LODHA
& CO LLP
Chartered Accountants

12, Bhagat Singh Marg, New Delhi - 110 001, India
Telephone : 91 11 23710176 / 23710177 / 23364671 / 2414
E-mail : delhi@lodhaco.com

INDEPENDENT AUDITOR'S REPORT

To the Members of J.K. FENNER (INDIA) LIMITED

Report on the Audit of Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **J.K. FENNER (INDIA) LIMITED** ("the Company"), which comprise the Standalone Balance Sheet as at 31st March 2026, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of the material accounting policies and other explanatory information (herein after referred to as the "standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at 31st March 2026, its Profit (including Other comprehensive income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

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

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

The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Annual report, but does not include the standalone financial statements and our auditor's report thereon. The Annual Report is expected to be made available to us after the date of this Auditor's Report. Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the standalone financial statements, our responsibility is to read the other information identified when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the standalone financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

When we read Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibility of Management and Those charged with Governance for the Standalone Financial Statements

The accompanying standalone financial statements have been approved by the Company's Board of Directors. The Company's Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position/ state of affairs, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, Board of Directors are 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 Board of Directors 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 Standalone Financial Statements

Our objectives are to obtain reasonable assurance about whether the standalone financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial statements.

As part of an audit in accordance with SAs specified under section 143(10) of the Act, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal 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

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financial controls system with reference to standalone 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.

- Conclude on the appropriateness of Board of Director'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 ability of the Company to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

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

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.

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.

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, and on the basis of such checks of the books and records of the company as we considered appropriate and according to the information and explanations given to us during the course of audit, we give in the "Annexure A" 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 of the accompanying standalone financial statements.

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

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2(h)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended) ("the Rules").

c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.

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

e) With respect to maintenance of accounts and other matters connected therewith, reference is made to our remarks in paragraph h(vi) below on reporting under Rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

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

g) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company as on 31st March 2026 and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.

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

i. The Company has disclosed the impact of pending litigations on its financial position in its standalone financial statements – Refer Note No. 38 to the standalone financial statements;

ii. The Company has made provision, as required under the applicable law or Indian Accounting Standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;

iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company, during the year ended 31st March 2026.

iv.

(a) The management has represented that to the best of its knowledge and belief, as disclosed in Note No. 59(b)(e) of the standalone financial statements, no funds (which are material either individually or in aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the company to or in any other person(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 its knowledge and belief, as disclosed in Note No. 59(b)(f) of the standalone financial statements, no funds (which are material either individually or in aggregate) have been received by the company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether

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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 performed that we have considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the management representations under sub-clause (a) and (b) above as required by Rule 11(e) of Companies (Audit & Auditors) Rules, 2014, as amended, contains any material mis-statement.

v.

(a) The interim dividend declared or paid during the year by the company is in compliance with section 123 of the Companies Act, 2013 (Note No. 49).

(b) The final dividend proposed in the previous financial year, declared and paid by the Company during the year, is in compliance with section 123 of the Companies Act, 2013 (Note No. 49).

(c) The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members in the ensuing General meeting. The amount of dividend proposed is in accordance with section 123 of the Companies Act, 2013. (Note No. 49).

vi. Based on our examination which included test checks and written representations received from the management, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software except that the audit trail feature is not enabled for (i) direct changes made to data in the underlying database level and (ii) in the application when using certain privileged access rights.

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 as per the statutory requirements for record retention.

3. In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 read with Schedule V to the Act.

For **LODHA & CO LLP**
Chartered Accountants
Firm's Registration No. 301051E/E300284

LODHA & CO LLP New Delhi Chartered Accountants

(N.K. Lodha)
Partner
Membership No. 085155
UDIN: 26085155EKIPDT2466
Place: New Delhi
Date: May 5, 2026

ANNEXURE "A" REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF J.K. FENNER (INDIA) LIMITED FOR THE YEAR ENDED 31ST MARCH 2026.

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

i.

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

(B) The Company has maintained proper records showing full particulars of intangible assets.

(b) As per the physical verification program, Property, Plant and Equipment were physically verified during the year by the Management according to the phased program designed to cover all the items over a period of three years (accordingly during the year, few items have been physically verified) which, in our opinion, provides for physical verification at reasonable intervals. Based on information and records provided, no material 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 property tax receipts/registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title deeds of all the immovable properties (including those pledged as securities against borrowings, which were examined based on relevant documents), (other than immovable properties where the Company is the lessee and the lease agreements are duly executed in favour of the Company) disclosed in the standalone financial statements and included in property, plant and equipment and investment property and capital work-in progress are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued any of its property, plant and equipment (including Right of Use assets) or intangible assets or both during the year. Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer, or specifying the amount of change, if the change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment (including right-of-use assets) or intangible assets does not arise.

(e) Based on the information and explanations furnished to us, no proceedings have been initiated during the year or are pending against the Company as at 31st March 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder, and therefore the question of our commenting on whether the Company has appropriately disclosed the details in its standalone financial statements does not arise.

ii.

(a) As per the physical verification program, the inventories of the Company (except stock lying with the third parties and in transit, for which confirmations have been received/material received) were physically verified during the year by the Management at reasonable intervals. In our opinion and according to the information and explanations given to us, the coverage and procedure of such verification by the Management is appropriate having regard to the size of the Company and the nature of its operations. Discrepancies noticed were not of 10% or more in the aggregate for each class of inventories on such physical verification of inventories when compared with books of account.

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(b) According to the information and explanations given to us and as per the records verified, the Company has been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at points of time during the year, from banks or financial institutions on the basis of security of current assets. In our opinion and according to the information and explanations given to us, the quarterly returns / statements filed by the Company with such banks or financial institutions are generally in agreement with the unaudited books of account of the Company of the respective quarters.

iii.

(a) The Company has made investments in two subsidiary companies and two other companies and granted loans or advances in nature of loans, secured or unsecured to two subsidiaries companies and provided guarantee or security to one subsidiary company during the year.

The details of loans granted by the Company during the year are:

Amount (Rs in Lacs)

Particulars	Loans	Guarantees
Aggregate amount granted/provided or (refunded) during the year: - Subsidiaries	602.08	565.31
Balance outstanding as at balance sheet date in respect of above: - Subsidiaries	1084.00	3129.56

The Company has not provided any guarantee or security to firms, Limited Liability Partnerships or any other parties during the year.

(b) In our opinion, and according to the information and explanations given to us, the investments made, guarantees provided and terms & conditions of the grant of all loans and guarantees are, prima facie, not prejudicial to the Company's interest.

(c) In respect of loans granted or advances in the nature of loans provided by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest are regular as per stipulation.

(d) According, to information and explanations given to us and based on the audit procedures performed, in respect of loans granted and advances in the nature of loans provided by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

(e) No loan or advance in the nature of loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to the same parties.

(f) According to information and explanations given to us and based on the audit procedures performed, 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 during the year. Hence, reporting under clause 3 (iii)(f) is not applicable.

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iv. According to the information, explanations and representations provided by the management and based upon audit procedures performed, we are of the opinion that in respect of loans granted, investments made and guarantees and securities provided, as applicable, the Company has complied with the provisions of the Section 185 and 186 of the Companies Act, 2013.

v. In our opinion, and according to the information and explanations given to us, the Company has complied with the directives issued by the Reserve Bank of India ('the RBI'), provisions of sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014, as amended, with regard to the deposits accepted and amounts deemed to be deposits accepted. According to the information and explanations given to us, no order has been passed by the Company Law Board or the National Company Law Tribunal or the Reserve Bank of India or any Court or any other Tribunal against the Company in this regard.

vi. We have broadly reviewed the books of account maintained by the company pursuant to the rules made by the Central Government for the maintenance of cost records under section 148(1) of the Act in respect of the Company's products and services to which the said rules are made applicable and are of the opinion that prima facie, the prescribed records have been made and maintained. We have, however, not made a detailed examination of the said records with a view to determine whether they are accurate or complete.

vii.

(a) According to the records of the Company, the Company is generally been regular in depositing 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 material statutory dues with the appropriate authorities to the extent applicable.
There were no undisputed statutory dues payable in respect of Goods and Services tax, Provident Fund, Employees' State Insurance, Income-tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, cess and other material statutory dues in arrears as at 31st March 2026 for a period of more than six months from the date they become payable except the VAT/CST of Rs. 4.48 Lacs & Professional Tax of Rs. 1.07 Lacs as explained by the management the amounts were remitted to the department but not yet presented for bank clearing, Goods & Services Tax of Rs. 77.72 Lacs related to interest on GST, Provident Fund of Rs. 7.37 Lacs on account of non-linking of employee Aadhar no. & UAN, Employees' state insurance of Rs. 0.74 Lacs, Professional Tax of Rs 0.45 Lacs and Tax deducted at source of Rs 0.04 Lacs.

(b) According to the records and information & explanations given to us, details of statutory dues referred to in sub-clause (a) above which have not been deposited as on 31st March 2026 on account of disputes are given below:

Name of the Statute	**Nature of Dues**	**Amount (In Rs. Lacs)**	**Period to which the amount relates**	**Forum where the dispute is pending**
Central Excise Act, 1944	Excise Duty	58.88	1996-97, 1998-99 to 2001-02, April to December 2002,2003-04 & 2005-06	Commissioner Appeals, Meerut, Uttar Pradesh

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Name of the Statute	Nature of Dues	Amount (In Rs. Lacs)	Period to which the amount relates	Forum where the dispute is pending
Central Excise Act, 1944	Excise Duty	18.17	2010-11 to 2015-16	CESTAT, Chennai
Finance Act, 1994	Service Tax	21.92	April'16 to June '17	Assistant/Dy. Commissioner (Madurai)
Finance Act, 1994	Service Tax	8.51	July'15 to March '16	Commissioner (Appeals) Madurai
Central Sales Tax Act and Sales Tax Act of Various States	Sales Tax	32.96	1993-94 to 1996-97 & 1999-00 to 2001-02	Assistant/Dy. Commissioner (Madurai)
Central Sales Tax Act and Sales Tax Act of Various States (UP)	Sales Tax	126.98	1991-92 to 2004-05	Sales Tax Committee, (Tribunal), Moradabad, U.P.
Rajasthan Value Added Tax 2003	Sales Tax	487.09	2012-13 & 2013-14	Rajasthan Tax Board Ajmer
The West Bengal Tax on Entry of Goods into Local Areas Act	Entry Tax	69.00	2013-14 to 2016-17	High Court, Kolkata
The Income Tax Act, 1961	Income Tax	311.27	AY 2014-15, 2018-19 2019-20, 2020-21, 2023-24	CIT (Appeals), Chennai
CGST Act, 2017	Goods & Services Tax	17.07	July 17 to Mar 18	Sales Tax Officer Class II / AVATO
CGST Act, 2017	Goods & Services Tax	59.06	2018-19, 2020-21 and 2021-22	Commissioner Appeals (Hyderabad)
CGST Act, 2017	Goods & Services Tax	3.41	2019-20 and 2020-21	Supdt. CGST & Cx. Kolkata

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viii. According to the information and explanations given to us and the records of the Company examined by us, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961), that have not been previously recorded in the books of account.

ix.

(a) On the basis of audit procedures and according to the information and explanations given to us, in our opinion, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) According to the information and explanations given to us including representation received from the management of the Company and on the basis of our audit procedures, we report that the Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

(c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained. There were no unutilized term loans at the beginning of the year.

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

(e) On an overall examination of the standalone financial statements of the Company and based on the representations received from management of the Company, we report that the Company has neither taken any funds from any entity or person during the year nor it has raised funds through issue of shares or borrowings on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) The Company has not raised loans during the year on the pledge of securities held in its Subsidiaries or joint ventures or associate companies.

x.

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

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

xi.

(a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of material fraud by the Company or on the Company, noticed or reported during the year, nor have we been informed of any such case by the Management.

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(b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, a report under section 143(12) of the Act in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 was not required to be filed with the Central Government. Accordingly, the reporting under clause 3(xi)(b) of the Order is not applicable.

(c) According to the information and explanations given to us including the representation made to us by the management of the Company, there were no whistle blower complaints received by the Company during the year.

xii. In our opinion and according to the information and explanations given to us, the Company is not a nidhi company and hence reporting under clause 3(xii) of the Order is not applicable.

xiii. According to the information and explanations and records made available by the management of the Company and audit procedures performed, the Company is in compliance with Section 177 and 188 of the Companies Act, where applicable, for all transactions entered into by the Company with the related parties and the details of such related party transactions have been disclosed in the standalone financial statements as required by the applicable Indian accounting standards.

xiv.

(a) In our opinion, the Company has an adequate internal audit system as per the provisions of section 138 of the Act which is commensurate with the size and the nature of its business.

(b) We have considered, the internal audit reports issued to the Company during the year and till date in determining the nature, timing and extent of our audit procedures.

xv. On the basis of records made available to us and according to information and explanations given to us, the Company has not entered into non-cash transactions with the directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi.

(a) The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act 1934. Accordingly, reporting under clause 3(xvi)(a) of the Order is not applicable.

(b) The Company has not conducted non-banking financial/ housing finance activities during the year. Accordingly, reporting under clause 3(xvi)(b) of the Order is not applicable.

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

(d) Based on the information and explanations provided by the management of the Company, there are two CIC within the group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016). We have not, however, separately evaluated whether the information provided by the management is accurate and complete.

xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.

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

xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone 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 indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company and/ or certificate with respect to meeting standalone financial obligations by the Company as and when they fall due. 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 fully spent the required amount towards Corporate Social Responsibility (CSR) and there is no unspent CSR amount for the year requiring a transfer to a Fund specified in Schedule VII to the Companies Act or special account in compliance with the provision of sub-section (6) of section 135 of the said Act. Accordingly, reporting under clause (xx) of the Order is not applicable for the year.

xxi. The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements of the Company. Accordingly, no comment has been included in respect of said clause under this report.

For **LODHA & CO LLP**
Chartered Accountants
Firm's Registration No. 301051E/E300284

LODHA & CO LLP
New Delhi
Chartered Accountants

(N.K. Lodha)
Partner
Membership No. 085155
Place: New Delhi
Date: May 5, 2026

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF J.K. FENNER (INDIA) LIMITED FOR THE YEAR ENDED 31ST MARCH 2026
(Referred to in paragraph 2(g) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)
Report on the internal financial controls with reference to the standalone financial statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to the standalone financial statements of **J.K. FENNER (INDIA) LIMITED** ("the Company") as of 31st March 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to the standalone financial statements 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 respective Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

Our responsibility is to express an opinion on Company's internal financial controls with reference to the standalone financial statements of the Company 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") issued by the Institute of Chartered Accountants of India and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. 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 the standalone 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 the standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to the standalone financial statements included obtaining an understanding of such internal financial controls, 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 standalone 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 with reference to the standalone financial statements.

LODHA & CO LLP
New Delhi
Chartered Accountants

Meaning of Internal Financial Controls with reference to Standalone Financial Statements

A Company's internal financial control with reference to the standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of standalone financial statements for external purposes in accordance with generally accepted accounting principles. A Company's internal financial control with reference to the standalone 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 standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorizations of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls with reference To Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to the standalone 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 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, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls system with reference to the standalone financial statements and such internal financial controls with reference to the standalone financial statements were operating effectively as at 31st March 2026, based on the internal control with reference to the standalone financial statements 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 **LODHA & CO LLP**
Chartered Accountants
Firm's Registration No. 301051E/E300284

LODHA & CO LLP
New Delhi
Chartered Accountants

(N.K. Lodha)
Partner
Membership No. 085155
Place: New Delhi
Date: May 5, 2026

J.K. FENNER (INDIA) LIMITED

Standalone Balance Sheet as at 31st March, 2026

₹ in Lacs

	Note No.	As at 31.03.2026	As at 31.03.2025
ASSETS			
(1) Non-current assets			
(a) Property, plant and equipment	2	30,194.11	30,445.86
(b) Right of use assets	3	1,529.67	1,051.49
(c) Capital work-in-progress	4	4,175.94	588.14
(d) Investment property	5	26.44	27.00
(e) Goodwill (Refer Note no 66)		1,235.61	1,248.24
(f) Other Intangible assets	6	2,272.35	2,418.60
(g) Financial assets			
i) Investments	7	27,043.10	21,212.89
ii) Loans	8	1,187.77	632.07
iii) Other financial assets	9	1,565.57	1,755.49
(h) Other non-current assets	10	1,302.46	1,254.92
		70,533.02	60,634.70
(2) Current assets			
(a) Inventories	11	16,618.58	15,167.88
(b) Financial assets			
i) Investments	12	82,754.09	72,630.10
ii) Loans	12A	53.42	131.87
iii) Trade receivables	13	37,930.09	33,771.58
iv) Cash and cash equivalents	14	6,872.61	5,095.13
v) Other bank balances	15	1,211.93	1,045.55
vi) Other financial assets	16	796.33	684.74
(c) Current tax assets (net)	17	2,432.00	3,649.74
(d) Other current assets	18	4,609.88	4,561.07
(e) Assets held for sale	41	197.52	-
		1,53,476.45	1,36,737.66
Total assets		**2,24,009.47**	**1,97,372.36**
EQUITY AND LIABILITIES			
Equity			
(a) Equity share capital	19 A	248.31	248.31
(b) Other equity	19 B	1,43,457.15	1,26,075.80
		1,43,705.46	1,26,324.11
Liabilities			
(1) Non-current liabilities			
(a) Financial liabilities			
i) Borrowings	20	17,107.14	16,646.06
ia) Lease liabilities	50	1,483.28	999.97
ii) Other financial liabilities	21	3,541.68	3,470.60
(b) Provisions	22	1,136.77	553.43
(c) Deferred tax liabilities (Net)	23	2,199.29	2,089.63
(d) Other non-current liabilities	24	638.60	626.75
		26,106.76	24,386.44
(2) Current liabilities			
(a) Financial liabilities			
i) Borrowings	25	28,522.09	21,088.86
ia) Lease liabilities	50	249.76	224.06
ii) Trade payables	26		
- Micro and small enterprises		4,517.90	3,724.02
- Others		4,816.65	4,379.04
iii) Other financial liabilities	27	5,127.66	6,170.28
(b) Other current liabilities	28	10,506.16	10,211.08
(c) Provisions	29	457.03	864.47
		54,197.25	46,661.81
Total equity and liabilities		**2,24,009.47**	**1,97,372.36**
Company overview, Basis of preparation and Material Accounting Policies	1		

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

As per our report of even date

For LODHA & CO. LLP
Chartered Accountants
Firm Registration No. 301051E/E300284

N.K. Lodha
Partner
Membership No. 085155

New Delhi, the 5th May 2026

DR. SHAILENDR CHOUKSEY. (00040282)

Chairman (00086129)

Vice Chairman & Managing Director (00040659)

NAGARAJ U SRIRAMA (02473218)

HARSH PATI SINGHANIA (00086742)

Company Secretary

Chief Financial Officer

Directors

New Delhi, the 5th May 2026

J.K. FENNER (INDIA) LIMITED ₹ in Lacs

Standalone Statement of Profit and Loss for the year ended 31st March, 2026

	Note No	2025-2026	2024-2025
I Income			
Revenue from Operations	30	1,54,559.33	1,47,354.44
Other Income	31	10,084.85	8,137.75
Total Income		1,64,644.18	1,55,492.19
II Expenses			
Cost of materials consumed		57,974.75	54,567.88
Changes in inventory of finished goods, stock in trade and work-in-progress	32	(445.58)	(616.41)
Purchase of stock in trade		15,495.88	14,139.22
Employee benefits expense	33	24,064.91	21,149.14
Finance costs	34	3,428.49	2,764.77
Depreciation and amortisation expense	35	5,384.58	5,765.80
Other expenses	36	33,457.67	30,126.07
Total expenses		1,39,360.70	1,27,896.47
III Profit / (Loss) before depreciation, amortisation, finance costs, and tax		**34,096.55**	**36,126.29**
IV Profit / (Loss) before tax		**25,283.48**	**27,595.72**
V Tax expense	51		
Current tax		6,234.28	7,033.80
Income tax pertaing to earlier years		(34.51)	116.66
Deferred tax charge / (credit)		74.87	640.76
VI Profit/(Loss) for the year		**19,008.84**	**19,804.50**
VII Other Comprehensive Income			
Items that will not be subsequently reclassified to Statement of Profit and Loss			
Fair value (loss)/ Gain of Equity instruments		555.12	29.17
Remeasurement (loss) / gain of the net defined benefit plan		(161.36)	(572.24)
Income tax relating to Items that will not be Reclassified to Statement of Profit and loss		(34.79)	103.94
Total Other Comprehensive Income		**358.97**	**(439.13)**
VIII Total Comprehensive Income for the year		**19,367.81**	**19,365.37**
IX Earnings per equity share of ₹ 10 each			
Basic / Diluted	47	**765.54**	**797.58**

The accompanying notes are an integral part of the standalone financial statements
As per our report of even date

DR. SHAILENDRA CHOUKSEY
(00040282).

Chairman
(00036129)

For LODHA & CO. LLP
Chartered Accountants
Firm Registration No. 301051E/E300284

Vice Chairman & Managing Director
(00040659)

NAGARAJU SRIRAMA
(02473218)

N.K. Lodha
Partner
Membership No : 085155

LODHA & CO LLP New Delhi Chartered Accountants

Company Secretary

Chief Financial Officer

Directors
HARSH PATI SINGHANIA
(00086742).

New Delhi, the 5th May 2026

New Delhi, the 5th May 2026

3

J.K. FENNER (INDIA) LIMITED
Standalone Statement of Changes in Equity (SOCE) for the year ended 31st March, 2026

₹ in Lacs

I Share Capital

Particulars	As at 31.03.2026	As at 31.03.2025
Issued, Subscribed and fully paid up:		
Equity Shares - 24,83,066 of ₹ 10 each		
Balance at the beginning of the year	**248.31**	248.31
Changes in equity share capital during the year	-	-
Balance at the end of the year	**248.31**	248.31

II Other Equity

Particulars	Reserves and Surplus								Total
				Retained Earnings		Other Comprehensive Income			
	Securities Premium	Capital Reserve	Capital Redemption Reserve	Retained Earnings	General Reserve	Fair value (loss)/ Gain of Equity instruments	Remeasurement (loss) / gain of the net defined benefit plan	Income Tax relating to Items that will not be Reclassified to Statement of Profit and loss	
As on 1st April, 2024	**140.00**	**258.11**	**3,477.10**	**63,025.63**	**40,888.49**	**2,219.85**	**(1,591.94)**	**279.65**	**1,08,696.89**
Profit for the year	-	-	-	19,804.50	-	-	-	-	19,804.50
Other comprehensive income	-	-	-	-	-	29.17	(572.24)	103.94	(439.13)
Gain/ (Loss) on shares sold	-	-	-	1,038.34	-	(1,163.70)	-	125.36	-
Dividend paid	-	-	-	(1,986.46)	-	-	-	-	(1,986.46)
Transfer to capital redemption reserve (Refer Note no 20 (vi))	-	-	900.00	(900.00)	-	-	-	-	-
As on 31st March, 2025	**140.00**	**258.11**	**4,377.10**	**80,982.01**	**40,888.49**	**1,085.32**	**(2,164.18)**	**508.95**	**1,26,075.80**
Profit for the year	-	-	-	19,008.84	-	-	-	-	19,008.84
Other comprehensive income	-	-	-	-	-	555.12	(161.36)	(34.79)	358.97
Gain/ (Loss) on shares sold (Refer Note No 61(b))	-	-	-	1,033.73	-	(1,102.21)	-	68.48	-
Dividend paid	-	-	-	(1,986.46)	-	-	-	-	(1,986.46)
Transfer to capital redemption reserve (Refer Note no 20 (vi))	-	-	900.00	(900.00)	-	-	-	-	-
As on 31st March, 2026	**140.00**	**258.11**	**5,277.10**	**98,138.12**	**40,888.49**	**538.23**	**(2,325.54)**	**542.64**	**1,43,457.15**

As per our report of even date

For LODHA & CO. LLP
Chartered Accountants
Firm Registration No. 301051E/E300284

N.K. Lodha
Partner
Membership No : 085155

New Delhi, the 5th May 2026

Chairman
(00036129)

Vice Chairman & Managing Director
(00040659)

Company Secretary

Chief Financial Officer

DR. SHAILENDRA CHOUKSEY
(00040282)

NADHARAJU SRIRAMAHARSH
(02473218)

PATI SINGHANIA
(00086742)

Directors

New Delhi, the 5th May 2026

1.1 The Company overview

J.K. Fenner (India) Limited (the "Company") (CIN - U24231TN1992PLC062306) is a public limited company incorporated and domiciled in India. The registered office of the company is situated at 3, Madurai-Melakkal Road, Kochadai, Madurai - 625016,Tamilnadu , India. The Company is a subsidiary of Bengal & Assam Company Limited.

The Company develops, manufactures, trades, markets and distributes Belts, Oilseals, Engineering products, precision machining products and other auto component products. The Company markets its products for sale to industrial and vehicle manufacturers for fitment as original equipments and for sale in replacement markets worldwide. The Company has six manufacturing plants located in India at Madurai, Sriperumpudur, Nilakkottai, Patancheru, Pashamailaram and Peenya.

These standlalone financial statements were approved and adopted by Board of Directors of the Company in the meeting held on 5th May, 2026.

1.2 Basis of preparation of standalone financial statements

(i) Basis of preparation and Statement of compliance

The standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed under Section 133 of the Companies Act, 2013 read with Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and other relevant provisions of the Companies Act 2013. All accounting policies and applicable Ind AS have been applied consistently for all periods presented.

(ii) Basis of Measurement

The standalone financial statements have been prepared under historical cost convention on accrual basis, except for the items that have been measured at fair value as required by relevant Ind AS. The financial statements correspond to the classification provisions contained in Ind AS-1 (Presentation of Financial Statements).

The preparation of these standalone financial statements requires management judgments, estimates and assumptions that affect the application of accounting policies, the accounting disclosures made and the reported amounts of assets, liabilities, income and expenses. Estimates and underlying assumptions are reviewed on a periodic basis. Revisions to accounting estimates are made in the period, in which, the estimates are revised and in any future periods, effected pursuant to such revision.

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1.3 Material accounting policies

The accounting policies set out below have been applied consistently throughout the periods presented in these standalone financial statements.

1.3.1 Property, Plant and Equipment

Recognition and measurement:

Property, plant and equipment are measured at cost less accumulated depreciation and impairment losses, if any. Cost includes expenses directly attributable in bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

Expenditure directly attributable in bringing the asset to the location during construction / erection period is included under 'Capital Work-in-Progress' and is allocated to the respective property, plant and equipment on completion of construction / erection.

The cost and related accumulated depreciation are eliminated from the financial statements, upon sale and disposition of the assets and the resultant gains or losses are recognised in the statement of profit and loss.

Assets subjected to operating leases are included in Property, Plant and Equipment.

Depreciation:

Depreciation on property, plant and equipment has been provided using straight line method over their useful lives and in the manner prescribed under Schedule II of the Companies Act, 2013. However, in respect of certain assets including assets given on the operating lease, depreciation is provided as per the useful lives as assessed by the management supported by technical advice ranging from 9 to 24 years for plant and machinery and useful lives ranging from 3 to 5 years for certain vehicles and office equipments. Depreciation on assets costing upto Rs.5000/- is provided in full during the year of additions.

1.3.2 Investment property

Investment property is property held either to earn rentals or for capital appreciation or both, but not for sale in the ordinary course of the business. Investment properties are measured at cost less accumulated depreciation and impairment losses, if any. Depreciation on Investment property has been provided using straight line method over their useful lives and in the manner prescribed under Schedule II of the Companies Act, 2013.

The cost and related accumulated depreciation are eliminated from the financial statements, upon sale, disposition and withdrawal from permanent use of the assets and when no future economic benefits are expected from its disposal. The resultant gains or losses are recognised in the statement of profit and loss.

Assets are transferred from/ to Investment property to/ from Property, plant & equipment when there is an evidence of change in use. Assets are transferred from/ to Investment property at carrying value.

1.3.3 Intangible Assets:

Intangible assets are recognised, if the future economic benefits attributable to the assets are expected to flow to the Company and cost of the asset can be measured reliably. The same are amortised over the expected duration of benefits. Such intangible assets are measured at cost less any accumulated amortisation and impairment losses, if any. Cost includes expenses directly attributable in bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The cost and related accumulated amortisation are eliminated from the financial statements, upon sale, disposition and withdrawal from permanent use of the assets and when no future economic benefits are expected from its disposal. The resultant gains or losses are recognised in the statement of profit and loss.

Residual values and useful lives are reviewed at each reporting date. The following useful lives are applied:

Asset Category	Estimated Useful Life (in Years)
Specialised software	5 years from the year of installation.
Technical Knowhow	As per agreement
Trademark License	As per agreement
Customer Relationships	15 years

The amortisation period and the amortisation method for intangible assets are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.

Intangible assets with indefinite useful lives like goodwill acquired in business combination are not amortised, but are tested for impairment annually, either individually or at the cash generating unit level. The assessment of indefinite useful life is reviewed annually to determine whether indefinite life continues to be supportable. The change in useful life from indefinite to finite life if any, is made on prospective basis.

Expenditure incurred on intangible assets which are under development is included under intangible assets under development.

1.3.4 Research and Development Cost:

Revenue expenditure on research and development is charged to the Statement of Profit and Loss and capital expenditure on research and development is added to property, plant and equipment.

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1.3.5 Lease:

The Company adopted Ind AS 116 using the modified retrospective method of adoption with the date of initial application of 1st April 2019.

Lessor accounting under Ind AS 116 is substantially unchanged in comparison with earlier under Ind 17. Lessors will continue to classify leases as either operating or finance lease using similar principles as in Ind AS 17. Therefore, Ind AS 116 did not have an impact for leases where the group is the lessor.

Right of Use Assets

The Company recognises a right-of-use asset, on a lease-by-lease basis, to measure that right-of-use asset an amount equal to the lease liability, adjusted by the amount of any prepaid or accrued lease payments relating to that lease recognised in the balance sheet.

The cost of right-of-use assets includes the amount of lease liabilities recognised. Initial direct costs incurred and lease payments made at or before the commencement date less any lease incentives received, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. Right-of-use assets are subject to impairment test.

Lease Liabilities

The Company recognise a lease liability at the present value of the remaining lease payments, discounted using the lessee's incremental borrowing rate.

The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on a lease by lease basis.

In calculating the present value of lease payments, the Company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable.

Short-term Leases and leases of low-value assets

The Company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term.

Significant judgment in determining the lease term of contracts with renewal options

The Company determines the lease term as the non-cancellable term of the lease, together with any periods covered by an option to extend the lease if it is reasonably certain to be exercised, or any periods covered by an option to terminate the lease, if it is reasonably certain not to be exercised.

1.3.6 Foreign currency transactions and translation:

The functional currency of the company is Indian rupee (₹). Foreign currency transactions are recorded at exchange rates prevailing on the date of transaction. Monetary assets and liabilities in foreign currencies as at the balance sheet date are translated at exchange rate prevailing at the year end. Exchange differences arising on actual payments / realisations and year end translations including on forward contracts are recognized within Statement of Profit and Loss.

1.3.7 Inventories

Inventories are valued at lower of cost and net realisable value. However, materials and other supplies held for use in production of inventories are not written down below cost, if the finished goods are expected to be sold at or above cost. The cost is computed on weighted average basis. Finished Goods, Traded Goods and Process Stock include cost of purchase, cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Slow-moving and obsolete items based upon technical evaluation are provided for.

1.3.8 Borrowing cost:

Borrowing Cost is charged to statement of profit and loss statement except borrowing cost meant for acquisition of qualifying assets, which is capitalised, using the effective interest method till the date of commercial use.

1.3.9 Employee benefits:

Employee benefits include wages & salaries, provident fund, superannuation fund, employee state insurance scheme, gratuity fund and compensated absences, etc.

(a) Defined contribution plans

Contributions to the Employees' Regional Provident Fund, Superannuation Fund, Employees Pension Scheme and Employees' State Insurance are recognised as defined contribution plan and charged as expenses during the period in which the employees perform the services.

(b) Defined benefit plan

Retirement benefits in the form of Gratuity and Leave Encashment are considered as defined benefit plan and determined on an actuarial valuation using the projected unit credit method at the Balance Sheet date. Actuarial gains or losses through remeasurement of the net obligation of a defined benefit liability or asset are recognised in Other Comprehensive Income. Such re-measurements are not reclassified to Statement of Profit and Loss in subsequent periods.

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The Provident Fund Contribution other than contribution to Employees' Regional Provident Fund, is made to Trust administered by the trustees. The interest rate to the members of the Trust shall not be lower than the statutory rate declared by the Central Government under Employees' Provident Fund and Miscellaneous Provision Act, 1952. The Employer shall make good deficiency, if any.

(c) Short term employee benefits

Short term benefits are charged off at the undiscounted amount in the year in which the related service is rendered.

1.3.10 Income tax:

Income tax comprises of current and deferred tax. Income tax expense is recognised in the Statement of Profit and Loss, except to the extent it relates to items directly recognised in Equity or in Other Comprehensive Income.

a) **Current tax**: Current Tax is the amount of tax payable on the estimated taxable income for the current year as per the provisions of Income Tax Act, 1961.

b) **Deferred tax**: Deferred tax liabilities are generally recognised for all taxable temporary differences. Deferred tax assets are generally recognised for all deductible temporary differences, unabsorbed losses and unabsorbed depreciation to the extent, it is probable that taxable income will be available against which the same can be realised. Deferred tax assets are reviewed at the end of each subsequent reporting period.

1.3.11 Provisions and Contingencies:

a) Provisions
Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event; it is probable that an outflow of economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. The amount recognised as a provision is the present value of best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

b) Contingencies
A disclosure for contingent liability is made when there is possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle or a reliable estimate of the amount cannot be made. Contingent liabilities are reviewed at each balance sheet date.

Contingent assets are neither recognised nor disclosed in the financial statements.

1.3.12 Financial instruments

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

(a) Financial assets
Financial assets include cash and cash equivalents, trade and other receivables, loans, investments in securities and other eligible current and non-current assets.

At initial recognition, all financial assets are measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial asset, which are not fair value through profit and loss, are added to the fair value on initial recognition. However, trade receivables that do not contain a significant financing component are measured at transaction price.

Such financial assets are subsequently classified under one of the following three categories according to the purpose for which they are held. The classification is reviewed at the end of each reporting period.

Financial assets at amortised cost:
At the date of initial recognition, these financial assets are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates. These financial assets are intended to be held until maturity. Therefore, they are subsequently measured at amortised cost by applying the Effective Interest Rate ("EIR") method to the gross carrying amount of the financial asset. The EIR amortisation is included as interest income in the statement of profit or loss.

Financial assets at fair value through other comprehensive income:
At the date of initial recognition, these financial assets are held to collect contractual cash flows of principal and interest on principal amount outstanding on specified dates, as well as held for selling. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in Other Comprehensive Income (OCI). Interest income calculated using the EIR method, impairment gain or loss and foreign exchange gain or loss are recognised in the Statement of Profit and Loss. On derecognition of the asset, cumulative gain or loss previously recognised in Other Comprehensive Income is reclassified from the OCI to Statement of Profit and Loss.

Financial assets at fair value through profit or loss:
At the date of initial recognition, financial assets that are held for trading, or which are measured neither at amortised cost nor at fair value through OCI. Therefore, they are subsequently measured at each reporting date at fair value, with all fair value movements recognised in the Statement of Profit and Loss.

Investment in equity shares of subsidiaries and associates are valued at cost.

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition under Ind AS 109 *'Financial Instruments'*.

The Company assesses impairment based on the expected credit losses ("ECL") model to all its financial assets except equity instruments measured at fair value and financial assets measured on fair value through profit and loss ("FVTPL") basis.

LODHA & CO LLP
New Delhi
Chartered Accountants

(b) Financial liabilities

Financial liabilities include long-term and short-term loans and borrowings, trade and other payables and other eligible current and non-current liabilities.

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and other payables, net of directly attributable transaction costs. After initial recognition, financial liabilities are classified under one of the following two categories:

Financial liabilities at amortised cost:

After initial recognition, such financial liabilities are subsequently measured at amortised cost by applying the EIR method to the gross carrying amount of the financial liability. The EIR amortisation is included in finance expense in the statement of profit or loss.

Financial liabilities at fair value through profit or loss:

Financial liabilities which are designated as such on initial recognition, or which are held for trading. Fair value gains / losses attributable to changes in own credit risk is recognised in OCI. These gains / losses are not subsequently transferred to Statement of Profit and Loss. All other changes in fair value of such liabilities are recognised in the Statement of Profit and Loss.

1.3.13 Derivative financial instruments:

Derivative instruments such as forward currency contracts are used to hedge foreign currency risks. Premium in respect of forward contracts is recognised over the life of contract. Gain or loss arising on remeasuring derivative instruments identified as effective fair value hedges and ineffective cash flow hedges is accounted for in the statement of profit and loss. Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when fair value is negative.

1.3.14 Revenue:

Revenue is recognised upon transfer of control of promised goods or services to customers at transaction price (net of taxes and duties), arrived at by determining the fair value of the consideration received or receivable after adjusting returns, allowances, trade discounts, volume discounts etc. in exchange of goods or services.

For applying above principle, the Company adopts five step model, which are: a) Identify the contract(s) with customer(s); b) Identify the performance obligations under the contract(s); c) Determine the transaction price; d) Allocate the transaction price to the performance obligations in the contract(s); e) recognise revenue.

Contract Liabilities are recognised when there is an entity's obligation to transfer goods or services to a customer for which, the entity has received consideration from the customer. Revenue in excess of invoicing are classified as contract assets.

Inter-unit transfer of goods for captive consumption are included in respective heads of accounts to reflect the true working. Any unrealised profits on unsold stock is not considered for valuing the inventory. This has no impact on the profitability.

Sale of Goods: Revenue from the sale of goods is recognised at the point in time when control is transferred to the customer. Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold is net of variable consideration on account of various discounts and schemes offered by the Company as part of the Contract.

Rental income from investment property is recognized as part of the other non operating income in the statement of profit and loss on a straight line basis over the term of the lease except where the rentals are structured to increase in line with the expected general inflation.

Dividend income is recognized in the statement of profit and loss on the date on which the Company's right to receive payment in established

Interest income is recognized on time proportion basis using the effective interest rate method.

1.3.15 Government Grants:

Grants and subsidies from the government are recognised when there is reasonable assurance that the grant / subsidy will be received and all attaching conditions will be complied with. Revenue grants are recognised in the Statement of Profit and Loss. Capital Grants relating to specific assets are recognised in the Balance Sheet as deferred income and credited in statement of profit and loss on a systematic basis over the useful life of the related asset.

Export incentives are recognised in the Statement of Profit and Loss.

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1.3.16 Impairment

The carrying amount of property, plant and equipments, intangible assets and investment property are reviewed at each Balance Sheet date to assess impairment if any, based on internal / external factors. An asset is treated as impaired, when the carrying cost of asset or cash generating unit exceeds its recoverable value, being higher of value in use and fair value less costs of disposal. An impairment loss is recognised as an expense in the Statement of Profit and Loss in the year in which an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed, if there has been an improvement in recoverable amount.

1.3.17 Earnings per share (EPS):

Basic earnings per share is calculated by dividing the profit or loss for the period attributable to the equity holders of the company by the weighted average number of ordinary shares outstanding during the year.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

1.3.18 Cash and cash equivalents:

Cash and cash equivalents include cash on hand and at bank, cheques on hand and remittances in transit for the purpose of meeting short-term cash commitments.

1.3.19 **Business Combination**

Goodwill is initially measured at cost, being the excess of the consideration transferred over the net identifiable assets acquired and liabilities assumed. If the fair value of the identifiable assets acquired and liabilities assumed is in excess of the aggregate consideration transferred, then the amount is recognised in other comprehensive income (OCI) and accumulated in equity as capital reserve. However, if there is no clear evidence of bargain purchase, the entity recognises the gain directly in equity as capital reserve, without routing the same through OCI.

Intangible Assets acquired in a Business Combination and recognised separately from Goodwill are initially recognised at their fair value at the acquisition date (which is regarded as their cost).

Subsequent to initial recognition, intangible Assets acquired in a business combination are reported at cost less accumulated amortisation and accumulated impairment losses, if any, on the same basis as intangible assets that are acquired separately.

If the initial accounting for a business combination is incomplete by the end of the reporting period in which the combination occurs, the Company reports provisional amounts for the items for which the accounting is incomplete. Those provisional amounts are adjusted through goodwill during the measurement period, or additional assets or liabilities are recognised, to reflect new information obtained about facts and circumstances that existed at the acquisition date that, if known, would have affected the amounts recognized at that date. These adjustments are called as measurement period adjustments. The measurement period does not exceed one year from the acquisition date.

1.3.20 Assets Held for Sale

Non-current assets are classified as "Held for Sale" if their carrying amount is intended to be recovered principally through sale rather than through continuing use. The condition for classification of "Held for Sale" is met when the non-current asset is available for sale. Non-current assets held for sale are measured at the lower of carrying amount and fair value less cost to sell.

1.3.21 Recent pronouncements

The Ministry of Corporate Affairs ("MCA") notifies new standard or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. No amendments to existing standards have been made during the year which would have been applicable from 1 April 2026. No new standards have been notified during the year. Amendments that became effective during the year did not have any material impact.

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₹ in Lacs

NON CURRENT ASSETS

2 Property, plant and equipment

Particulars	Gross Value				Depreciation				Net Value	
	As at 01-04-2025	Additions*	Sales / Adjustments	As at 31-03-2026	As at 01-04-2025	For the year	Sales / Adjustments	As at 31-03-2026	As at 31-03-2026	As at 31-03-2025
Land - Freehold	4,212.96 (2,680.74)	- (1,532.22)	278.24 -	3,934.72 (4,212.96)	- -	- -	- -	- -	3,934.72 (4,212.96)	4,212.96 (2,680.74)
Land - Leasehold	447.15 (447.15)	- -	- -	447.15 (447.15)	48.24 (43.57)	4.67 (4.67)	- -	52.91 (48.24)	394.24 (398.91)	398.91 (403.58)
Buildings	11,672.17 (11,359.64)	167.40 (319.98)	2.14 (7.45)	11,837.43 (11,672.17)	5,915.69 (5,325.60)	542.98 (592.13)	1.23 (2.04)	6,457.44 (5,915.69)	5,379.99 (5,756.48)	5,756.48 (6,034.04)
Plant and Equipment	57,128.09 (65,504.70)	4,158.20 (2,150.48)	439.09 (10,527.09)	60,847.20 (57,128.09)	39,201.18 (44,917.28)	3,719.11 (4,223.87)	415.58 (9,939.97)	42,504.71 (39,201.18)	18,342.49 (17,926.91)	17,926.91 (20,587.42)
Furniture and Fixtures	1,618.04 (1,517.67)	183.48 (121.12)	63.11 (20.75)	1,738.41 (1,618.04)	1,156.71 (1,094.87)	83.72 (81.55)	61.44 (19.71)	1,178.99 (1,156.71)	559.42 (461.33)	461.33 (422.80)
Vehicles	1,095.71 (741.21)	193.04 (571.83)	- (217.33)	1,288.75 (1,095.71)	338.24 (375.20)	184.21 (136.13)	- (173.09)	522.45 (338.24)	766.30 (757.47)	757.47 (366.01)
Office Equipments	3,272.57 (2,965.52)	220.60 (401.22)	84.48 (94.17)	3,408.69 (3,272.57)	2,340.77 (2,120.18)	328.49 (309.17)	77.52 (88.58)	2,591.74 (2,340.77)	816.95 (931.80)	931.80 (845.34)
Total	**79,446.69** (85,216.63)	**4,922.72** (5,096.85)	**867.06** (10,866.79)	**83,502.35** (79,446.69)	**49,000.83** (53,876.70)	**4,863.18** (5,347.52)	**555.77** (10,223.39)	**53,308.24** (49,000.83)	**30,194.11** (30,445.86)	**30,445.86** (31,339.93)

Figures in brackets represent amounts pertaining to previous year.

a) Land, buildings and plant & equipment transferred under the Scheme of Amalgamation during the year 2006-07 were revalued as at 31st August 1985 and as at 31st March 1995. The revaluation in respect of factory, service buildings and plant and equipment was further updated as at 31st March 1998 based on current replacement cost by a valuer and as a result, book value of the said assets had been increased by ₹ 2990.53 lacs.

* b) Additions and Depreciation for the previous year includes Assets purchased pursuant to acquisition of ACWA (Refer Note No. 66)

3 *Right of use assets*

₹ in Lacs

Particulars	Gross Value				Depreciation				Net Value	
	As at 01-04-2025	Additions	Sales / Adjustments	As at 31-03-2026	As at 01-04-2025	For the year	Sales / Adjustments	As at 31-03-2026	As at 31-03-2026	As at 31-03-2025
Right of use assets	1,879.44 (1,807.35)	785.17 (318.89)	113.97 (246.80)	2,550.64 (1,879.44)	827.96 (630.86)	286.18 (250.99)	93.17 (53.89)	**1,020.97** (827.96)	**1,529.67** (1,051.48)	**1,051.48** (1,176.49)
Total	**1,879.44** (1,807.35)	**785.17** (318.89)	**113.97** (246.80)	**2,550.64** (1,879.44)	**827.96** (630.86)	**286.18** (250.99)	**93.17** (53.89)	**1,020.97** (827.96)	**1,529.67** (1,051.48)	**1,051.48** (1,176.49)

Figures in brackets represent amounts pertaining to previous year.

a) Refer Note No 50 for disclosure relating to leases.

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Notes to the standalone financial statements for the year ended 31st March, 2026

	As at 31.03.2026	As at 31.03.2025
4 (a) Capital Work-In-Progress		
Capital Work-In-Progress	4,175.94	588.14
	4,175.94	**588.14**

₹ in Lacs

Capital Work-In-Progress ageing schedule

As at 31st March 2026

Particulars	Amount in CWIP for a period of				Total
	Less than 1 Year	1 - 2 years	2 - 3 years	More than 3 years	
Projects in Progress	4,027.37	46.01	19.03	83.53	4,175.94
Projects temporarily suspended	-	-	-	-	-
Total	**4,027.37**	**46.01**	**19.03**	**83.53**	**4,175.94**

As at 31st March 2025

Particulars	Amount in CWIP for a period of				Total
	Less than 1 Year	1 - 2 years	2 - 3 years	More than 3 years	
Projects in Progress	485.58	19.03	83.53	-	588.14
Projects temporarily suspended*	-	-	-	-	-
Total	**485.58**	**19.03**	**83.53**	**-**	**588.14**

There are no capital work in progress where completion is overdue or has exceeded cost compared to its original / revised plan.

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

CWIP movements	*Opening balance*	*Additions during the year*	*Capitalisation / adjustments during the year*	*Closing balance*
As at 31st March 2026				
Projects in Progress	*588.14*	*8,226.26*	*4,638.46*	*4,175.94*
Projects temporarily suspended	-	-	-	-
Total	***588.14***	***8,226.26***	***4,638.46***	***4,175.94***
As at 31st March 2025				
Projects in Progress	*487.37*	*1,996.53*	*1,895.76*	*588.14*
Projects temporarily suspended	-	-	-	-
Total	***487.37***	***1,996.53***	***1,895.76***	***588.14***

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₹ in Lacs

NON CURRENT ASSETS

5 Investment Property

Particulars	Gross Value				Depreciation				Net Value	
	As at 01-04-2025	Additions	Sales / Adjustments	As at 31-03-2026	As at 01-04-2025	For the year	Sales / Adjustments	As at 31-03-2026	As at 31-03-2026	As at 31-03-2025
Buildings	48.71 (48.71)	- -	- -	48.71 (48.71)	21.71 (21.15)	0.56 (0.56)	- -	22.27 (21.71)	26.44 (27.00)	27.00 (27.56)
Total	**48.71** (48.71)	- -	- -	**48.71** (48.71)	**21.71** (21.15)	**0.56** (0.56)	- -	**22.27** (21.71)	**26.44** (27.00)	**27.00** (27.56)

Figures in brackets represent amounts pertaining to previous year.

Refer Note No. 55 for other disclosures related to Investment Property

6 *Other Intangible assets*

Particulars	Gross Value				Amortisation				Net Value	
	As at 01-04-2025	Additions	Sales / Adjustments	As at 31-03-2026	As at 01-04-2025	For the year	Sales / Adjustments	As at 31-03-2026	As at 31-03-2026	As at 31-03-2025
Software	1,115.01 (1,124.67)	88.42 (64.77)	32.39 (74.43)	1,171.04 (1,115.01)	844.10 (839.16)	81.17 (79.23)	32.39 (74.29)	892.88 (844.10)	278.16 (270.91)	270.91 (285.51)
Technical Knowhow	76.37 (76.37)	- -	- -	76.37 (76.37)	32.01 (24.37)	7.64 (7.64)	- -	39.65 (32.01)	36.72 (44.36)	44.36 (52.00)
Trademark License	517.49 (501.35)	- (16.14)	8.67 -	508.82 (517.49)	508.53 (500.89)	1.43 (7.64)	8.67 -	501.29 (508.53)	7.53 (8.96)	8.96 (0.46)
Customer Relationships*	2,166.59 -	- (2,166.59)	- -	2,166.59 (2,166.59)	72.22 -	144.43 (72.22)	- -	216.65 (72.22)	1,949.94 (2,094.37)	2,094.37 -
Total	**3,875.46** (1,702.39)	**88.42** (2,247.50)	**41.06** (74.43)	**3,922.82** (3,875.46)	**1,456.86** (1,364.42)	**234.67** (166.73)	**41.06** (74.29)	**1,650.47** (1,456.86)	**2,272.35** (2,418.60)	**2,418.60** (337.97)

Figures in brackets represent amounts pertaining to previous year.

*Refer Note No. 66

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7 Financial Assets - Investments [Non - Current (Other than trade)]

Particulars	As at 31.03.2026		As at 31.03.2025	
	Numbers	Amount	Numbers	Amount
Investment in Equity shares				
Subsidiary companies (At cost)				
Southern Spinners and Processors Ltd. (₹ 10 each)	50,50,000	2,055.00	50,50,000	2,055.00
Modern Cotton Yarn Spinners Ltd. (₹ 10 each)	30,50,000	1,555.00	30,50,000	1,555.00
Divyashree Company Private Ltd (₹ 10 each)	7,123	8,016.70	7,123	8,016.70
JKF Americas, Inc.(US $ 1 each)	1,000	0.73	1,000	0.73
JKF Evolve Limited (₹ 10 each) (Refer note. No. 65(c))	75,00,000	750.00	30,00,000	300.00
Sridharnath Research Ltd (₹10 each) (Refer note. No. 65(a))	1,00,000	10.00	50,000	5.00
Associate Company (At cost)				
Dwarkesh Energy Ltd. (₹ 10 each)	1,12,74,940	1,127.49	1,12,74,940	1,127.49
PSV Energy Pvt. Ltd. (₹ 10 each)	52,000	5.20	52,000	5.20
Others (At fair value through OCI)				
CliniRx Research Pvt. Ltd. (₹ 10 each)	10,00,000	110.97	10,00,000	110.97
Knowledge Realty Trust (₹ 100 each)	3,09,750	352.49	-	-
JK Tyre & Industries Ltd (₹ 2 each) (Refer Note 44)	18,40,000	7,015.00	-	-
Others (At cost)*				
Madura Coats Workers' Co-operative Stores Ltd. (₹ 10 each)	15,790	0.16	15,790	0.16
Hari Shankar Singhania Elastomer and Tyre Research Institute (₹ 100 each)	10	0.01	10	0.01
The Madurai District Pandian Consumers' Co-operative Wholesale Stores Ltd. 'A' Class Share (₹ 50 each)	1	-	1	-
Investment in preference shares (At Cost)				
HSS Holdings Private Ltd (1% Cumulative Redeemable Preference Shares) (₹ 100 each)	9,00,000	900.00	18,00,000	1,800.00
CliniRx Research Pvt. Ltd (8% Optionally Convertible Cumulative Redeemable Preference Shares) (₹ 10 each)	10,00,000	70.00	10,00,000	100.00
Investment in Bonds / Non Convertible Debentures (NCD) (At fair value through P & L)				
Motilal NCD (Face value Rs.1000 each)	-	-	34,550	345.50
8.07% HDB Financial Services Limited (Face value Rs.100,000 each)	-	-	500	501.40
7.72 % State Bank India SR I BD Perpetual FVRS1CR (Face value Rs.100,00,000 each)	-	-	12	1,191.53
7.55% State Bank of India SR III 7.55 BD Perpetual FVRS1CR (Face value Rs.100,00,000 each)	-	-	21	2,080.42
7.95% Bank of Baroda SR XVII BD Perpetual FVRS1CR (Face value Rs.100,00,000 each)	-	-	4	397.17
12 % True North - NCD (Face value Rs.1,00,000 each)	500	371.25	-	-
7.34% GOI Loan 2064 G SEC (Face value Rs.100 each)	10,00,000	952.03	-	-
7.583% Kotak Mahindra Investment (Face value of Rs.100000 each)	500	500.00	-	-
7.2092% L&T Finance Limited (Face value of Rs.100000 each)	500	500.00	-	-
7.3798% Aditya Birla Capital (Face value of Rs.100000 each)	500	495.69	-	-
Investment in Other funds (At fair value through P & L)				
Class A1-Regular units of UTI Structured Debt Opportunities Fund II	-	-	2,95,717	229.43
UTI Capital Limited	2,84,899	305.26	92,547	97.82
ICICI Prudential Corporate Credit Opportunities Fund AIF - I	15,765	12.89	84,452	81.41
Kotak Private Credit Fund	4,561	466.12	1,894	404.45
Kotak Private Credit Opportunities Fund	27,056	277.25	-	-
Investec Emerging India Credit Opportunities Fund	278	283.84	308	307.50
Value Quest Scale Fund	5,00,000	860.02	5,00,000	500.00
Neo Credit alternative investment Trust	50,000	50.00	-	-
		27,043.10		**21,212.89**
Aggregate book value of quoted investments		**10,186.46**		**4,516.02**
Aggregate Cost of quoted investments		**9,796.14**		**4,510.52**
Aggregate book value of unquoted investments		**16,856.64**		**16,696.87**
Aggregate cost of unquoted investments		**16,471.51**		**16,672.17**
Aggregate provision for impairment in value of investments		-		-

Pursuant to the Scheme of Amalgamation, Nil (Previous year 10492) Shares of Bengal & Assam Company Ltd (BACL) are held in the name of a Trustee on behalf of the Company, being Subsidiary of BACL against their holding in Netflier Finco Ltd. Accordingly, the amount against the said shares is shown under Other Financial Asset (Non Current) - Nil lacs. (Previous year ` 756.37 lacs).

* Refer Note No. 61(a).

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J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

	As at 31.03.2026	As at 31.03.2025
8 Loans (Non-Current)		
(Unsecured, considered good)		
Loans to related parties (Refer Note No. 63)	1,084.00	481.92
Loans to employees	103.77	150.15
	1,187.77	**632.07**

	As at 31.03.2026	As at 31.03.2025
9 Other Financial Assets (Non- Current)		
Security deposits	663.70	546.52
Margin money deposit against bank guarantee and Letter of Credit	847.56	386.06
Other receivables	54.31	822.91
	1,565.57	**1,755.49**

	As at 31.03.2026	As at 31.03.2025
10 Other Non - Current Assets		
Capital advances	515.47	1,150.66
Balances with Government Authorities	702.71	47.42
Others	84.28	56.84
	1,302.46	**1,254.92**

	As at 31.03.2026	As at 31.03.2025
11 Inventories (Valued at lower of cost or net realisable value)		
Raw materials*	6,994.11	6,231.62
Work-in-progress	1,794.08	1,570.43
Finished goods	4,449.01	4,272.20
Stock - in - trade	2,328.11	2,265.42
Stores and spares	1,053.27	828.21
	16,618.58	**15,167.88**

*Includes raw materials in transit ₹ 396.20 lacs (Previous year: ₹ 485.43 lacs)

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J.K. FENNER (INDIA) LIMITED
Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

		As at 31.03.2026	As at 31.03.2025
12	**Current Investments**		
	Investment in preference shares (Unquoted) (At Cost)		
	HSS Holdings Private Ltd (9,00,000 (PY 9,00,000) 1% Cumulative Redeemable Preference Shares)	900.00	900.00
	Investments in Mutual Funds (Quoted) (At fair value through Profit and Loss)		
	Investments in Mutual Funds	74,332.18	65,268.83
	Investment in Bonds / Non Convertible Debentures (NCD) (At fair value through P & L)		
	8.5% Bank of Boroda (Nil (PY 130) (Face value Rs.10,00,000 each)	-	1,299.10
	9.25% Aditya Birla Finance Ltd 2025 (Nil (PY 35) (Face value Rs.10,00,000 each)	-	352.12
	7.34% GOI Loan 2064 G SEC (Nil (PY 1000000) (Face value Rs.100 each)	-	1,052.70
	8.25% Bank of Boroda SR XII (Nil (PY 27) (Face value Rs.10,00,000 each)	-	269.58
	7.73% State Bank of India Perpetual Bond (NIL (PY 150 (Face value Rs.10,00,000 each)	-	1,494.76
	7.74% State Bank of India SR1BD Perpetual FCRS 1000000 (Nil (PY 150) (Face value Rs.10,00,000 each)	-	1,494.94
	8.15% Bank of Baroda SR XV 8.15 BD Perpetual FVRS10LAC (50/ PY 50) (Face value Rs.100,000 each)	-	498.07
	8.07% HDB Financial Services Limited (500 PY Nil) (Face value Rs.100,000 each)	499.89	-
	7.55% State Bank of India SR III 7.55 BD Perpetual FVRS1CR (21 PY Nil) (Face value Rs.100,00,000 each)	2,096.99	-
	7.95% Bank of Baroda SR XVII BD Perpetual FVRS1CR (4 PY Nil) (Face value Rs.100,00,000 each)	398.49	-
	6.97% HDB Financial Services Ltd (500 (PY NIL) (Face value Rs.10,00,000 each)	499.95	-
	6.35% HDB Financial Services Ltd (250 (PY NIL) (Face value Rs.10,00,000 each)	2,482.00	-
	7.72 % State Bank India SR I BD Perpetual FVRS1CR (12 Nos) (PY NIL) (Face value Rs.100,00,000 each)	1,199.09	-
	Motilal NCD (34550 PY NIL (Face value Rs.1000 each)	345.50	-
		82,754.09	**72,630.10**
	Aggregate book value of quoted investments	81,854.09	71,730.10
	Aggregate cost of quoted investments	75,000.37	67,535.66
	Aggregate book value of unquoted investments	900.00	900.00
	Aggregate cost of unquoted investments	900.00	900.00

12A	Loans (Current)		
	(Unsecured, considered good)		
	Loans to employees	53.42	131.87
		53.42	131.87

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Notes to the standalone financial statements for the year ended 31st March, 2026

	As at 31.03.2026	As at 31.03.2025
		₹ in Lacs
13 Trade Receivables		
Considered good - Undisputed		
Secured	2,674.10	2,441.54
Unsecured	35,255.99	31,330.04
Unsecured which have significant increase in credit risk	-	-
Credit impaired	18.37	42.48
Total	**37,948.46**	33,814.06
Less : Allowance for expected credit loss	(18.37)	(42.48)
	37,930.09	33,771.58

Trade receivables ageing schedule

As at 31st March 2026

Particulars	Not due	Outstanding for the following period from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Considered good - Undisputed							
Secured	2085.48	550.16	24.04	9.66	4.76	-	**2674.10**
Unsecured	26981.62	7214.24	605.14	265.47	189.52	-	**35255.99**
Unsecured which have significant increase in credit risk	-	-	-	-	-		-
Credit impaired	-	-	-	-	-	18.37	**18.37**
Less : Allowance for expected credit loss	-	-	-	-	-	(18.37)	**(18.37)**
Total	**29067.10**	**7764.40**	**629.18**	**275.13**	**194.28**	-	**37930.09**

As at 31st March 2025

Particulars	Not due	Outstanding for the following period from due date of payment					
		Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	Total
Considered good - Undisputed							
Secured	1,835.89	535.06	25.72	38.71	6.16	-	2,441.54
Unsecured	24,318.53	6,326.42	277.37	326.69	81.03	-	31,330.04
Unsecured which have significant increase in credit risk	-	-	-	-	-	-	-
Credit impaired	-	-	-	-	-	42.48	42.48
Less : Allowance for expected credit loss	-	-	-	-	-	(42.48)	(42.48)
Total	**26,154.42**	**6,861.48**	**303.09**	**365.40**	**87.19**	-	**33,771.58**

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J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

	As at 31.03.2026	As at 31.03.2025
14 Cash and cash equivalents		
Balances with banks		
Current accounts	700.97	650.92
Money in transit*	-	2,564.25
Fixed Deposits with original maturity of 3 months or less	6,170.00	1,878.00
Cash on hand	1.64	1.96
	6,872.61	**5,095.13**

*Money-in-transit as on 31st March 2025 represents amount remitted by subsidiary (JKF America Inc.) before year-end, but credited to company's bank account on 2nd April 2025, and considered as part of cash and cash equivalents in view of its unrestricted and confirmed nature.

	As at 31.03.2026	As at 31.03.2025
15 Other bank balances		
Fixed Deposits (Including Deposit repayment reserve)	100.00	25.00
Fixed Deposits with original maturity of more than 3 months but maturing within 12 months	1,000.00	-
Earmarked balance for unpaid dividend	111.93	0.72
Escrow Account Fixed Deposit # (including Interest of Rs. 26.83 Lacs)	-	1,019.83
	1,211.93	**1,045.55**

Represents amount lying in J K Fenner - ACWA Escrow A/c on 31st March 2025 against amount payable to ACWA as detailed in Note No. 66.

	As at 31.03.2026	As at 31.03.2025
16 Other financial assets		
Security Deposits	50.45	12.59
Advance to Employees	159.95	132.31
Derivative assets (foreign exchange forward and options contracts)	50.71	32.10
Other receivables	535.22	507.74
	796.33	**684.74**

	As at 31.03.2026	As at 31.03.2025
17 Current tax assets (Net)		
Advance income-tax (Net of Provision of ₹ 11313.32 lacs (Previous year: ₹ 13738.07 lacs)	2,432.00	3,649.74
	2,432.00	**3,649.74**

	As at 31.03.2026	As at 31.03.2025
18 Other Current Assets		
Balances with Government Authorities	2,796.62	2,646.52
Export benefit receivable	227.57	297.00
Other advances	1,585.69	1,617.55
	4,609.88	**4,561.07**

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19 A Share capital

₹ in Lacs

Particulars	As at 31.03.2026	As at 31.03.2025
a) Authorised:		
Equity Shares - 1,01,00,000 (Previous year 1,01,00,000) equity shares of ₹ 10 each	1,010.00	1,010.00
Preference Shares - 80,05,000 (Previous year 80,05,000) preference shares of ₹ 100 each	8,005.00	8,005.00
	9,015.00	**9,015.00**
b) Issued, Subscribed and fully paid up:		
Equity Shares - 24,83,066 of ₹ 10 each		
Balance at the beginning of the year	248.31	248.31
Changes in equity share capital during the year	-	-
Balance at the end of the year	**248.31**	**248.31**
Aggregate number of equity shares allotted to shareholders as fully paid up pursuant to Scheme of amalgamation on 7th November 2007 without payment being received in cash (Nos)	**23,13,000**	23,13,000
Above includes shares allotted to holding company (Nos)	**20,97,522**	20,97,522
c) Reconciliation of the number of equity shares outstanding:		
Shares outstanding as at the beginning of the year	**24,83,066**	24,83,066
Add : Issued during the year	-	-
Less : Redeemed during the year	-	-
Shares outstanding as at the end of the year	**24,83,066**	24,83,066

d) Details of each shareholder holding more than 5% equity shares

Name of the shareholder	As at 31.03.2026		As at 31.03.2025	
	No. of shares held	% holding in the class	No. of shares held	% holding in the class
Equity shares of Rs. 10 each fully paid				
Bengal & Assam Company Limited - Holding Company	21,89,580	88.18%	21,89,580	88.18%
Henry F. Cockill & Sons Ltd, U.K.	1,54,200	6.21%	1,54,200	6.21%

e) Shareholding of promoters

Promoter Name	No of Shares	% of Total Shares held	% change during the period
Bengal & Assam Company Limited - March 31, 2026	21,89,580	88.18%	-
- March 31, 2025	21,89,580	88.18%	-

f) Rights and preferences attached to the equity shares

i. The Company has only one class of Equity Shares having face value of Rs.10 each and each shareholder is entitled to one vote per share.

ii. 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.

iii. The dividend proposed by the Board of Directors is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend.

	As at 31.03.2026	As at 31.03.2025
g) Reconciliation of the number of preference shares outstanding:		
Shares outstanding as at the beginning of the year	**27,00,000**	36,00,000
Add : Issued during the year	-	-
Less : Redeemed during the year	9,00,000	9,00,000
Shares outstanding as at the end of the year	**18,00,000**	27,00,000

h) Details of each shareholder holding more than 5% preference shares

Name of the shareholder	As at 31.03.2026		As at 31.03.2025	
	No. of shares held	% holding in the class	No. of shares held	% holding in the class
Preference shares of Rs. 100 each fully paid				
JK Tyre and Industries Ltd.	18,00,000	100%	27,00,000	100%

i) Preference share holders have priority over equity shares in payment of Dividend and in repayment of capital.

ii) Preference share shall be redeemed at premium of 4%.

iii) Each holder of preference share is entitled to one vote per share, in proportion to the amount paid on preference share held, only on resolutions placed before the company which directly affects the rights attached to preference shares.

i) Aggregate number of share issued for consideration other than cash, bonus shares issued and share bought back during the period of five years immediately preceding the reporting date. - NIL.

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₹ in Lacs

19 B Other Equity

Particulars	Reserves and Surplus								Total
				Retained Earnings		Other Comprehensive Income			
	Securities Premium	Capital Reserve	Capital Redemption Reserve	Retained Earnings	General Reserve	Fair value (loss)/ Gain of Equity instruments	Remeasurement (loss) / gain of the net defined benefit plan	Income Tax relating to Items that will not be Reclassified to Statement of Profit and loss	
As on 1st April, 2024	**140.00**	**258.11**	**3,477.10**	**63,025.63**	**40,888.49**	**2,219.85**	**(1,591.94)**	**279.65**	**1,08,696.89**
Profit for the year	-	-	-	19,804.50	-	-	-	-	19,804.50
Other comprehensive income	-	-	-	-	-	29.17	(572.24)	103.94	(439.13)
Gain/ (Loss) on shares sold				1,038.34	-	(1,163.70)	-	125.36	-
Dividend paid	-	-	-	(1,986.46)	-	-	-	-	(1,986.46)
Transfer to capital redemption reserve (Refer Note no 20 (vi))	-	-	900.00	(900.00)	-	-	-		-
As on 31st March, 2025	**140.00**	**258.11**	**4,377.10**	**80,982.01**	**40,888.49**	**1,085.32**	**(2,164.18)**	**508.95**	**1,26,075.80**
Profit for the year	-	-	-	19,008.84	-	-	-	-	19,008.84
Other comprehensive income	-	-	-	-	-	555.12	(161.36)	(34.79)	358.97
Gain/ (Loss) on shares sold (Refer Note No 61(b))	-	-	-	1,033.73	-	(1,102.21)	-	68.48	-
Dividend paid	-	-	-	(1,986.46)	-	-	-	-	(1,986.46)
Transfer to capital redemption reserve (Refer Note no 20 (vi))	-	-	900.00	(900.00)	-	-	-	-	-
As on 31st March, 2026	**140.00**	**258.11**	**5,277.10**	**98,138.12**	**40,888.49**	**538.23**	**(2,325.54)**	**542.64**	**1,43,457.15**

J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

NON-CURRENT LIABILITIES

20 Financial Liabilities - Borrowings

Particulars	Non - Current		Current *	
	As at 31.03.2026	As at 31.03.2025	As at 31.03.2026	As at 31.03.2025
Secured Loans				
Term loans				
Banks	15,979.89	14,632.49	2,850.11	2,440.42
Unsecured				
Fixed Deposits	227.25	213.57	198.64	488.44
1% Cumulative Redeemable Preference Shares	900.00	1,800.00	900.00	900.00
	17,107.14	**16,646.06**	**3,948.75**	**3,828.86**

* Payable during next 12 months

(i) Term loan of Nil (Previous year ₹ 187.50 lacs) from a bank is secured by way of 50% of first charge on certain specified movable fixed assets of the company.

(ii) Term loan of ₹ 5595.91 lacs (Previous year ₹ 6542.75 lacs) from a bank is secured by way of first charge on certain specified movable fixed assets of the company, balance amount repayable in 9 half yearly unequal instalments.

(iii) Term loan of ₹ 4522.86 lacs (Previous year ₹ 5491.87 lacs) from a bank is secured by way of first charge on certain specified movable fixed assets of the company, balance amount repayable in 6 half yearly unequal instalments.

(iv) Term loan of ₹ 4511.23 lacs (Previous year 4850.79 lacs) from a bank is secured by way of exclusive charge on Plant & Machinery financed out of this term loan, balance amount repayable (after moratorium period of 12 months) in 79 monthly unequal instalments.

(v) Term loan of ₹ 4200 lacs (Previous year Nil from a bank is secured by way of exclusive charge on Plant & Machinery financed out of this term loan, balance amount repayable (after moratorium period of 18 months) in 78 monthly unequal instalments. Charge is pending to be created.

(vi) Fixed Deposit of ₹ 198.64 lacs, ₹ 25 lacs and ₹ 202.25 lacs aggregating ₹ 425.89 lacs are due for repayment in 2026-27, 2027-28 and 2028-29 respectively.

(vii) During the year 2017-18, cumulative redeemable preference shares were issued at par value of Rs.100 per share redeemable in five equal installments alongwith 4% premium on redemption including coupon rate (1%) at the end of each of 6/7/8/9/10th year, i.e., from the date of allotment 26th April 2017. During the year 2025-26, the Company has redeemed 9,00,000 cumulative redeemable preference shares (PY. 9,00,000 cumulative redeemable preference shares), of ₹100 each at 4% premium i.e. ₹ 1148.37 lacs (including premium of ₹ 248.37. lacs) (PY. ₹1148.37 lacs (including premium of ₹ 248.37 lacs)). Amount transferred to capital redemption reserve is ₹ 900.00 lacs (PY. ₹ 900.00 lacs).

(Read with Note no 40)

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J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

		₹ in Lacs
	As at 31.03.2026	**As at 31.03.2025**
21 Other financial liabilities		
Trade deposits	3,540.23	3,469.15
Others	1.45	1.45
	3,541.68	**3,470.60**

22 Non-Current Provisions		
Provision for employee benefits		
Leave Encashment	1,136.77	553.43
	1,136.77	**553.43**

23 Deferred tax liabilities (Net)		
Deferred tax liabilities:		
Property, Plant and Equipment and Others	3,067.24	2,721.49
Deferred tax assets:		
Expenses / Provision Allowable	(867.95)	(631.86)
	2,199.29	**2,089.63**

24 Other Non - Current liabilities		
Other liabilities	638.60	626.75
	638.60	**626.75**

25 Financial Liabilities - Borrowings		
i) Short term borrowings		
Secured		
Working capital borrowings from banks	24,563.84	17,250.00
Unsecured		
Fixed deposits	9.50	10.00
ii) Current maturities of long term debt		
Secured		
Term loans - Banks*	2,850.11	2,440.42
Unsecured		
Fixed deposits	198.64	488.44
1% Cumulative Redeemable Preference Shares	900.00	900.00
	28,522.09	**21,088.86**

a) Working Capital borrowings from banks is secured by hypothecation and by first charge on stocks and book debts, etc., both present & future on pari passu basis with other banks.
(Read with Note no 40)

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b) The periodical returns/ statement filed by the Company with respect to working capital taken from banks on the basis of security of current assets, are in agreement with books of accounts.

*Refer Note No. 20

J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

	As at 31.03.2026	As at 31.03.2025
26 Financial Liabilities - Trade payables (Refer Note No. 42)		
Micro and small enterprises	4,517.90	3,724.02
Others	4,816.65	4,379.04
	9,334.55	**8,103.06**

Trade payables ageing schedule

As at 31st March 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	4,886.36	-	-	-	-	4,886.36
Others	3,634.18	741.95	26.52	43.85	1.69	4,448.19
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Total	**8,520.54**	**741.95**	**26.52**	**43.85**	**1.69**	**9,334.55**

As at 31st March 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	4,064.66	-	-	-	-	4,064.66
Others	3,212.98	487.22	119.30	106.60	112.30	4,038.40
Disputed dues - MSME	-	-	-	-	-	-
Disputed dues - Others	-	-	-	-	-	-
Total	**7,277.64**	**487.22**	**119.30**	**106.60**	**112.30**	**8,103.06**

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J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

	As at 31.03.2026	As at 31.03.2025
27 Financial Liabilities - Others		
Others		
Employee payables	3,693.60	4,202.20
Capital payables	263.10	119.04
Unclaimed dividend*	111.93	0.72
Unclaimed fixed deposits and interest accrued thereon*	-	0.09
Interest accrued but not due on borrowings	141.10	158.67
Derivative liabilities (foreign exchange forward and Option contracts)	318.82	87.26
Purchase Consideration Payable # (including Interest of Rs. 26.83 Lacs)	-	1,019.83
Other payables	599.11	582.47
	5,127.66	**6,170.28**

*Investor education & protection fund will be credited as and when due

Represents amount lying in J K Fenner - ACWA Escrow A/c as on 31st March 2025 against amount payable to ACWA as detailed in Note No. 66.

28 Other Current liabilities		
Government and other statutory dues	2,747.73	2,731.13
Advance from customers	493.16	513.61
Other payables	7,265.27	6,966.34
	10,506.16	**10,211.08**

29 Current Provisions		
Provision for employee benefits		
Gratuity	196.07	441.73
Leave encashment	260.96	422.74
	457.03	**864.47**

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₹ in Lacs

	2025-2026 April - March	2024-2025 April - March
30 Revenue from Operations		
Sale of products	1,54,564.79	1,46,968.68
Less : Inter division transfer	(1,116.08)	(862.62)
	1,53,448.71	1,46,106.06
Other operating revenues	1,110.62	1,248.38
	1,54,559.33	**1,47,354.44**

	2025-2026 April - March	2024-2025 April - March
31 Other Income		
Interest income from short-term deposits and loans	135.50	172.23
Interest income from Income tax refund	1,289.84	-
Income from Bonds and Funds	1,036.41	673.16
Income from Preference shares	49.93	27.62
Dividend income from long term investments	7.65	3.78
Profit on sale of investments	2,075.28	1,574.81
Fair Value gain on mutual fund and other investments (Net)	2,878.80	2,791.43
Profit on sale of Property Plant & Equipment (Net)	448.54	456.48
Exchange difference (Net)	664.99	484.85
Other non operating income		
Lease rent	104.83	173.27
Liabilities / Provision no longer required written back	1,154.04	1,145.18
Provision for doubtful debts written back	42.48	-
Others	196.56	634.94
	10,084.85	**8,137.75**

	2025-2026 April - March	2024-2025 April - March
32 Changes in inventory of finished goods and work-in-progress		
Opening stock		
Finished goods	4,276.18	4,017.82
Work in progress	1,584.02	1,166.18
Stock-in-trade (Engineering and other miscellaneous products)	2,265.42	2,325.21
	8,125.62	**7,509.21**
Closing stock		
Finished goods	4,449.01	4,276.18
Work in progress	1,794.08	1,584.02
Stock-in-trade (Engineering and other miscellaneous products)	2,328.11	2,265.42
	8,571.20	**8,125.62**
Net (Increase)/Decrease in Stocks	**(445.58)**	**(616.41)**

	2025-2026 April - March	2024-2025 April - March
33 Employee benefit expenses		
Salaries and Wages	21,629.66	19,217.14
Employees' welfare & other Benefits	1,077.64	1,024.97
Contribution to Provident and other Funds	835.64	721.26
Contribution to Gratuity Fund	521.97	185.77
	24,064.91	**21,149.14**

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₹ in Lacs

	2025-2026 April - March	2024-2025 April - March
34 Finance costs		
Interest Expenses		
Borrowings	2,691.10	2,376.25
Lease liabilities	130.98	120.39
Premium paid on redemption of preference share capital	248.37	248.37
Less: Premium received on redemption of Investment in preference shares	(248.25)	(248.25)
Other Borrowing Costs	606.29	268.01
	3,428.49	**2,764.77**

35 Depreciation and amortization expenses		
Depreciation on Tangible Assets	4,863.73	5,348.07
Depreciation on Right of use asset	286.18	251.00
Amortization of Intangible assets	234.67	166.73
	5,384.58	**5,765.80**

36 Other expenses		
Power & Fuel	5,060.34	5,383.48
Less : Inter division transfer	(1,116.08)	(862.62)
	3,944.26	4,520.86
Consumption of stores and Spares	4,875.80	5,165.21
Repairs to Machinery	1,830.39	1,604.84
Repairs to Buildings	400.58	131.05
Rent	292.03	196.69
Rates & taxes	263.45	146.57
Freight & Transportation	2,924.21	2,654.22
Insurance	515.51	448.87
Legal & Professional Expenses	5,392.05	3,354.83
Corporate Social Responsibility Expenses	475.44	387.49
Warehouse Expenses	1,184.25	1,098.84
Advertisement & Sales Promotion Expenses	2,364.71	2,115.05
Travelling expenses	2,921.91	2,856.85
Bad Debts written off	81.87	-
Provision for Bad and Doubtful Debts	18.37	42.48
Miscellaneous Expenses	5,972.84	5,402.22
	33,457.67	**30,126.07**

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37 Capital commitments (Net of advances) ₹ 2034.35 lacs (Previous year ₹ 3384.87 lacs) and other commitments ₹ Nil (Previous year ₹ Nil).

38 (a) Contingent liabilities in respect of claims not accepted and not provided for is ₹ 1687.62 lacs (Previous year ₹ 1687.12 lacs). Details thereof are, Excise duty matters in appeal ₹ 78.74 lacs, Service tax matters in appeal ₹ 31.13 lacs, Goods & Services tax ₹ 92.92 lacs, Income tax matters in appeal ₹ 990.40 lacs and other matters ₹ 494.43 lacs (Previous year: ₹ 78.74 lacs, ₹ 31.13 lacs, ₹ 89.50 lacs, ₹ 993.31 lacs & ₹ 494.43 lacs respectively).

(b) Standby Letter of Credit extended by the lender of the Company as a security for credit facility availed by JKF Americas Inc.amounting to Rs.3129.56 lacs (Previous year Rs 2564.25 lacs). The management, based on valuation report of an independent registered valuer, has determined the fair value of such guarantee as Rs. Nil

39 Expenditure on In-house Research and Development (R&D) activities during the year:

	2025-2026 April - March	2024-2025 April - March
Revenue expenditure (included in respective revenue accounts)	1,521.45	1,428.66
Capital expenditure (except land and building)	186.17	359.44
Total	**1,707.62**	1,788.10

40 Assets pledged as security for borrowings

	31.03.2026	31.03.2025
Current		
Financial assets		
Trade receivables	37,930.09	33,771.58
Non financial assets		
Inventories	16,618.58	15,167.88
Total	54,548.67	48,939.46
Non-Current		
Property, plant and equipment	30,517.00	22,101.00
Total	30,517.00	22,101.00
Total assets pledged with as security	85,065.67	71,040.46

41 **Assets Held for Sale** : The Company has identified certain assets for disposal. The management is in discussions with potential buyers. Based on preliminary discussions with potential buyers/ external valuation, the carrying value of these assets has been considered as fair value:-

	31.03.2026	31.03.2025
Property, plant & equipment	**197.52**	-
Total	**197.52**	-

42 The details of amounts outstanding under the Micro, Small and Medium Enterprises Development Act, 2006 to the extent of information available with the Company are as under: (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).

43 Details of expenditure on Corporate Social Responsibility Activities as per Section 135 of Companies Act, 2013 read with Schedule III are as below

	2025-2026	2024-2025
i) Gross amount required to be spent by the Company during the year	**474.62**	**383.95**
ii) Set-off excess amount spent towards CSR in previous year	4.80	1.26
iii) Net amount required to be spent by the Company during the year ((i) - (ii))	**469.82**	382.69
iv)Amount spent/provision made during the year:		
a) Promotion of Education	61.20	53.94
b)Health Care	58.60	49.87
c)Livelihood / Skill Development	232.11	146.36
d)Others	123.53	137.32
Total amount spent by the Company during the year	**475.44**	387.49
v) Cumulative (excess)/ short amount spent ((iii) - (iv))	**(5.62)**	(4.80)

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44 During the year, the Company has purchased 34,00,000 shares of Cavendish industries Ltd and sold 14,00,000 shares. Consquent to the scheme of amalgamation of Cavendish Industries limited with JK Tyre & Industries Limited, balance 20,00,000 shares of Cavendish industries Ltd were converted into 18,40,000 shares of JK Tyre & Industries Limited.

Notes to the standalone financial statements for the year ended 31st March, 2026 ₹ in Lacs

45 The Company has not provided diminution in the value of certain long term strategic investments, since in the opinion of the Board, such diminution in their value is temporary in nature, considering the inherent value, nature of investment, the investees assets and expected future cash flow from such investments.

46 Payment to auditors (exclusive of applicable taxes)

	2025-2026 April - March	2024-2025 April - March
i) Statutory Auditors		
a) Audit fee	17.00	12.50
b) Taxation	2.75	2.25
c) Certificates and other services	19.45	11.95
Total	**39.20**	**26.70**

47 Earnings per share

	2025-2026 April - March	2024-2025 April - March
Profit for the year attributable to Equity Shareholders	19,008.84	19,804.50
Weighted average number of Equity Shares for Basic / Diluted EPS	24,83,066	24,83,066
Earnings per share of ₹ 10 each		
- Basic / Diluted	**765.54**	**797.58**

48 Operating Segments

(i) Information about Business Segment

Company operates in a Single Primary Segment (Business Segment) i.e. Polymer.

(ii) Secondary Segments (Geographical Segment)

Revenue	2025-2026 April - March	2024-2025 April - March
Within India*	1,24,210.86	1,13,722.95
Outside India	30,348.47	33,631.49
Total	**1,54,559.33**	**1,47,354.44**

All non current assets of the Company are located in India .

No customer have revenues exceeding 10% of total revenue in current year (Previous year - ₹ Nil).

* Including Export benefits.

49 Dividends

The following dividends were declared and paid by the company during the year:

	2025-2026 April - March	2024-2025 April - March
For the year ended March 31, 2026: ₹ 80 per share - ₹ 40 per share for FY 2025-26 as Interim dividend and ₹ 40 per share for FY 2024-25 (March 31, 2025: ₹ 80 per share(₹ 40 per share for FY 2024-25 as Interim dividend and ₹ 40 per share for FY 2023-24)	1,986.46	1,986.46
Total	**1,986.46**	**1,986.46**

The following dividends were proposed by the board of directors in their meeting subject to approval of shareholders at the Annual General Meeting and are not recognised as a liability.

	2025-2026 April - March	2024-2025 April - March
For the year ended March 31, 2026: ₹ 40 per share (March 31, 2025: ₹ 40 per Share for FY 2024-25)	993.23	993.23
Total	**993.23**	**993.23**

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Notes to the standalone financial statements for the year ended 31st March, 2026 ₹ in Lacs

50 The Company applies Ind AS 116 "Leases" to its long term operating lease and accordingly has recognised right-of-use assets and corresponding lease liabilities.

1. Refer Note 3 for changes in the carrying value of right of use assets for the year ended March 31, 2026.
2. The following is the break-up of current and non-current lease liabilities.

	31.03.2026	31.03.2025
Current Lease liabilities	249.76	224.06
Non-current lease liabilities	1,483.28	999.97
Total	**1,733.04**	**1,224.03**

3. The following is the movement in lease liabilities.

Balance at the beginning	1,224.03	1,338.67
Additions during the year	785.16	318.89
Deletions during the year	(20.80)	(192.91)
Finance cost accrued during the period	130.98	120.39
Gain of De-recognition of Lease Assets	(6.75)	(23.22)
Payment of lease liabilities	(379.58)	(337.81)
Balance at the end	**1,733.04**	**1,224.03**

4. The below table provides details regarding the contractual maturities of lease liabilities on an undiscounted basis:

Not later than one year	382.71	318.75
Later than one year and not later than five years	1,166.88	817.95
Later than five years	870.72	476.90
Total	**2,420.31**	**1,613.60**

5. The amount recognised in the statement of profit and loss during the year:

Depreciation on Right of use asset	286.18	251.00
Interest on Lease liabilities	130.98	120.39
Lease rent recognised as expenses for short term and low value leases	292.03	196.69
Total	**709.19**	**568.08**

51 Income Tax

(A) Amounts recognised in Statement of Profit and Loss account

	2025-2026 April - March	2024-2025 April - March
Current Tax	6,234.28	7,033.80
Income tax paid for earlier years	(34.51)	116.66
Deferred tax charge / (credit)	74.87	640.76
Income tax expense reported in the Statement of Profit and Loss	**6,274.64**	**7,791.22**

(B) Income Tax recognised in Other Comprehensive Income

	2025-2026 April - March	2024-2025 April - March
Income tax relating to Items that will not be Reclassified to Statement of Profit and loss	(34.79)	103.94
Total	**(34.79)**	**103.94**

(C) Reconciliation of Effective Tax Rate

Particulars	**2025-2026 April - March**	2024-2025 April - March
Accounting Profit before Income Tax	25,283.48	27,595.72
At applicable Statutory Income tax rate @ 25.168%	6,363.35	6,945.29
Items not part of accounting profit, taxed at differential tax rate @ 14.30%	72.46	125.36
Scientific research expenses u/s 35(1)(iv)	(46.86)	(90.46)
Deferred Tax related to Property, Plant & Equipment	(379.69)	(260.35)
Deferred Tax related to Unrealised gain on Mutual funds	724.59	855.83
Others	(424.70)	98.89
Reported Income Tax Expense	**6,309.15**	**7,674.56**
Effective Tax Rate	**24.95%**	**27.81%**

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₹ in Lacs

52 Employee 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

Particulars	Leave Encashment (Non Funded)		Gratuity (Funded)	
	2025-2026	2024-2025	**2025-2026**	2024-2025
I.Change in the Present Value of Obligation				
Present Value of Defined Benefit Obligation at the beginning of the year	976.17	876.92	2,076.87	1,795.98
Current Service Cost	110.79	77.38	217.15	164.96
Past Service Cost	275.06	-	295.67	-
Interest Expense or Cost	55.12	49.45	135.88	119.57
Actuarial (gains) / losses on obligation	314.11	307.41	(77.25)	157.19
Benefit Paid	(333.52)	(334.99)	(163.26)	(160.83)
Present Value of Obligation as at the end	**1,397.73**	**976.17**	**2,485.06**	**2,076.87**
II.Change in the Fair Value of Plan Asset				
Fair value of Plan Assets at the beginning of the year	-	-	1,635.14	1,453.31
Investment Income	-	-	126.73	107.63
Employer's Contribution	333.52	334.99	614.88	342.66
Benefits Paid	(333.52)	(334.99)	(163.26)	(160.83)
Return on Plan Asset, excluding amount recognised in net interest Expenses	-	-	75.50	(107.63)
Fair value of Plan Assets as at the end	**-**	**-**	**2,288.99**	**1,635.14**
III.Expenses recognised in the Statement of Profit & Loss Account *				
Current Service Cost	110.79	77.38	217.15	164.96
Past Service Cost	275.06	-	295.67	-
Net Interest Income / (Cost) on the Net Defined Benefit Liability (Asset)	55.12	49.45	9.15	11.94
Expenses recognised in the Income Statement	**440.97**	**126.83**	**521.97**	**176.90**
IV.Other Comprehensive income				
Actuarial (gain) / loss on defined benefit obligation	314.11	307.41	(77.25)	157.19
Return on Plan Asset, excluding amount recognised in net interest Expenses	-	-	75.50	(107.63)
Components of Defined Benefit Costs recognised in Other Comprehensive Income	**314.11**	**307.41**	**(152.75)**	**264.82**
Actuarial Assumptions				
Discount Rate	7.36%	6.81%	7.36%	6.81%
Mortality	Indian Assured Lives Mortality (2012-14) Ultimate			
Salary Escalation	5.50%	5.50%	5.50%	5.50%

*Included under the head Employee benefits expense-Refer Note No. 33.

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J.K. FENNER (INDIA) LIMITED
Notes to the standalone financial statements for the year ended 31st March, 2026

₹ in Lacs

Leave Encashment (Non Funded)

Particulars	2025-26	2024-25	2023-24	2022-23	2021-22
Present Value of Defined Benefit Obligation	1,397.73	976.17	876.92	789.22	599.36
Fair Value of Plan Assets	-	-	0	-	-
Surplus / (Deficit)	(1,397.73)	(976.17)	(876.92)	(789.22)	(599.36)
Experience adjustment on Plan Liabilities (Gain) / Loss	364.42	299.11	237.13	295.05	131.66
Experience adjustment on Plan Assets (Gain) / Loss	-	-	-	-	-

Gratuity (Funded)

Particulars	2025-26	2024-25	2023-24	2022-23	2021-22
Present Value of Defined Benefit Obligation	2,485.06	2,076.87	1795.98	1,441.09	1,273.41
Fair Value of Plan Assets	2,288.99	1,635.14	1453.31	1,189.22	1,331.23
Surplus / (Deficit)	(196.07)	(441.73)	(342.67)	(251.87)	57.82
Experience adjustment on Plan Liabilities (Gain) / Loss		130.36	208.99	83.68	(208.38)
Experience adjustment on Plan Assets (Gain) / Loss	(196.08)	(107.63)	51.81	(29.24)	(36.63)

Sensitivity Analysis

Particulars	Leave Encashment (Non Funded)			
	March 31,2026		March 31,2025	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	1,491.98	1,314.71	1,032.70	927.22
Salary Growth Rate (- / + 1%)	1,318.85	1,485.76	930.64	1,028.01
Attrition Rate (- / + 1% of attrition rates)	1,388.94	1,405.73	973.49	978.47

Particulars	Gratuity			
	March 31,2026		March 31,2025	
	Decrease	Increase	Decrease	Increase
Discount Rate (- / + 1%)	2,467.82	2,500.89	2,254.23	1,912.04
Salary Growth Rate (- / + 1%)	2,296.91	2,697.47	1,917.32	2,257.15
Attrition Rate (- / + 1% of attrition rates)	2,467.81	2,500.89	2,070.37	2,083.08

Sensitivities due to mortality are not material & hence impact of change not calculated.

Maturity profile of Defined Benefit Obligation

Particulars	Leave Encashment		Gratuity	
	2025-26	2024-25	2025-26	2024-25
Within next 1 year	280.16	451.53	299.97	243.43
Between 2 - 5 years	392.73	195.92	760.69	605.29
More than 5 years	1,887.94	980.59	1,085.69	837.64

a) The expected return on plan assets is determined considering several applicable factors mainly the composition of the plan assets held, assessed risks of assets management, historical results of return on plan assets and the policy for plan assets management.

b) The estimates of future salary increase, considered in actuarial valuation, take account of inflation, seniority, promotion and other relevant factors, such as supply and demand in the employment market.

c) Contributions to Pension Fund (trust) during the 12 months ended 31st March, 2026 of ₹ 18.29 lacs (Previous Year: ₹ 20.93 lakhs) has been included under the head Employee Benefits Expense.

Defined Contribution Plans

Employer's Contributions to Provident and other Funds charged off during the 12 months ended 31st March,2026 of ₹ 748.21 lacs (Previous Year: ₹ 661.97 lacs) has been included under the head Employee Benefits Expense.

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53 Related Parties (as certified by the management)

(A) Related parties

(i) Holding company

Bengal & Assam Co. Ltd.

(ii) Subsidiary companies :

Southern Spinners and Processors Ltd.
Modern Cotton Yarn Spinners Ltd.
Divyashree Company Private Ltd.
JKF Americas, Inc.
JKF Evolve Limited .
Sridharnath Research Limited (w.e.f. 21st November 2024)

(iii) Associates :

PSV Energy Pvt. Ltd.
Dwarkesh Energy Ltd.

(iii) Step down Subsidiary

JK Agri Research Services Ltd (w.e.f. 3rd January 2025)

(iv) Fellow subsidiary companies

(With whom Company have transactions during the year)
JK Agri Genetics Limited

(v) Key Management Personnel (KMP)

Dr. Raghupati Singhania	Chairman
Shri. Vikrampati Singhania	Vice Chairman & Managing Director
Shri. Nagaraju Srirama	President &Director
Shri. Harsh Pati Singhania	Non-Executive Non-Independent Director
Smt. Mamta Singhania	Non-Executive Non-Independent Director
Shri. Surendra Malhotra (Till 4th May 2024)	Independent Director
Dr. Shailendra Chouksey (w.e.f. 1st May 2024)	Independent Director
Shri. H.V.Lodha	Non-Executive Non-Independent Director
Shri. Bakul Jain (Till 11th May 2025)	Independent Director
Shri. Sanjeev Kumar Jhunjhunwala (w.e.f. 12th May 2025)	Independent Director
Shri. Rahul Chandrakant Kirloskar (Till 13th March 2025)	Independent Director
Shri. Raj Kumar Jain (w.e.f. 14th March 2025)	Independent Director
Shri. Amit Agarwal	Chief Financial Officer
Shri. J Swaminathan	Company Secretary

(vi) Post Employment Benefit Plan entities (Trust)

J.K. Fenner Executive Staff Provident Fund
J.K. Fenner (India) Ltd Gratuity Fund
J.K. Fenner Executive Staff Pension Fund

(vii) Other related parties (With whom Company have transactions during the year)

Hari Shankar Singhania Elastomer and Tyre Research Institute
JK Lakshmi Cement Limited
CliniRx Research Private Limited
JK Paper Limited
JK Tyre & Industries Limited
Tanvi Commercial Pvt Ltd.
Cavendish Industries Limited (upto 24th December 2025)
Ms. Aadyaa Singhania
Juggilal Kamlapat Lakshmipat

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J.K. FENNER (INDIA) LIMITED

Notes to the standalone financial statements for the year ended 31st March, 2026

53 B Transactions conducted with related parties in the ordinary course of business :

Rs. Lacs

		Holding Company		Subsidiaries		Associates		Fellow Subsidiary		Other related Parties	
S.No	Nature of Transaction	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25
1	**Sale of products**										
	Southern Spinners and Processors Ltd.	-	-	1.04		-	-	-	-	-	-
	Modern Cotton Yarn Spinners Ltd	-	-	1.10	-	-	-	-	-	-	-
	JKF Americas Inc.	-	-	6,335.12	8,769.07	-	-	-	-	-	-
	JK Tyre & Industries Limited	-	-	-	-	-	-	-	-	0.74	992.80
	JK Lakshmi Cement Limited	-	-	-	-	-	-	-	-	4.97	-
2	**Interest Income**										
	Southern Spinners and Processors Ltd.	-	-	5.54	-	-	-	-	-	-	-
	Bengal & assam Co. Ltd	-	84.82	-	-	-	-	-	-	-	-
	JKF Evolve Limited	-	-	39.99	35.96	-	-	-	-	-	-
3	**Dividend income from long term investments**										
	Bengal & assam Co. Ltd	-	3.78	-	-	-	-	-	-	-	-
4	**Lease rent received**										
	JK Tyre & Industries Limited	-	-	-	-	-	-	-		-	66.32
	JK Agri Genetics Limited	-	-	-	-	-	-	17.61	17.61	-	-
	CliniRx Research Private Limited (Clinirx)	-	-	-	-	-	-	-	-	0.60	0.60
	JKF Evolve Limited	-	-	0.25	0.25	-	-	-	-	-	-
5	**Miscellaneous Income**										
	JKF Americas Inc.	-	-	2.84	-	-	-	-	-	-	-
	Cavendish Industries Limited	-	-	-	-	-	-	-			7.79
	JKF Evolve Limited	-	-	0.08	-	-	-	-	-	-	-
6	**Reimbursement of Expenses received**										
	Southern Spinners and Processors Ltd.	-	-	135.76	157.25	-	-	-	-	-	-
	JKF Americas Inc.	-	-	4,293.54	1,171.50	-	-	-	-	-	-
	Sridharnath Research Ltd			0.10	-						
	JK Paper Limited (JKPL)	-	-	-	-	-	-	-	-	-	6.40
	JK Lakshmi Cement Limited	-	-	-	-	-	-	-	-	-	6.40
	CliniRx Research Private Limited (Clinirx)	-	-	-	-	-	-	-	-	7.08	11.02
	JKF Evolve Limited	-	-	3.10		-	-	-	-	-	-
7	**Purchase of Goods**										
	Southern Spinners and Processors Ltd.	-	-	31.50	1,110.40	-	-	-	-	-	-
	Modern Cotton Yarn Spinners Ltd	-	-	431.33	3,217.29	-	-	-	-	-	-
	Bengal & assam Co. Ltd	3,722.13	166.93	-	-	-	-	-	-	-	-
	PSV Energy Pvt. Ltd.	-	-	-	-	77.14	54.89	-	-	-	-
8	**Interest Expenses**										
	JK Tyre & Industries Limited	-	-	-	-	-	-			18.72	29.48
9	**Dividend Paid**										
	Bengal & assam Co. Ltd	1,751.66	1,751.66	-	-	-	-	-	-	-	-
10	**Rent paid**										
	Modern Cotton Yarn Spinners Ltd	-	-	24.75	24.75	-	-	-	-	-	-
	Divyashree Company Private Ltd	-	-	54.00	54.51	-	-	-	-	-	-
	JK Tyre & Industries Limited	-	-	-	-	-	-	-	-	23.77	18.98
	JK Lakshmi Cement Limited	-	-	-	-	-	-	-	-	39.45	40.66
	Tanvi Commercial Pvt Ltd	-	-	-	-	-	-	-	-	67.50	-
11	**Travelling expenses**										
	JK Paper Limited (JKPL)	-	-	-	-	-	-	-	-	-	6.52
	JK Tyre & Industries Limited	-	-	-	-	-	-		-	3.60	3.60
	JK Lakshmi Cement Limited	-	-	-	-	-	-	-	-	25.38	13.52
12	**Miscellaneous Expenses**										
	JK Paper Limited (JKPL)	-	-	-	-	-	-	-	-	-	1.29
	JK Tyre & Industries Limited	-	-	-	-	-	-		-	25.65	30.82
	Hari Shankar Singhania Elastomer and Tyre Research Institute (HASETRI)	-	-	-	-	-	-	-	-	1.73	1.34
	JK Lakshmi Cement Limited	-	-	-	-	-	-	-	-	30.40	24.31
	PSV Energy Pvt. Ltd.	-	-	-	-	21.88	18.97	-	-	-	-
13	**Reimbursement of Expenses paid**										
	Divyashree Company Private Ltd	-	-	1.40	3.56	-	-	-	-	-	-
	JKF Americas Inc.	-	-	896.41	-	-	-	-	-	-	-
	JK Paper Limited (JKPL)	-	-	-	-	-	-	-	-	40.88	-
	JK Tyre & Industries Limited	-	-	-	-	-	-		-	104.83	91.75
	JKF Evolve Limited	-	-	12.55	36.08	-	-	-	-	-	-
14	**Investment in Equity Shares**										
	Sridharnath Research Ltd	-	-	5.00	5.00	-	-	-	-	-	-
	JKF Evolve Limited	-	-	450.00	200.00	-	-	-	-	-	-
15	**Inter corporate deposit given/ (received back)**										
	Southern Spinners and Processors Ltd.	-	-	350.00	-	-	-	-	-	-	-
	Bengal & assam Co. Ltd		(2,000.00)	-	-	-	-	-	-	-	-
	JKF Evolve Limited	-	-	252.08	(115.10)	-	-	-	-	-	-
16	**Premium paid on redemption of preference share capital**										
	JK Tyre & Industries Limited	-	-	-	-	-	-	-	-	248.37	248.37
17	**Repayment of Deferred payment liabilities**										
	JK Tyre & Industries Limited	-	-	-	-	-	-	-	-	-	1,046.90
18	**Redemption of preference share capital**										
	JK Tyre & Industries Limited	-	-	-	-	-	-	-	-	900.00	900.00
19	**Rent Deposit Paid**										
	Divyashree Company Private Ltd	-	-	-	18.00	-	-	-	-	-	-
20	**Remuneration paid to relative of KMP**										
	Ms. Aadyaa Singhania	-	-	-	-	-	-	-	-	23.65	10.63
21	**Corporate guarantee given on loan availed by**										
	JKF Americas Inc.	-	-	3,129.56	2,564.25	-	-	-	-	-	-
22	**Sale of Investments**										
	Juggilal Kamlapat Lakshmipat	-	-	-	-	-	-	-	-	4,900.00	-

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Notes to the standalone financial statements for the year ended 31st March, 2026

53 B Transactions conducted with related parties in the ordinary course of business : Rs. Lacs

Nature of Transaction	2025-26	2024-25
Contribution to Trusts		
J.K. Fenner Executive Staff Provident Fund	293.31	241.71
J.K. Fenner (India) Ltd Gratuity Fund	450.71	342.66
J.K. Fenner Executive Staff Pension Fund	20.22	20.93
Remuneration paid to Key Managerial Personnel		
Short-term Employee Benefits	4,069.32	4,519.58
Post-employment Benefits*		-
Other Payments	95.54	88.25
Loan Given / (Repaid)	(20.00)	20.00

* As the liabilities for gratuity and leave encashment are provided on actuarial basis for the Company as a whole, the amounts pertaining to Key Management Personnel are not included above.

Outstanding balances

	Holding Company		Subsidiaries		Associates		Fellow Subsidiary		Other related Parties	
Amount receivable / (payable)	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25	2025-26	2024-25
Bengal & assam Co. Ltd	(212.95)	(14.84)	-	-	-	-	-	-	-	-
Southern Spinners and Processors Ltd.	-	-	391.56	48.39	-	-	-	-	-	-
Modern Cotton Yarn Spinners Ltd	-	-	(2.22)	(171.16)	-	-	-	-	-	-
Divyashree Company Private Ltd	-	-	54.00	54.00	-	-	-	-	-	-
JKF Americas Inc.	-	-	6,601.13	4,134.12	-	-	-	-	-	-
JKF Evolve Limited	-	-	743.64	489.65	-	-	-	-	-	-
Sridharnath Research Limited			0.10	-	-	-	-	-	-	-
PSV Energy Pvt. Ltd.	-	-	-	-	6.40	0.56	-	-	-	-
JK Paper Limited (JKPL)	-	-	-	-	-	-	-	-	-	(0.13)
Hari Shankar Singhania Elastomer and Tyre Research Institute (HASETRI)	-	-	-	-	-	-	-	-	(0.09)	(0.16)
JK Lakshmi Cement Limited	-	-	-	-	-	-	-	-	(3.32)	(16.59)
CliniRx Research Private Limited (Clinirx)	-	-	-	-	-	-	-	-	7.20	9.65

Outstanding Balances	2025-26	2024-25
Commision payable to KMP	1,985.00	2,566.25
Receivable From KMP		
Loan	7.50	27.50

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Notes to the standalone financial statements for the year ended 31st March, 2026 ₹ in Lacs

54 Financial instruments - Fair values 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:

Particulars	As at 31.03.2026		As at 31.03.2025	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value
(i) Financial Assets				
At Amortised cost				
- Trade Receivables	37,930.09	37,930.09	33,771.58	33,771.58
- Loans	1,241.19	1,241.19	763.94	763.94
- Other financial assets	2,361.90	2,361.90	1,683.86	1,683.86
- Cash & Cash Equivalents	6,872.61	6,872.61	5,095.13	5,095.13
- Other Bank Balances	1,211.93	1,211.93	1,045.55	1,045.55
- Investments	15,440.12	15,440.12	15,865.12	15,865.12
At Fair value through Other Comprehensive Income				
- Other financial assets	-	-	756.37	756.37
- Investments *	7,478.63	7,478.63	111.14	111.14
At Fair value through Profit and Loss				
- Investments *	86,878.44	86,878.44	77,866.73	77,866.73
Total	**1,59,414.91**	**1,59,414.91**	**1,36,959.42**	**1,36,959.42**
(ii) Financial Liabilities				
At Amortised cost				
- Borrowings	45,629.23	45,629.23	37,734.92	37,734.92
- Trade Payables	9,334.55	9,334.55	8,103.06	8,103.06
- Others	10,402.38	10,402.38	10,864.91	10,864.91
Total	**65,366.16**	**65,366.16**	**56,702.89**	**56,702.89**

* Refer Note No. 61(a)

The following methods and assumptions were used to estimate the fair values:

1. Cash and short-term deposits, trade receivables, trade payables, 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 rates, individual creditworthiness of the counterparty etc. Based on this evaluation, allowances are considered to account for the expected losses of these receivables. As at end of each reporting year, the carrying amounts of such receivables, net of allowances (if any), are not materially different from their calculated fair values.

3. Fair value of investments in quoted equity shares are based on quoted market price at the reporting date. The fair value of unquoted Investments in preference shares are estimated by discounting future cash flows using rates currently available for debt on similar terms and remaining maturities. The fair value of unquoted investments in equity shares are estimated on net assets basis. (Refer Note 61).

4. Fair value of borrowings from banks and other non-current financial liabilities, are estimated by discounting future cash flows using rates currently available for debt on similar terms and remaining maturities.

5.Fair value of derivatives are calculated using the appropriate variable parameters.

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 prices in active markets.
Level 2 - inputs other than quoted prices included within Level 1 that are observable, either directly or indirectly.
Level 3 - inputs that are not based on observable market data.

Particulars	Level 1	Level 2	Level 3
March 31, 2026			
Financial Assets:			
- Quoted Equity Shares	7,367.49	-	-
- Unquoted Equity Shares	-	-	111.14
- Unquoted Preference Shares	-	-	-
- Other funds	-	12,546.26	-
- Mutual funds	74,332.18	-	-
March 31, 2025			
Financial Assets:			
- Quoted Equity Shares	756.37	-	-
- Unquoted Equity Shares	-	-	111.14
- Unquoted Preference Shares	-	-	-
- Other funds	-	12,597.90	-
- Mutual funds	65,268.83	-	-

There has been no transfer among levels 1 and 2 during the year ended March 31, 2026 and March 31, 2025. There has been transfer of unquoted preference shares from level 3 to level 2 during year ended March 31, 2026.

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55 (a) The fair value of Investment property as at 31st March, 2026 is ₹ 650.50 lacs (Previous year ₹ 591.36 lacs). The fair value is after considering the rental income from current leases and other assumptions that market participants would use while pricing investment property under current market conditions.

(b Amount recognised in Statement of Profit and Loss for investment properties :

Particulars	2025-26	2024-25
Rental income derived from investment properties	17.61	17.61
Direct operating expenses (including repairs and maintenance) generating rental income	1.88	2.14
Direct operating expenses (including repairs and maintenance) that did not generate rental income	-	-
Profit arising from investment properties before depreciation and indirect expenses	15.73	15.47
Less – Depreciation	0.56	0.56
Profit arising from investment properties before indirect expenses	15.17	14.91

56 Financial Risk Management Objectives and Policies

The company's activities are exposed to a variety of financial risks from its operations. The key financial risks include market risk (including foreign currency risk, interest rate risk and commodity price risk), credit risk and liquidity risk.

Market Risk: Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises mainly three types of risk: interest rate risk, currency risk and other price risk such as commodity price risk.

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 has obtained foreign currency borrowings and has foreign currency trade payables and receivables and is therefore, exposed to foreign exchange risk. After taking cognisance of the natural hedge, the company takes appropriate hedges to mitigate its risk resulting from fluctuations in foreign currency exchange rate(s).

The carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities at the end of the reporting periods expressed in Foreign Currency and INR, are as follows:

Particulars	Amount (in Lakhs)		
	USD	EUR	GBP
Financial assets			
Trade receivables as at 31.03.2026 (in Foreign Currency)	144.08	10.89	0.55
Trade receivables as at 31.03.2026 (in INR))	13,658.44	1,187.33	69.05
Trade receivables as at 31.03.2025 (in Foreign Currency)	131.85	21.19	0.10
Trade receivables as at 31.03.2025 (in INR))	11,270.07	1,951.16	10.90
Bank Balance as at 31.03.2026 (in Foreign Currency)	0.02	-	-
Bank Balance as at 31.03.2026 (in INR)	2.29	-	-
Bank Balance as at 31.03.2025 (in Foreign Currency)	0.02	-	-
Bank Balance as at 31.03.2025 (in INR)	2.07	-	-
Net exposure to foreign currency risk (assets) as at 31.03.2026 (In FC)	**144.10**	**10.89**	**0.55**
Net exposure to foreign currency risk (assets) as at 31.03.2026 (In INR))	**13,660.73**	**1,187.33**	**69.05**
Net exposure to foreign currency risk (assets) as at 31.03.2025 (In FC)	131.87	21.19	0.10
Net exposure to foreign currency risk (assets) as at 31.03.2025 (In INR))	11,272.13	1,951.16	10.90
Financial liabilities			
Trade payables as at 31.03.2026 (in Foreign Currency)	6.70	2.13	-
Trade payables as at 31.03.2026 (in INR)	635.20	232.07	-
Trade payables as at 31.03.2025 (in Foreign Currency)	9.77	0.13	-
Trade payables as at 31.03.2025 (in INR)	835.47	11.56	-
Borrowings as at 31.03.2026 (in Foreign Currency)	82.39	-	-
Borrowings as at 31.03.2026 (in INR)	7,813.83	-	-
Borrowings as at 31.03.2025 (in Foreign Currency)	-	-	-
Borrowings as at 31.03.2025 (in INR)	-	-	-
Net exposure to foreign currency risk (liabilities) as at 31.03.2026 (in FC)	**89.09**	**2.13**	**-**
Net exposure to foreign currency risk (liabilities) as at 31.03.2026 (in INR)	**8,449.03**	**232.07**	**-**
Net exposure to foreign currency risk (liabilities) as at 31.03.2025 (in FC)	9.77	0.13	-
Net exposure to foreign currency risk (liabilities) as at 31.03.2025 (in INR)	835.47	11.56	-

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Of the above foreign currency exposure, following exposures are not hedged

Particulars	Amount (Rs.in Lakhs)		
	USD	EUR	GBP
Financial assets			
Trade receivables as at 31.03.2026 (in Foreign Currency)	69.73	-	0.55
Trade receivables as at 31.03.2026 (in INR)	6,535.79	-	69.05
Trade receivables as at 31.03.2025 (in Foreign Currency)	119.35	6.19	0.10
Trade receivables as at 31.03.2025 (in INR)	10,201.63	523.50	10.90
Bank Balance as at 31.03.2026 (in Foreign Currency)	0.02	-	-
Bank Balance as at 31.03.2026 (in INR)	2.29	-	-
Bank Balance as at 31.03.2025 (in Foreign Currency)	0.02	-	-
Bank Balance as at 31.03.2025 (in INR)	2.07	-	-
Net exposure to foreign currency risk (assets) as at 31.03.2026 (in FC)	**69.75**	**-**	**0.55**
Net exposure to foreign currency risk (assets) as at 31.03.2026 (in INR)	**6,538.08**	**-**	**69.05**
Net exposure to foreign currency risk (assets) as at 31.03.2025 (in FC)	119.37	6.19	0.10
Net exposure to foreign currency risk (assets) as at 31.03.2025 (in INR)	10,203.70	523.50	10.90
Financial liabilities			
Trade payables as at 31.03.2026 (in Foreign Currency)	-	2.13	-
Trade payables as at 31.03.2026 (in INR)	-	232.07	-
Trade payables as at 31.03.2025 (in Foreign Currency)	-	0.13	-
Trade payables as at 31.03.2025 (in INR)	-	11.56	-
Borrowings as at 31.03.2026 (in Foreign Currency)	82.39	-	-
Borrowings as at 31.03.2026 (in INR)	7,813.83	-	-
Borrowings as at 31.03.2025 (in Foreign Currency)	-	-	-
Borrowings as at 31.03.2025 (in INR)	-	-	-
Net exposure to foreign currency risk (liabilities) as at 31.03.2026 (in FC)	**82.39**	**2.13**	**-**
Net exposure to foreign currency risk (liabilities) as at 31.03.2026 (in INR)	**7,813.83**	**232.07**	**-**
Net exposure to foreign currency risk (liabilities) as at 31.03.2025 (in FC)	-	0.13	-
Net exposure to foreign currency risk (liabilities) as at 31.03.2025 (in INR)	-	11.56	-

Foreign currency Sensitivity: The following table demonstrates the sensitivity to a reasonably possible change in the foreign currency exchange rate with all other variables held constant. The impact on company's profit before tax due to changes in the currency exchange rate is as follows:

Rs. Lacs

Particulars	Change in currency exchange ratio (bps)	**Effect on Profit before tax for the year ended 31.03.2026**	Effect on Profit before tax for the year ended 31.03.2025
USD	+25	**17.45**	**29.84**
	-25	**(17.45)**	**(29.84)**
EURO	+25	**0.53**	**1.52**
	-25	**(0.53)**	**(1.52)**
GBP	+25	**0.14**	**0.02**
	-25	**(0.14)**	**(0.02)**

Interest Rate Risk: Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. Any changes in the interest rates environment may impact future rates of borrowing. The Company mitigates this risk by regularly assessing the market scenario, finding appropriate financial instruments, interest rate negotiations with the lenders for ensuring the cost effective method of financing.

Interest Rate Sensitivity: The following table demonstrates the sensitivity to a reasonably possible change in interest rates on financial assets affected. With all other variables held constant, the company's profit before tax is affected through the impact on finance cost with respect to our borrowing, as follows:

Particulars	**As at 31.03.2026**	As at 31.03.2025
Change in Basis Points	**+25**	+25
Effect on Profit before Tax	**(97.20)**	(70.68)
Change in Basis Points	**-25**	-25
Effect on Profit before Tax	**97.20**	70.68

The assumed movement in basis points for the interest rate sensitivity analysis is based on the currently observable market environment.

Commodity Price Risk: The Company is affected by the price volatility of certain commodities. Its operating activities require the purchase of raw material and manufacturing of belts, oil seals and trading of engineering products including couplings and therefore, requires a continuous supply of certain raw materials such as natural rubber, synthetic rubber, carbon black, fabric, etc. To mitigate the commodity price risk, the Company has an approved supplier base to get best competitive prices for the commodities and to assess the market to manage the cost without any compromise on quality.

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Notes to the standalone financial statements for the year ended 31st March, 2026 ₹ in Lacs

Credit Risk: Credit risk is the risk that counterparty might not honor its obligations under a financial instrument or customer contract, leading to a financial loss. The company is exposed to credit risk from its operating activities (primarily trade receivables).

Trade Receivables: Customer credit risk is managed based on company's established policy, procedures and controls. The company assesses the credit quality of the counterparties, taking into account their financial position, past experience and other factors. Credit risk is reduced by receiving pre-payments and export letter of credit to the extent possible. The Company has a well defined sales policy to minimize its risk of credit defaults. Outstanding customer receivables are regularly monitored and assessed. Impairment analysis is performed based on historical data at each reporting date on an individual basis. However a large number of minor receivables are grouped into homogenous groups and assessed for impairment collectively.

Deposits with Bank: The deposits with banks constitute mostly the liquid investment of the company and are generally not exposed to credit risk.

Security Deposits: The security deposits constitute mostly rental deposits paid by the company and are generally not exposed to credit risk.

Liquidity Risk: Liquidity risk is the risk, where the company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The company's approach is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

The table below summarises the maturity profile of company's financial liabilities based on contractual undiscounted payments:

Particulars	Upto 3 years	> 3 years
As at 31st March 2026		
Borrowings	37,035.89	8,593.34
Trade Payables	9,334.55	-
Other Financial Liabilities	5,129.11	3,540.23
Total	**51,499.55**	**12,133.57**
As at 31st March 2025		
Borrowings	29,200.50	8,534.42
Trade Payables	8,103.06	-
Other Financial Liabilities	6,171.73	3,469.15
Total	**43,475.29**	**12,003.57**

57 Capital Management

The company's policy is to maintain an adequate capital base so as to maintain creditor and market confidence and to sustain future development. capital includes issued capital, share premium and all other equity reserves attributable to equity holders. In order to strengthen the capital base, the company may use appropriate means to enhance or reduce capital, as the case may be.

The company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. Net Debt is calculated as borrowings less cash and cash equivalents.

Particulars	As at 31.03.2026	As at 31.03.2025
Borrowings	45,629.23	37,734.92
Less: Cash and cash Equivalents	(6,872.61)	(5,095.13)
Investments in Mutual Fund	(74,332.18)	(65,268.83)
Investments in Bonds	(7,521.91)	(6,461.27)
Deposit repayment reserve	(100.00)	(25.00)
Net Debt	**(44,197.47)**	(39,115.31)
Equity Share capital	248.31	248.31
Other Equity	1,43,457.15	1,26,075.80
Total Capital	**1,43,705.46**	1,26,324.11
Capital and Net Debt	**99,507.99**	87,208.80
Gearing Ratio	**-44.42%**	-44.85%

58 A list of significant investments in Subsidiaries, associates and joint venture are as follows:

Sl. No	Name	Country of Incorporation	Principal Activities	As at 31.03.2026	As at 31.03.2025
1	Southern Spinners and Processors Limited	India	Fabric Manufacturing	100.00%	100.00%
2	Modern Cotton Yarn Spinners Limited	India	Fabric Manufacturing	100.00%	100.00%
3	Divyashree Company Private Limited	India	Investment company	61.00%	61.00%
4	JKF Americas Incorporation	USA	Trading	100.00%	100.00%
5	JKF Evolve Limited	India	Manufacturing of automotive components	100.00%	100.00%
6	Sridharnath Research Ltd	India	Research & Development	100.00%	100.00%
7	Dwarkesh Energy Limited	India	Power generation	33.15%	33.15%
8	PSV Energy Pvt. Limited	India	Wind Power generation	26.00%	26.00%
9	JK Agri Research Services Limited (Subsidiary of Sridharnath Research Ltd)	India	Research & Development	91.83%	51.00%

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J.K. FENNER (INDIA) LIMITED
Notes to the standalone financial statements for the year ended 31st March, 2026

59 (a) Disclosure w.r.t analytical ratios

Sl. No.	Ratio	Numerator	Denominator		31.03.2026	31.3.2025	% variance	Reason for variance
1	Current Ratio	Current Assets	Current Liabilities	Times	2.83	2.93	-3%	NA
2	Debt-Equity Ratio	Total Debt	Shareholder's Equity	Times	0.32	0.30	6%	NA
3	Debt Service Coverage Ratio	PAT+Depreciation / Amortisation +Interest+Profit / (Loss) on sale of PPE+/- IndAS adjustments	Interest + Principal repayments of Current Maturity of Long term borrowings+ Lease payments (due over next one year)	Times	3.59	4.19	-14%	NA
4	Return on Equity	Net Profit after tax	Average Shareholder's Equity	% age	14.1%	16.8%	-16%	NA
5	Inventory Turnover	Net Sales	Average Inventory	Times	9.73	10.14	-4%	NA
6	Trade receivables Turnover	Net Sales	Average trade receivables	Times	4.31	4.35	-1%	NA
7	Trade payables Turnover	Net purchases	Average Trade payables	Times	9.10	9.36	-3%	NA
8	Net Capital Turnover	Net Sales	Working Capital	Times	1.56	1.63	-5%	NA
9	Net Profit ratio	Net Profit after tax	Net Sales	% age	12.3%	13.5%	-9%	NA
10	Return on Capital Employed	EBIT	Capital employed (Tangible Networth+Total Debt+Deferred tax liability)	% age	15.3%	18.7%	-18%	NA

(b) Other regulatory information

a) The Company does not have any benami property, and no proceeding has been initiated or pending against the Company for holding any benami property.

b) The Company does not have any transactions with companies struck off.

c) The Company does not have any charges or satisfaction which is yet to be registered with Registrar of Companies beyond the statutory period.

d) The Company have not traded or invested in crypto currency or virtual currency during the financial year.

e) The Company have 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:

(i) 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

(ii) Provide any Guarantee, Security, or the like to or on behalf of the Ultimate Beneficiaries.

f) The Company have not received any fund from any Person(s) or Entity(ies), including Foreign Entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(i) 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

(ii) Provide any Guarantee, Security, or the like on behalf of the ultimate beneficiaries.

g) The Company has been sanctioned working capital limit in excess of Rs. 5 crore, in aggregate, at points of time during the year, from bank on the basis of security of current assets. The quarterly return/statements filed by the company with the bank are generally in agreement with the books of account and difference, if any are not material.

h) The Company has no 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).

i) The Company have not been declared willful defaulter by any Banks or any other Financial Institution at any time during the financial year.

j) The Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software.

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60 Revenue recognised under contracts

a) The disaggregation of revenue earned under contracts as per Ind AS-115 is as follows :

	2025-26	2024-25
Category-wise		
Revenue recognised at the point of time		
Polymer Products	1,53,448.71	1,46,106.06

b) Revenue-related receivables at the year end:

	As at 31.03.2026	As at 31.03.2025
Trade receivables (Refer Note No.13)	37,930.09	33,771.58

c) Revenue-related payables at the year end:

Trade deposits (Refer Note No.21)	3,540.23	3,469.15
Contract Liabilities (Refer Note No. 28)	493.16	513.61

d) Reconciling the amount of revenue recognised during the year in the statement of profit and loss at the contracted price :

	2025-26	2024-25
Revenue as per contracted price	1,73,748.75	1,65,609.39
Less: Reductions towards variable consideration components*	(20,300.04)	(19,503.33)
Revenue from operations as per statement of profit and loss	1,53,448.71	1,46,106.06

* The reduction towards variable consideration comprises of discounts, claims against obligations, etc.

e) Impairment in Trade receivables are disclosed as 'Allowance for expected credit loss' amounting ₹ 18.37 lacs (Previous year ₹ 42.48 lacs)

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61 (a) Fair value of investment in certain equity and preference shares are taken at cost since cost represents the best estimate of fair value.

61 (b) During the year, Company has sold 10452 (Previous year 12,280) equity shares of holding company held in trust out of (Previous year 22,772) equity shares held as on 1st April 2025. Company has transferred total gain (net of tax) on such sale of equity shares of ₹ 1033.73 Lacs (Previous year ₹ 1038.34 Lacs) from Other Comprehensive Income to Retained Earnings in compliance of Indian Accounting Standard.

62 The provision for current tax represents income tax payable computed under substantive provisions of the Income Tax Act, 1961.

63 (a) The Company has given an unsecured loan to JKF Evolve Limited, a wholly owned subsidiary company, for the purpose of carrying its business at ballooning interest rate of 5.50% to 9.50%p.a. payable on yearly basis. Loan outstanding as on 31st March 2026 is ₹ 734.00 lacs (Previous Year₹ 481.92 lacs).

(b) The Company has given an unsecured loan to Southern Spinners and Processors Limited, a wholly owned subsidiary company, for the purpose of carrying its business at interest rate of 7.50% p.a. payable on yearly basis. Loan outstanding as on 31st March 2026 is ₹ 350 lacs (Previous Year Nil)..

64 Details of Loans given and investment made for general business purposes, covered u/s 186 (4) of the Companies Act, 2013, have been given under respective heads.

65 (a) Wholly-owned subsidiary "Sridharnath Research Limited" was incorporated on 21st November 2024. The Company has subscribed to the Memorandum of Association of Sridharnath Research Limited and invested Rs 5 lacs in 50,000 fully paid up equity shares of Rs.10 each on 17th December 2024. During the year ended March 31, 2026, the company has made further investment of Rs. 5 Lacs (divided into 50,000 equity shares of face value of Rs. 10 each) at par in its wholly owned subsidiary 'Sridharnath Research Limited' for business purposes.

(b) On 3rd January 2025, JK Agri Research Services Limited has been incorporated as a subsidiary of Sridharnath Research Limited, which is a wholly owned subsidiary of the Company.

(c) During the year ended March 31, 2026, the Committee of Directors have resolved to make further investment of Rs. 450 Lacs (divided into 45,00,000 equity shares of face value of Rs. 10 each) at par in its wholly owned subsidiary 'JKF Evolve Limited' for 'Project and working capital' purposes.

66 **Business Combination**

(a) Company's Board of Directors in their meeting held on July 17, 2024, approved for acquisition of the precision machining business undertaking of ACWA Automatics LLP ("ACWA"), Bangalore as going concern on a slump sale basis. In terms of Business transfer agreement ('BTA') dated August 20, 2024, the Company on 18th October 2024, had paid purchase consideration of Rs.6489.03 lacs (including amount transferred to J K Fenner Escrow account as per the terms of BTA) and has taken over the possession.

The company had accounted for the aforesaid acquisition as a business acquisition in term of IndAS 103 Business combination at fair value on the date of acquisition.

Particulars	Amount
Assets Acquired	
Fair Value of identifiable assets acquired and liabilities on the acquisition date was as follows:	
Property, plant and equipments	2,590.95
Intangible Assets	
i. Customer Relationship	2,166.59
Inventories	319.46
Trade Receivables	405.34
Other Assets	45.76
Total Assets (A)	**5,528.10**
Liabilites Assumed	
Trade Payables	277.28
Other Liabilites	10.03
Total Liabilities (B)	**287.31**
Total net identifiable assets acquired (C = A-B)	5,240.79
Less Purchase Consideration (D)	6,489.03
Goodwill (D-C)	**1,248.24**

(b) As at March 31, 2025, Rs. 1019.83 Lacs (including interest accrued and payable to ACWA as per the terms of BTA) lying in J K Fenner - ACWA Escrow A/c had been disclosed under "Other Bank Balances" with a corresponding amount disclosed under "Other Financial Liabilities").

(c) Aforesaid purchase consideration of Rs. 6489.03 Lacs was subject to closing date adjustments and on such other terms as set out in the BTA. The date of consummation of transaction was 17th October 2025.

(d) During the year ended 31st March 2026, the Company has finalised the Purchase Consideration at Rs.6476.40 lacs and recomputed Goodwill at Rs,1235.61 lacs.

(e) The Company has conducted impairment assessment of goodwill acquired through Business Combination. The Company believes that recoverable value of such Goodwill exceeds its carrying value.

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67 Certain balances of trade receivables, trade payables and other liabilities are subject to confirmation and/or reconciliation. In the opinion of the management, on confirmation / reconciliation, there will not be any material impact.

68 Pursuant to the notification by the Ministry of Labour & Employment on 21st November 2025 with respect to four new labour codes, the Company has accounted for its increased obligations towards past service cost on gratuity amounting to Rs. 295.67 lacs and compensated absences amounting to Rs. 275.06 lacs under "Employee benefit expense" during the year ended 31st March 2026. However, certain specific rules and corresponding State-level notifications are yet to be notified and the Company is in the process of evaluating the impact of these Labour Codes changes.

69 Previous year figures have been reclassified/regrouped/recast, wherever necessary.

As per our report of even date

Chairman
(00036129)

DR. SHAILENDRA CHOUKSEY
(00040282).

For LODHA & CO. LLP
Chartered Accountants
Firm Registration No. 301051E/E300284

Vice Chairman & Managing Director
(00040659)

HARSH PATI SINGHANIA
(00086742).

N.K. Lodha
Partner
Membership No : 085155

Company Secretary

Chief Financial Officer

Directors

NAGARAJU SRIRAMA
(02473218)

New Delhi, the 5th May 2026

New Delhi, the 5th May 2026

LODHA & CO LLP
New Delhi
Chartered Accountants

J.K. FENNER (INDIA) LIMITED

Standalone Statement of Cash flows for the year ended 31st March 2026

₹ in Lacs

	Particulars	2025-26	2024-25
A	**Cash flow from operating activities**		
	Net profit before tax	25,283.48	27,595.72
	Adjustments for :		
	Depreciation and amortization expenses	5,384.58	5,765.80
	Finance cost	3,428.49	2,764.77
	Interest income	(1,171.91)	(845.39)
	Income from Preference Shares	(49.93)	(27.62)
	Fair value changes in non-current Investment	(360.43)	4.48
	Unrealised Foreign Exchange Fluctuation	(48.89)	45.18
	Provision for bad and doubtful debts written back	(42.48)	-
	Provision for bad and doubtful debts	18.37	42.48
	Liabilities / Provision no longer required written back	(1,154.04)	(1,145.18)
	Bad debts written off	81.87	-
	Profit on sale of investments	(2,075.28)	(1,574.81)
	Fair Value (gain)/loss on mutual fund investments	(2,518.37)	(2,795.91)
	(Profit)/Loss on sale of Property Plant & Equipment (Net)	(448.54)	(456.48)
	Gain of De-recognition of Lease Assets	(6.75)	(23.22)
	Dividend received	(7.65)	(3.78)
	Operating profit before working capital changes	**26,312.52**	**29,346.04**
	(Increase)/decrease in inventories	(1,450.70)	(1,349.16)
	(Increase)/decrease in trade and other receivables	(5,511.35)	(325.63)
	Increase/(decrease) in trade and other payables	1,626.74	1,863.34
	Cash generated from operations	**20,977.21**	**29,534.59**
	Direct taxes (paid)	(4,982.03)	(6,933.75)
	Net Cash flow from operating activities	**15,995.18**	**22,600.84**
B	**Cash flow from Investing Activities**		
	Purchase of Property, Plant and Equipment (Including capital work in progress)	(7,819.69)	(9,670.08)
	Sale of Property, Plant and Equipment	759.83	1,100.02
	Purchase of investment	(13,520.88)	(21,992.69)
	Sale of shares of Holding company held by trustee	784.23	1,219.07
	Redemption of Cumulative redeemable pref. shares	930.00	900.00
	Loan (given) / refund (Net)	(555.70)	2,200.45
	Interest received (Net)	1,074.77	696.23
	Deposit accounts with Banks	(166.38)	(884.93)
	Profit on sale of investments	2,075.28	1,574.81
	Dividend income	7.65	3.78
	Net Cash flow from investing activities	**(16,430.89)**	**(24,853.34)**
C	**Cash flow from financing activities**		
	Redemption of Cumulative redeemable pref. shares	(900.00)	(900.00)
	Proceeds of Long term borrowings	4,200.00	6,328.51
	Repayment of Long term borrowings	(2,440.42)	(1,560.22)
	Interest paid (Net)	(3,317.57)	(2,581.09)
	Proceeds / (utilisation) from Short term borrowings (Net)	7,313.34	7,350.68
	Receipts / (payments) of Fixed deposits	(276.12)	(22.01)
	Payment of Lease liabilities	(379.58)	(337.81)
	Dividend paid	(1,986.46)	(1,986.46)
	Net cash flow in financing activities	**2,213.19**	**6,291.60**
	Net increase / (decrease) in cash and cash equivalents	**1,777.48**	**4,039.10**
	Cash and cash equivalents as at the beginning of the year	5,095.13	1,056.03
	Cash and cash equivalents as at the end of the year	**6,872.61**	**5,095.13**

Note :

1) Figures in brackets are outflows.

2) Cash and cash equivalents comprise of :

	2025-26	2024-25
(a) Cash on hand	1.64	1.96
(b) Balances with banks		
i) Current accounts	700.97	650.92
ii) Money in transit	-	2,564.25
iii) Deposits	6,170.00	1,878.00
Total cash and cash equivalents	**6,872.61**	**5,095.13**

3) **Non Cash changes in liabilities arising from financing activities :**

Particulars		As at 01.04.2025	Cash Flows	Non- Cash Changes: Foreign exchange movement	Non- Cash Changes: Others	As at 31.03.2026
Short-term Borrowings	- Current year	17,260.00	7,313.34	-	-	24,573.34
	- Previous year	9,909.32	7,350.68	-	-	17,260.00
Long-term Borrowings	- Current year	20,474.92	583.46	-	(2.49)	21,055.89
	- Previous year	16,624.26	3,846.28	-	4.38	20,474.92
Total liabilities from financing activities		**37,734.92**	**7,896.80**	-	**(2.49)**	**45,629.23**
Previous Year		26,533.58	11,196.96	-	4.38	37,734.92

As per our report of even date

For LODHA & CO. LLP
Chartered Accountants
Firm Registration No. 301051E/E300284

N.K. Lodha
Partner
Membership No. 085155

New Delhi, the 5th May 2026

Chairman
(00036129)

Vice Chairman & Managing Director
(00040659)

Company Secretary

Chief Financial Officer

DR. SHAILENDRA CHOURSEY
(00040282).

NAMARASU SRI RAMA
(02473218)

HARSH PATI SINGHANIA
(00086742)

Directors

New Delhi, the 5th May 2026