Shukla, Director

(d) **Key Management Personnel (KMP) of Holding Company**
Amit Agarwal (CFO)

(e) **Related parties and Nature of related party relationship with whom transaction has taken place during the year**
Modern Cotton Yarn Spinners Ltd. (MCYSL)

(B) Transactions between related parties

(i) Related party transactions

Nature of Transaction	**2025-26**	**2024-25**
Ultimate Holding Company -BACL		
Sale of goods & services	**3642.42**	**163.90**
Holding Company -JKFIL		
Purchase of Goods	**1.04**	-
Sale of goods & services	**6.47**	**1114.13**
Expenses	**104.53**	**169.11**
Interest Paid	**5.54**	-
Other Income	**24.76**	**45.93**
Inter Corporate Deposit received	**350.00**	-
Fellow Subsidiary Company - Modern Cotton Yarn Spinners Limited		
Purchase of Goods	**45.67**	**32.52**
Sale of goods	**275.20**	**2753.57**
Interest Expenses	**11.63**	-
Other Income	**9.98**	**60.95**
Inter Corporate Deposit received	**500.00**	-

(C) Outstanding Balances

Amount Receivable/ (payable)	**As at March 31, 2026**	**As at March 31, 2025**
From Ultimate Holding Company -BACL	**214.70**	**14.57**
From KMP of Holding Company	**61.00**	**100.00**
To Holding Company -JKFIL	**(391.56)**	**(48.40)**
From /(To) fellow subsidiary company - MCYSL	**(504.88)**	**6.81**

S.S. KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

40: Financial Instruments - Fair value and risk management

Set out below, is a comparison by class of the carrying amounts and fair value of the financial instruments of the company

Financial instruments by category

	As at March 31, 2026		As at March 31, 2025	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial asset				
Current assets				
Trade receivables	1,078.91	1,078.91	345.06	345.06
Loans	3.98	3.98	8.24	8.24
Cash and Bank Balances	4.40	4.40	68.87	68.87
Non current assets				
Investments				
-Investments in equity instruments	12.37	12.37	12.37	12.37
Others financial assets	73.38	73.38	60.52	60.52
Total Financial Assets	**1,173.03**	**1,173.03**	**495.04**	**495.04**
Financial Liabilities				
Current liabilities				
Trade payables	652.76	652.76	437.86	437.86
Other Financial Liabilities	123.80	123.80	141.91	141.91
Total Financial Liabilities	**776.56**	**794.56**	**579.77**	**579.77**

The following methods and assumptions were used to estimate the fair values:
1. Cash and trade receivables, trade payable and other current financial assets and liabilities approximate their carrying amounts largely due to the short term maturities of these instruments
2. Other non current receivables are evaluated by the company, based on parameters, such as interest rate, individual credit worthiness of the counterparty etc. Based on this evaluation, allownces are considered to account for the expected losses of these receivables.
As at the end of each reporting year, the carrying amount of such receivables, net of allowances, (if any), are not materially different from their calculated fair values.
3.The fair value of unquoted investment in equity shares are estimated on net assets basis.

Fair Value Hierarchy

All financial assets and liabilities for which fair value is measured in the financial statements are categorised within the fair value hierarchy, described as follows:

Level 1: Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
Level 2: Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

The following table provide the fair value measurement hierachy of Company's asset, grouped into Level 1 and Level 3 as described below:

	Carrying value	Fair value	Fair value (As at March 31, 2026)		
			Level 1	Level 2	Level 3
Financial Assets at fair value through profit and loss					
Investments in equity instruments	12.37	12.37	-	-	12.37
Total Financial Assets	**12.37**	**12.37**	-	-	**495.05**

The following table provide the fair value measurement hierachy of Company's asset , grouped into Level 1 and Level 3 as described below:

	Carrying value	Fair value	Fair value (As at March 31, 2025)		
			Level 1	Level 2	Level 3
Financial Assets at fair value through profit and loss					
Investments in equity instruments	12.37	12.37	-	-	12.37
Total Financial Assets	**12.37**	**12.37**	-	-	**12.37**

The following table provide the fair value measurement hierachy of Company's liabilities, grouped into Level 1 and Level 3 as described below:

	Level 1	Fair value (As at March 31, 2026) Level 2	Level 3	Amorised cost
Financial liabilities at amortised cost				
Trade payables	-	-	-	652.76
Other Financial Liabilities	-	-	-	123.80
Total financial liabilites	-	-	-	**776.56**

	Level 1	Fair value (As at March 31, 2025) Level 2	Level 3	Amorised cost
Financial liabilities at amortised cost				
Trade payables	-	-	-	437.86
Other Financial Liabilities	-	-	-	141.91
Total financial liabilites	-	-	-	**579.77**

S.S. KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

41 Financial Risk Management

The Company's principal financial liabilities, other than derivatives, comprise borrowings, trade and other payables. The main purpose of these financial liabilities is to manage finances for the Company's operations. The Company principal financial asset includes loan , trade and other receivables, and cash and short-term deposits that arise directly from its operations.

The Company's activities are exposed to market risk, credit risk and liquidity risk.

I. Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency rate risk, interest rate risk and other price risks, such as equity price risk and commodity price risk. Financial instruments affected by market risk include loans and borrowings, deposits, investments, and derivative financial instruments.

The sensitivity of the relevant profit or loss item is the effect of the assumed changes in respective market risks.

(a) Interest rate risk

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. In order to optimize the Company's position with regard to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of the fixed rate and floating rate financial instruments in its total portfolio .

The company does not have borrowing as on the reporting date.

(b) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of an exposure will fluctuate because of changes in foreign exchange rates. The Company operates internationally and The Company has foreign currency trade payables and receivables and is therefore, exposed to foreign exchange risk.
The Company hedges its exposure to fluctuations by using foreign currency forwards contracts on the basis of risk perception of the management.

Foreign currency exposure as at March 31, 2026	**In USD / Lakhs**
Trade Receivables	1.32
Hedged Portion	-
Net Exposure to foreign currency risk (assets)	1.32

Foreign currency exposure as at March 31, 2025	**In USD/ Lakhs**
Trade Receivables	0.58
Hedged Portion	-
Net Exposure to foreign currency risk (assets)	0.58

Foreign currency sensitivity

1% increase or decrease in foreign exchange rates will have the following impact on profit before tax and other comprehensive income:

Particulars	**2025-26**		**2024-25**	
	1% decrease	**1% increase**	**1% decrease**	**1% increase**
USD	(1.15)	1.15	(0.50)	0.50
Euro	-	-	-	-
Others	-	-	-	-

The assumed movement in exchange rate sensitivity analysis is based on the currently observable market environment.

(c) Price Risk

The company exposure to equity securities price risk arises from the investments held by company and classified in the balance sheet at fair value through profit and loss. The company have a very small portfolio of equity shares and have invested majorly in non listed entitities where there is very less fluctuation in the price of shares. Therefore no sensitivity is provided.

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

II. Credit risk

Credit risk arises from the possibility that the counterparty will default on its contractual obligations resulting in financial loss to the
The company major exposure is from trade receivables, which are unsecured and derived from external customers. Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks and financial institutions with high credit ratings assigned by international and domestic credit rating agencies.

The trade receivables position is provided here below:		
Particulars	**For the year ended March 31, 2026**	**For the year ended March 31, 2025**
Total receivables (note 9)	1,078.91	345.06
Receivables individually in excess of 10% of the total receivable	214.70	159.36
Percentage of above receivables to the total receivables of the Company		46%

Refer note 9 for ageing of trade receivables as at March 31, 2026 and March 31, 2025.

III. Liquidity Risk

Liquidity risk is defined as the risk that company will not be able to settle or meet its obligation on time or at a reasonable price. The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company's management is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related to such risk are overseen by senior management. Management monitors the company's net liquidity position through rolling, forecast on the basis of expected cash flows.Table here under provides the current ratio of the Company as at the year end.

Particulars	**As at March 31, 2026**	**As at March 31, 2025**
Total current assets	3499.11	1921.23
Total current liabilities	1333.05	645.48
Current ratio	**2.62**	**2.98**

The table below provides details regarding the remaining contractual maturities of financial liabilities at the reporting date based on contractual undiscounted payments:

As at March 31, 2026	**Carrying Amount**	**Less than One Year**	**More than one year and less than three year**	**Total**
Trade payables	**652.76**	**652.76**		**652.76**
Other financial liabilities	**123.8**	**123.8**		**123.80**
Total	**776.56**	**776.56**		**776.56**

As at March 31, 2025	Carrying Amount	Less than One Year	More than one year and less than three year	Total
Trade payables	437.86	437.86	-	437.86
Other financial liabilites	141.91	141.91		141.91
Total	579.77	579.77	-	579.77

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NEW DELHI
Chartered Accountants

(All Amounts are in Rupees lakhs, unless otherwise stated)

42. Capital Management

(a) Risk Management

The primary objective of the Company's Capital Management is to maximize the shareholder value and also maintain an optimal capital structure to reduce cost of capital. In order to manage the capital structure, the Company may adjust the amount of dividend paid to shareholders, return on capital to shareholders, issue new shares or sell assets to reduce debts.

The Company monitors capital on the basis of following gearing ratio, which is net debt divided by total capital plus debt.

Particulars	As at March 31, 2026	As at March 31, 2025
Debt	1,790.74	-
Cash & bank balances	(4.40)	(68.87)
Net Debt	1,786.34	(68.87)
Total Equity	3079.74	2565.12
Total Equity and Net Debt	4866.08	2496.25
Gearing Ratio	**58%**	**N.A**

Notes-

(i) Debt is defined as long-term and short-term borrowings including current maturities (excluding derivatives).

(ii) Total equity (as shown in balance sheet) includes issued capital and all other equity reserves.

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

43

Sl.no	Ratio	Numerator	Denominator	31-03-2026	31-03-2025	%change	Reason for variance
1	Current Ratio	Current Assets	Current Liabilities	2.62	2.98	-12%	
2	Return on Equity ratio	Net Profit after taxes - preference dividend	Average Shareholders' Equity	1.04	0.71	47%	Improved due to better PAT
3	Inventory Turnover ratio	Cost of goods sold	Average Inventory	4.36	5.79	-25%	
4	Trade receivable Turnover ratio	Net Credit sales = Gross credit sales - sales return	Average Trade Receivable	7.66	19.75	-61%	Due to market conditions
5	Trade payable Turnover ratio	Net Credit purchase = Gross credit purchase - purchase return	Average Trade Payables	8.98	15.82	-43%	Due to market conditions
6	Net Capital Turnover Ratio	Net Sales = Total Sales - Sales return	Working Capital = current assets - current liabilities	2.52	6.13	-59%	
7	Net Profit ratio	Net Profit	Net Sales = Total Sales - sales return	0.10	0.05	109%	
8	Return on Capital Employed	Earnings before interest and taxes	Capital employed = Equity + Reserves and surplus + Long term loans	0.31	0.28	11%	
9	Return on investment	Interest (Finance Income)	Investment	0.27	0.24	16%	

Following ratios are not applicable to the company:

Debt Equity Ratio
Debt Service Coverage Ratio

S S KOTHARI MEHTA & CO. LLP
NEW DELHI
Chartered Accountants

Southern Spinners and Processors Limited
CIN : U17111TN2005PLC056558
Notes to the Financial Statements as at March 31, 2026
(All Amounts are in Rupees lakhs, unless otherwise stated)

44. Audit Trail

The Group has used an accounting software i.e. Tally Prime for maintaining its books of accounts for the financial year ended March 31, 2026 which have a feature of recording audit trail (edit log) facility except audit trail functionality at the database level due to inherent limitations of the software and the same has operated throughout the year for all relevant transactions recorded in the accounting software systems. Further, we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Group as per the statutory requirements for record

45 Corporate Social Responsibility (CSR)

The Provisions of section 135 of the Companies Act, 2013 is not applicable.

46 Other Statutory Information

a) The Company does not have any Benami property, where any proceeding has been initiated or pending againt the Company for holding any Benami Property.

b) The Company does not have pending charges which are yet to be registered with ROC beyond the statutory period.

c) The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial period.

d) The Company is not a declared wilful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on wilful defaulters issued by the Reserve Bank of India, during the years ended March 31, 2026 and March 31, 2025

e) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities, (Intermediaries) with the understanding that the Intermediary 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.

f) The Company has 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 on behalf of the Ultimate Beneficiaries.

g) The Company does not have any such transaction which is not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey) or any other relevant provisions of the Income Tax Act,1961.

h) The Company does not have any transactions or outstanding balances with struck off Companies.

i) The Company does have any borrowings from banks or financial institutions on the basis of security of current assets.

j) The Company has not revalued any of its property, plant and equipments or intangible assets during the year.

47 Events after Balance Sheet Date

No adjusting or signficant non-adjusting events have occurred between the reporting date and date of authorization of these financial statements.

48 Previous year figures have been regrouped / rearranged wherever considered necessary to make them comparable with current year figures.

For S S Kothari Mehta & Co LLP
Chartered Accountants
Firm Registration No. 000756N / N500441

S S KOTHARI MEHTA & CO. LLP NEW DELHI Chartered Accountants

Birjesh Kumar Bansal
Partner
Membership No. 096740

Place : New Delhi
Dated: April 22, 2026
UDIN: 26096740LAWGUQ2027

For and on behalf of Board of Directors of Southern Spinners and Processors Limited

Nagaraju Srirama
Director
DIN 02473218

Vidya Charan Shukla
Director
DIN 06925365