A. K. Capital Finance Limited
REGISTERED OFFICE:
601-602, 6TH FLOOR, WINDSOR BUILDING,
OFF CST ROAD, KALINA, SANTACRUZ (EAST),
MUMBAI – 400 098 (INDIA)
CIN: U51900MH2006PLC214277
TEL.: +91 (022) 6754 6500 I FAX: +91 (022) 6610 0594
E-MAIL: csakcfl@akgroup.co.in
WEBSITE: www.akgroup.co.in

August 14, 2026

To,

The Listing Compliance Department BSE Limited Phiroze Jeejeebhoy Towers Dalal Street, Mumbai – 400 001	The Manager (Listing) National Stock Exchange of India Limited. Exchange Plaza, Plot no. C/1, G Block, Bandra – Kurla Complex, Mumbai – 400 051

Dear Sir/Ma'am,

Subject : Notice of 20th Annual General Meeting ('AGM') and Annual Report for Financial Year 2025-26 of A. K. Capital Finance Limited ("the Company")

Pursuant to Regulation 50(2), 53(2) and other applicable regulations of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time, please find enclosed the following documents for financial year 2025-26, as circulated to the shareholders, Debenture Holders, Debenture Trustee and other stakeholders of the Company through electronic mode:

1. Notice of 20th Annual General Meeting of the Company, scheduled to be held on Saturday, September 05, 2026 at 11.00 A.M. IST through Video Conferencing facility or other audio visual means; and
2. Annual Report of the Company for financial year 2025-26.

Further pursuant to 58(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, we hereby inform you that letter(s) providing a web-link, including the exact path where complete details of the Notice of 20th Annual General Meeting of the Company that is being dispatched today that is 14th August, 2026 to those debenture holders holding securities of the Company and who have not registered their email with the Company/ Company's Registrar to an Issue and Share Transfer Agent ("RTA")/ Depositories. A specimen copy of the letter is enclosed for record.

The above mentioned documents and information is also available on the website of the Company, i.e. https://www.akgroup.co.in/investor-relation

Kindly take the same on your record.

Yours faithfully,
For **A. K. Capital Finance Limited**

MAHESH SHIVPRAKASH BHOOTRA

Digitally signed by MAHESH SHIVPRAKASH BHOOTRA
DN: c=IN, o=PERSONAL, pseudonym=e2e4084b66fd4c7dba32c1349a570434, 2.5.4.20=cb9b5bb484f091fe374dc886619a4587eef5b0195f94511fa788aec7cd60b1b1, postalCode=400067, st=Maharashtra, serialNumber=73753e4886841ad58090cd16bea720d6d7d93dcc82fe257df0017d982bc4e302, cn=MAHESH SHIVPRAKASH BHOOTRA
Date: 2026.08.14 19:58:38 +05'30'

A. K. CAPITAL FINANCE LIMITED

Mahesh Bhootra
Chief Finance Officer

Place: Mumbai

Encl: As above

A. K. Capital Finance Limited
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E-MAIL: csakcfl@akgroup.co.in
WEBSITE: www.akgroup.co.in

Specimen letter

Date: August 14, 2026

Name of Debenture Holder: ____________________
Folio No./ DP ID & Client ID No.: ___________________

Reference- Regulation 58(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Subject: Annual Report for Financial Year 2025-26 of A. K. Capital Finance Limited

Dear Debenture Holder(s),

We are pleased to inform you that the 20th Annual General Meeting ("**AGM**") of A. K. Capital Finance Limited (the "**Company**") is scheduled to be held on **Saturday, September 05, 2026 at 11.00 a.m.** (IST) through Video Conferencing ("**VC**") / Other Audio Visual Means ("**OAVM**") in compliance with the applicable provisions of the Companies Act, 2013 and the Rules made there under, General Circular No. 20/2020 dated May 05, 2020 read with General Circular No.14/2020 dated April 08, 2020, 17/2020 dated April 13, 2020 and other relevant circulars including General Circular No.03/2025 dated September 22, 2025 issued by the Ministry of Corporate Affairs ("**MCA**") and the applicable provisions of the Listing Regulations.

In compliance with Regulation 58(1)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('**Listing Regulations**'), electronic copies of the full 20th Annual Report for Financial Year 2025-26 along with the Notice convening the AGM has been sent to all the Debenture holder(s) who have registered their email address(es) with the Company/ Registrar and Share Transfer Agent ("**RTA**")/ Depository Participant(s).

As per the records available with the Company/ RTA, we notice that your email address is not registered against your Demat Account. As such the Company is unable to send the soft copy of 20th Annual Report for Financial Year 2025-26 to you electronically. In compliance with Regulation 58(1)(b) of the Listing Regulations, this letter is sent to you to facilitate the access to the 20th Annual Report of the Company. You may use the web-link and follow the exact path as mentioned below:

Web-link: https://www.akgroup.co.in/docs/Annual%20Report%20%202025-26.pdf

Exact path: https://www.akgroup.co.in/ > Regulatory Disclosures > A. K. Capital Finance Limited > Annual Report > Annual Report-2025-26

The 20th Annual Report along with the Notice of the AGM is also available on the website of the Stock Exchanges on which the securities of the Company are listed i.e. of BSE Limited (www.bseindia.com) and National Stock Exchange of India Limited (www.nseindia.com).

A. K. Capital Finance Limited
REGISTERED OFFICE:
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E-MAIL: csakcfl@akgroup.co.in
WEBSITE: www.akgroup.co.in

In case you wish to obtain a physical copy of the 20th Annual Report for the Financial Year 2025-26, may send request through email at csakcfl@akgroup.co.in mentioning your DP ID/ Client ID number.

We request you to update your email address(es) with your respective Depository Participant(s) for Non-convertible Debentures ("**NCDs**") held in Demat Form.

Pursuant to the SEBI (Listing Obligations and Disclosure Requirements) (Fifth Amendment) Regulations, 2025 dated November 18, 2025, we request you to update valid bank details with your Depository Participant immediately and send us updated Client Master List to enable us to initiate electronic payment of interest / redemption amount(s), if any.

Thanking you,

Yours faithfully,

For **A. K. Capital Finance Limited**

MAHESH SHIVPRAKASH BHOOTRA

Digitally signed by MAHESH SHIVPRAKASH BHOOTRA
DN: c=IN, o=PERSONAL, pseudonym=e2e4084b66fd4c7dba32c1349a570434, 2.5.4.20=cb9b5bb484f091fe374dc886619a4587eef5b0195f94511fa788aec7cd60b1b1, postalCode=400067, st=Maharashtra, serialNumber=73753e4886841ad58090cd16bea720d6d7d93dcc82fe257df0017d982bc4e302, cn=MAHESH SHIVPRAKASH BHOOTRA
Date: 2026.08.14 20:04:07 +05'30'

A. K. CAPITAL FINANCE LIMITED

Mahesh Bhootra
Chief Finance Officer

NOTICE OF ANNUAL GENERAL MEETING

Notice is hereby given that the **Twentieth (20th) Annual General Meeting ("AGM")** of the members of A. K. Capital Finance Limited ("the Company") will be held on **Saturday, September 05, 2026,** at **11.00 a.m** (IST) through Video Conferencing (**"VC"**) facility or Other Audio Visual Means **("OAVM"),** to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider and adopt:

   a) Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2026 including notes and schedule to financial statements, together with the Report of the Board of Directors' along with its annexures, Report on Corporate Governance & Management Discussion & Analysis report together with the Report of Auditors' thereon; and

   b) Audited Consolidated Financial Statements of the Company for the financial year ended March 31, 2026 including notes and schedule to financial statements, together with the Report of Auditors' thereon.

2. a) To declare a Final Dividend of INR 2/- (Indian Rupees Two only)(20%) per Equity Shares of INR 10/- (Indian Rupees Ten only) each.

   b) To confirm the 1st and 2nd Interim Dividend declared at INR 3.80/- (38%) (Indian Rupees Three and Eighty Paisa only) and 5/- (50%) (Indian Rupees Five only) each per Equity Share having face value of INR 10/- (Indian Rupees Ten only) each for the financial year ended March 31, 2026.

3. To declare a Final Dividend on 1,00,00,000 Compulsorily Convertible Preference Shares (CCPS) at the rate of 12% per annum for the period from March 10, 2026 to March 31, 2026 (22 days), amounting to INR 72,32,877/- (Indian Rupees Seventy-Two Lakhs Thirty-Two Thousand Eight Hundred and Seventy-Seven Only), and on 42,50,000 Compulsorily Convertible Preference Shares (CCPS) at the rate of 12% per annum for the period from March 27, 2026 to March 31, 2026 (5 days), amounting to INR 6,98,630/- (Indian Rupees Six Lakhs Ninety-Eight Thousand Six Hundred Thirty Only), for the financial year ended March 31, 2026.

4. To consider re-appointment of Ms. Aditi Mittal (DIN: 00698397), Executive Director who retires by rotation in terms of Section 152(6)(e) of the Companies Act, 2013 and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

5. **Issuance of Commercial Paper of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores) within the overall borrowing limits set forth under Section 180 of the Companies Act, 2013**

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

   "RESOLVED THAT pursuant to the applicable provisions, if any, of the Companies Act, 2013 read with Rule 14 of the Companies (Prospectus and Allotment of Securities) Rules, 2014 and subject to regulations, guidelines, provisions laid down by the Reserve Bank of India, Securities and Exchange Board of India (in force from time to time), subject to the provisions of the Memorandum and Articles of Association of the Company and other applicable regulations as may be amended and applicable from time to time, approval of the shareholders of the Company be and is hereby accorded to borrow from time to time, by way of issuance of Commercial Papers **("CPs")** of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores), in one or more tranche(s) on such terms and conditions as the Board of Directors (including any Committee thereof) of the Company may deem fit and appropriate from time to time.

   RESOLVED FURTHER THAT the said limit of up to INR 500 Crores (Indian Rupees Five Hundred Crores Only) shall be within the overall borrowing limit approved by the members as per section 180(1)(c) of the Companies Act, 2013 and borrowing policy of the Company.

   RESOLVED FURTHER THAT the Board of Directors of the Company or any other Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this Resolution, be and is hereby authorized to do, from time to time, all such acts, deeds and things as may be deemed necessary in respect of issue of CPs, including but not limited to number of issue(s)/ tranche(s), face value, issue price, discount on issue, size, timing, amount, yield, arrangement fee, listing, allotment, dematerialization and other terms and conditions of issue of CPs as they may, in their absolute discretion, deemed necessary.

   RESOLVED FURTHER THAT any one Executive Director of the Company or the Company Secretary or Chief Financial Officer (CFO) of the Company be and is hereby authorized severally to do all acts and take all such steps to give effect to this resolution including but not limited to filing e-forms, for the purpose of compliance under the Companies Act, 2013 and to furnish a certified true copy of the resolution as and when required."

6. **Approval for the appointment of Mrs. Shilpa Nitin Sadani (DIN: 05217198) as an Executive Director of the Company**

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

   "RESOLVED THAT pursuant to the provisions of Sections 152, 196, 197, 198, 203 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and Schedule V thereto read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, applicable provisions of the Reserve Bank of India (Non-Banking Financial Company – Governance) Directions, 2025, and other applicable laws, rules, regulations and guidelines (including any statutory modification(s), amendment(s), re-enactment(s) or substitution(s) thereof for the time being in force), and pursuant to the recommendation of the Nomination and Remuneration Committee, Audit Committee and Board of Directors and fit and proper criteria prescribed by the Reserve Bank of India and the approval received from Reserve Bank of India **("RBI")**, consent of the Members of the Company be and is hereby accorded for the appointment of Mrs. Shilpa Nitin Sadani (DIN: 05217198), who was appointed by the Board of Directors as an Additional Director (Executive) of the Company with effect from May 14, 2026 and who holds office up to the date of this Annual General Meeting pursuant to Section 161 of the Act and in respect of whom the Company has received consent to act as Director and all declarations and disclosures under the Act, the relevant RBI Directions and further a notice in writing under Section 160 of the Act from a Member proposing her candidature for the office of the Director, as an Executive Director of the Company, liable to retire by rotation, for a period of five (5) years commencing from May 14, 2026 and ending on May 13, 2031."

"**RESOLVED FURTHER THAT** the consent of the Members be and is hereby accorded for payment of remuneration to Mrs. Shilpa Nitin Sadani during her tenure as Executive Director on the following terms and conditions:

a) Period of Service: May 14, 2026 to May 13, 2031 (5 years);

b) Salary: Up to INR 15,00,000/- (Indian Rupees Fifteen Lakhs only) per month

c) Perquisites: Evaluated as per the provisions of the Income-tax Act, 1961 and Rules made thereunder, wherever applicable, and at actual cost to the Company in other cases, including furnished accommodation, gas, electricity, water, furnishings, club fees, personal insurance, use of car and communication facilities, payment of income tax on perquisites by the Company to the extent permissible, education benefits, provident fund, superannuation fund, gratuity and other retirement benefits, in accordance with the policies, schemes and rules of the Company applicable from time to time;

d) Incentives and Bonus: Performance-linked incentives, bonus and variable pay as may be approved by the Nomination and Remuneration Committee and/or Board from time to time, subject to the provisions of the Companies Act, 2013, RBI Guidelines and applicable SEBI Regulations;

e) Leave Travel Allowance: Leave Travel Allowance for self and family once in a year;

f) Medical Benefits: Reimbursement of medical expenses incurred for self and family;

g) Other Terms and Conditions: As may be determined by the Board of Directors and/or Nomination and Remuneration Committee from time to time in accordance with applicable laws and Company policies

RESOLVED FURTHER THAT where, in any financial year during the term of office of Mrs. Shilpa Nitin Sadani, the Company has no profits or its profits are inadequate, the Company shall pay to her the remuneration as mentioned herein as the minimum remuneration for a period not exceeding three years, subject however to the remuneration as may be approved by the Nomination and Remuneration Committee from time to time, and further subject to and in accordance with the limits and conditions prescribed in Section II of Part II of Schedule V to the Companies Act, 2013, as amended from time to time and further subject to the Company having no subsisting default in payment of dues to any bank, public financial institution, non-convertible debenture holder or other secured creditor as on the date of the general meeting, and further subject to the disclosures prescribed under Part II of Schedule V to be set out in the explanatory statement hereto; it being recorded that the remuneration as mentioned herein exceeds the limit specified in item (A) of the said Section II for the applicable slab of effective capital.

RESOLVED FURTHER THAT the Board of Directors of the Company (which term shall include any Committee thereof), be and is hereby authorised to alter, vary, revise the terms and conditions of appointment and remuneration payable to Mrs. Shilpa Nitin Sadani from time to time within the limits prescribed under the Companies Act, 2013, Schedule V thereto and other applicable laws.

RESOLVED FURTHER THAT any Executive Director, Chief Financial Officer, Company Secretary and Compliance Officer of the Company be and are hereby severally authorised to do all such acts, deeds, matters and things and to file necessary forms, returns and documents with the Registrar of Companies, Reserve Bank of India, and other regulatory authorities as may be necessary to give effect to this Resolution.

RESOLVED FURTHER THAT any one of the Executive Director or Company Secretary of the Company be and is hereby authorized severally to furnish a certified true copy of the resolution as and when required."

7. Approval for the appointment of Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714) as an Executive Director of the Company

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

"**RESOLVED THAT** pursuant to the provisions of Sections 152, 196, 197, 198, 203 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and Schedule V thereto read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, applicable provisions of the Reserve Bank of India (Non-Banking Financial Company – Governance) Directions, 2025, and other applicable laws, rules, regulations and guidelines (including any statutory modification(s), amendment(s), re-enactment(s) or substitution(s) thereof for the time being in force), and pursuant to the recommendation of the Nomination and Remuneration Committee , Audit Committee and Board of Directors and fit and proper criteria prescribed by the Reserve Bank of India and the approval received from Reserve Bank of India ("RBI") , consent of the Members of the Company be and is hereby accorded for the appointment of Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714), who was appointed by the Board of Directors as an Additional Director (Executive) of the Company with effect from May 14, 2026 and who holds office up to the date of this Annual General Meeting pursuant to Section 161 of the Act and in respect of whom the Company has received consent to act as Director and all declarations and disclosures under the Act, relevant RBI Directions and further a notice in writing under Section 160 of the Act from a Member proposing her candidature for the office of the Director, as an Executive Director of the Company, liable to retire by rotation, for a period of five (5) years commencing from May 14, 2026 and ending on May 13, 2031."

"**RESOLVED FURTHER THAT** the consent of the Members be and is hereby accorded for payment of remuneration to Mrs. Shraddha Gaurav Joshi Kute during her tenure as Executive Director on the following terms and conditions:

a) Period of Service: May 14, 2026 to May 13, 2031 (5 years);

b) Salary: Up to INR 15,00,000/- (Indian Rupees Fifteen Lakhs only) per month;

c) Perquisites: Evaluated as per the provisions of the Income-tax Act, 1961 and Rules made thereunder, wherever applicable, and at actual cost to the Company in other cases, including furnished accommodation, gas, electricity, water, furnishings, club fees, personal insurance, use of car and communication facilities, payment of income tax on perquisites by the Company to the extent permissible, education benefits, provident fund, superannuation fund, gratuity and other retirement benefits, in accordance with the policies, schemes and rules of the Company applicable from time to time;

d) Incentives and Bonus: Performance-linked incentives, bonus and variable pay as may be approved by the Nomination and Remuneration Committee and/or Board from time to time, subject to the provisions of the Companies Act, 2013, RBI Guidelines and applicable SEBI Regulations;

e) Leave Travel Allowance: Leave Travel Allowance for self and family once in a year;

f) Medical Benefits: Reimbursement of medical expenses incurred for self and family;

g) Other Terms and Conditions: As may be determined by the Board of Directors and/or Nomination and Remuneration Committee from time to time in accordance with applicable laws and Company policies.

RESOLVED FURTHER THAT where, in any financial year during the term of office of Mrs. Shraddha Gaurav Joshi Kute, the Company has no profits or its profits are inadequate, the Company shall pay to her the remuneration as mentioned herein as the minimum remuneration for a period note exceeding three years, subject however to the remuneration as may be approved by the Nomination and Remuneration Committee from time to time, and further subject to and in accordance with the limits and conditions prescribed in Section II of Part II of Schedule V to the Companies Act, 2013, as amended from time to time and further subject to the Company having no subsisting default in payment of dues to any bank, public financial institution, non-convertible debenture holder or other secured creditor as on the date of the general meeting, and further subject to the disclosures prescribed under Part II of Schedule V to be set out in the explanatory statement hereto; it being recorded that the remuneration as mentioned herein exceeds the limit specified in item (A) of the said Section II for the applicable slab of effective capital.

RESOLVED FURTHER THAT the Board of Directors of the Company (which term shall include any Committee thereof), be and is hereby authorised to alter, vary, revise the terms and conditions of appointment and remuneration payable to Mrs. Shraddha Gaurav Joshi Kute from time to time within the limits prescribed under the Companies Act, 2013, Schedule V thereto and other applicable laws.

RESOLVED FURTHER THAT any Executive Director, Chief Financial Officer, Company Secretary and Compliance Officer of the Company be and are hereby severally authorised to do all such acts, deeds, matters and things and to file necessary forms, returns and documents with the Registrar of Companies, Reserve Bank of India, SEBI, Stock Exchanges and other regulatory authorities as may be necessary to give effect to this Resolution.

RESOLVED FURTHER THAT any one of the Executive Director or Company Secretary of the Company be and is hereby authorized severally to furnish a certified true copy of the resolution as and when required.

8. Approval for the re-appointment of Mr. Vinod Kumar Kathuria (DIN: 06662559), as a Non-Executive, Independent Director of the Company

To consider and, if thought fit, to pass the following resolution as a Special Resolution:

"RESOLVED THAT pursuant to the provisions of Sections 149, 150 and 152 and other applicable provisions, if any, of the Companies Act, 2013 ('the Act'), and Schedule IV to the Act read with Companies (Appointment and Qualification of Directors) Rules, 2014, Reserve Bank of India (Non-Banking Financial Company – Governance) Directions, 2025 and other relevant RBI Directions ("RBI Directions"), other applicable provisions of circulars/ directions/ guidelines/ notifications, if any, (including any amendment(s), modification(s), explanation(s), enactment(s), re-enactment(s) thereof for the time being in force), Articles of Association of the Company, and based on the recommendation of Nomination and Remuneration Committee and the Board of Directors, Mr. Vinod Kumar Kathuria (DIN: 06662559), who was appointed as an Independent Director and holds office up to December 17, 2026, being eligible and fulfilling the criteria of independence as provided in the Act, has given his consent along with a declaration that he meets the criteria for independence under Section 149(6) of the Act and the rules framed thereunder and in respect of whom the Company has received a Notice in writing from a Member under Section 160(1) of the Act proposing his candidature for the office of Director, be and is hereby re-appointed as an Independent Director of the Company, not liable to retire by rotation, to hold office for a second term of 5 consecutive years on the Board of the Company commencing from December 18, 2026 to December 17, 2031 (both days inclusive).

RESOLVED FURTHER THAT pursuant to the provisions of Sections 149, 197 and other applicable provisions of the Act and the Rules made thereunder, Mr. Vinod Kumar Kathuria (DIN: 06662559) shall be entitled to receive the fees/ commission as permitted to be received in the capacity of Non-Executive Independent Director under the Act, as recommended by the Nomination and Remuneration Committee and approved by the Board of Directors, from time to time which will be governed by the Company's Remuneration Policy.

RESOLVED FURTHER THAT any one of the Executive Director or Chief Financial Officer or Company Secretary of the Company be and are hereby authorized severally to do all acts and take all such steps to give effect to this resolution for the purpose of compliance under the Companies Act, 2013, including the filing of forms with any regulatory body.

RESOLVED FURTHER THAT any one of the Executive Director or Company Secretary of the Company be and is hereby authorized severally to furnish a certified true copy of the resolution as and when required.

9. Approval of Material Related Party Transactions by and between the Company and its related parties:

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

"RESOLVED THAT pursuant to the provisions of Section 188 and other applicable provisions of the Companies Act, 2013 ("the Act") read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014 and other applicable laws (including any amendment(s), modification(s), variation or re-enactment(s) to any of the foregoing), and subject to such other approvals, consents, permissions and sanctions of other authorities as may be necessary, the Company's Policy on Materiality of Related Party Transactions and on Dealing with Related Party Transactions and basis the approval of the Audit Committee and recommendation of the Board of Directors of the Company, the consent of the shareholders be and are hereby accorded to approve/ ratify all existing contracts/ arrangements/ agreements/ transactions and to enter into new/ further contracts/ arrangements/ agreements/ transactions (including any modification(s), alteration(s) or amendment(s) thereto) to be entered by and between the Company and its following related parties from 20th Annual General Meeting of the Company till 21st Annual General Meeting of the Company for a period not exceeding fifteen months, provided that the transactions shall be carried on an arm's length basis and in the ordinary course of business of the Company:

Sr. No.	Name of the party	Nature of transaction	Amount (INR in crores)
1	A. K. Capital Services Limited ("AKCSL") (Holding Company)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	4,000.00
		Borrowing (Interest at mutually agreed rates)	50.00
		Lending (Interest at mutually agreed rates)	50.00
		Corporate Guarantee	275.00
		Commission on Corporate Guarantee	5.00
		Providing and / or availing goods and services including cost sharing arrangements to and/or from	70.00
2	A. K. Stockmart Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	1,100.00
		Lending (Interest at mutually agreed rates)	50.00
		Brokerage charges - @ 0.01% to 1% on transaction Amount	4.00
		Demat charges - As per market Rate	1.00
		Providing and /or availing goods and services including cost sharing arrangements to and/or from	20.00
3	A. K. Wealth Management Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	50.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and /or availing goods and services including cost sharing arrangements to and/or from	5.00
4	A. K. Capital Corporation Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	50.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and /or availing goods and services including cost sharing arrangements to and/or from	5.00
5	Family Home Finance Private Limited (Wholly Owned Subsidiary)	Investment in Share Capital/Securities	100.00
		Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	250.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and / or availing goods and services including cost sharing arrangements to and/or from	10.00
6	A. K. Alternative Assets Manager Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	50.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and / or availing goods and services including cost sharing arrangements to and/or from	5.00

Sr. No.	Name of the party	Nature of transaction	Amount (INR in crores)
7	A. K. Services Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	1200.00
		Lending (Interest at mutually agreed rates)	100.00
		Providing and/or availing goods and services including cost sharing arrangements to and/or from	50.00
8	India Bond Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	200.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and/or availing goods and services including cost sharing arrangements to and/or from	50.00
9	IB Future Tech Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	200.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and/or availing goods and services including cost sharing arrangements to and/or from	50.00
10	Indiabonds Money Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	25.00
		Lending (Interest at mutually agreed rates)	25.00
		Providing and /or availing goods and services including cost sharing arrangements to and/or from	7.50
11	Family Home Consultancy Services Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	25.00
12	M Square Financials Consultants and Auto Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.	25.00
		Lending (Interest at mutually agreed rates)	50.00
		Providing and / or availing goods and services including cost sharing arrangements to and/or from	5.00

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as 'Board' which term shall be deemed to include the Audit Committee of the Board and any duly constituted committee empowered to exercise its powers including powers conferred under this resolution) be and is hereby authorised to do all such acts, deeds, matters and things as it may deem fit in its absolute discretion and to take all such steps as may be required in this connection including finalising and executing necessary contract(s), arrangement(s), agreement(s) and such other documents as may be required, seeking all necessary approvals to give effect to this resolution, for and on behalf of the Company, to delegate all or any of its powers conferred under this resolution to any Director or Key Managerial Personnel or any officer / executive of the Company and to resolve all such issues, questions, difficulties or doubts whatsoever that may arise in this regard and all action(s) taken by the Company in connection with any matter referred to or contemplated in this resolution, be and are hereby approved, ratified and confirmed in all respects.

RESOLVED FURTHER THAT the Board of Directors of the Company or Company Secretary or Chief Financial Officer of the Company be and is hereby authorized on behalf of the Company to do all such acts, deeds, matters and things and execute, sign all such deeds, documents and writings, on an on-going basis, as may be necessary, proper or expedient for the purpose of giving effect to the above resolution.

RESOLVED FURTHER THAT any one of the Executive Director or Company Secretary of the Company be and is hereby authorized severally to furnish a certified true copy of the resolution as and when required."

10. Approve for the revision in remuneration of Ms. Aditi Mittal (DIN: 00698397), Executive Director

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

"RESOLVED THAT in partial modification to the earlier resolution passed on December 02, 2022 and pursuant to the provisions of Sections 178, 196, 197, 198, 203 and all other applicable provisions, if any, of the Companies Act, 2013 read with the Rules made thereunder, Schedule V to the Companies Act, 2013, the Articles of Association of the Company, and any other applicable statutory provisions, notifications, circulars, rules or regulations (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), and pursuant to the recommendation of the Nomination & Remuneration Committee, Audit Committee and Board of Directors of the Company, the consent of the shareholders of the Company be and is hereby accorded for the following revision in remuneration to Ms. Aditi Mittal (DIN: 00698397), Executive Director, with effect from September 05, 2026, and in accordance with the provisions of the Companies Act, 2013 and the Nomination & Remuneration Policy of the Company for the balance period of her existing tenure up to December 01, 2027.

a) Salary: revision from current value of upto INR 15,00,000/- (Indian Rupees Fifteen Lakhs only) to upto INR 25,00,000/- (Indian Rupees Twenty-Five Lakhs only) per month.

b) Perquisites: Evaluated as per Income-tax Rules, wherever applicable, and at actual cost to the Company in other cases such as the benefit of the Company's furnished accommodation, gas, electricity, water and furnishings, club fees, personal insurance, use of car and communication facilities at residence or reimbursement of expenses in lieu thereof, payment of income-tax on perquisites by the Company to the extent permissible under the Income-tax Act, 1961 and rules framed thereunder, education benefits, provident fund, superannuation fund, gratuity and other retirement benefits, in accordance with the scheme(s) and rule(s) applicable from time to time to Managing Director of the Company or the Members of the staff.

c) Incentives and Bonus: On the basis of performance from time to time, subject to the provisions of section 198 and any other applicable provisions of the Companies Act, 2013, RBI Guidelines and the Listing Regulations including all the applicable rules thereto.

d) Leave Travel Allowance: The Director and her family shall be entitled to Leave Travel allowance once in a year.

e) Medical Expenses: Reimbursement of Medical expenses of the Director and her family.

f) Other Terms: The Director shall adhere to and perform the duties as prescribed under the applicable provisions of the Companies Act, 2013, the rules made thereunder, the Listing Regulations, RBI Guidelines, Code of Conduct of the Company and all other applicable rules, regulations, guidelines and laws (including any amendments thereto or re-enactments thereof for the time being in force).

g) Reimbursements: Reimbursement of costs, charges and expenses: The Company shall pay or reimburse to the Director and she shall be entitled to be paid and/or to be reimbursed by the Company all costs, charges and expenses that may have been or may be incurred by her for the purpose of or on behalf of the Company

RESOLVED FURTHER THAT except for the aforesaid proposed remuneration payable to Ms. Aditi Mittal, all other terms and conditions of her appointment as approved by the Shareholders of the Company on February 27, 2023, shall continue to remain in full force and effect and shall continue to remain unchanged.

RESOLVED FURTHER THAT aforesaid terms and condition and other aspects of this resolution shall deemed to be considered as Memorandum of Understanding and would suffice the requirement as per provisions of Section 190 of the Companies Act, 2013.

RESOLVED FURTHER THAT any performance-based bonus and/or incentive payable to Ms. Aditi Mittal shall be determined in accordance with the Nomination & Remuneration Policy of the Company as may be required under applicable law.

RESOLVED FURTHER THAT the Board of Directors of the Company (including the Nomination & Remuneration Committee) be and is hereby authorised to do all such acts, deeds, things and take such actions as may be required to give effect to this resolution and any Director of the Company or the Company Secretary be and is hereby severally authorised to finalize the terms make necessary filings, obtain such statutory and regulatory approvals as may be required, and do all such acts, deeds, matters and things as may be necessary, proper or expedient to give effect to this resolution."

For and on behalf of the Board

A. K. Capital Finance Limited

A. K. Mittal

Managing Director

DIN: 00698377

Registered Office: 601-602, 6th floor, Windsor Off CST Road, Kalina, Santacruz - (East) Mumbai – 400 098

CIN: U51900MH2006PLC214277

Date: August 06, 2026

NOTES:

1. Ministry of Corporate Affairs ("MCA") vide its General Circular No. 03/2025 dated 22nd September, 2025 in continuation of the circulars issued earlier in this regard (collectively referred to as "MCA Circulars") has permitted to conduct the Annual General Meeting ("AGM") through video conferencing ("VC") or other audio-visual means ("OAVM"), without the physical presence of the Members at a common venue. In compliance with the above MCA Circulars and SEBI Circulars, the provisions of the Companies Act, 2013 ("hereinafter referred as "Act") and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("hereinafter referred to as "LODR Regulations"), the AGM of the Company is being held through VC/ OAVM.

2. In accordance with the Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India ("ICSI") read with Clarification/ Guidance on applicability of Secretarial Standards - 1 and 2 issued by the ICSI, the deemed venue of the 20th AGM will be the registered office of the Company situated at 601-602, 6th floor, Windsor, Off CST Road, Kalina, Santacruz East, Mumbai – 400 098.

3. Pursuant to the provisions of the act, a member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a member of the company. Since this AGM is being held pursuant to the MCA circulars Through VC/ OAVM, physical attendance of members has been dispensed with. Accordingly, the facility for appointment of proxies by the members will not be available for the AGM and hence the proxy form, attendance slip and route map are not annexed to this notice.

4. The dividend, if declared at the Annual General Meeting, would be paid/ dispatched as per regulatory timeline from the date of declaration to those equity shareholder:

   a. whose names appear as Beneficial Owners as at the end of the business hours on July 31, 2026 in the list of Beneficial Owners to be furnished by National Securities Depository Limited in respect of the shares held in electronic form

5. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 Read with the Secretarial Standard on General Meetings ('SS-2') relating to the Special Business to be transacted at AGM in respect of Item No. 5 to 10 is annexed hereto and forms part of the Notice.

6. Institutional/ Corporate shareholder intending to authorize their representatives pursuant to Sections 112 and 113 of the Act, as the case may be, are requested to e-mail a scanned copy (PDF/ JPG format) of the duly certified copy of the Board Resolution/ authorization etc. authorizing their representative/(s) to attend and vote on their behalf at AGM to the Company at the e-mail Id: csakcfl@akgroup.co.in.

7. The attendance of the Members attending the AGM through VC/ OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Act.

8. In line with relevant MCA Circular and applicable SEBI Regulations, copy of the Notice of the 20th AGM along with Annual Report for the financial year 2025-26 is being sent through electronic mode to all the members whose e-mail IDs are registered with the Depository Participants in case of holding shares in demat mode for communication purposes and to the trustees of the debenture holders at their designated E-mail ID as available in the records of the Company and to the holders of Non-Convertible Debentures whose emails are registered with the Company or with the depository participant / depository. Accordingly, no physical copy of the said Notice and the Annual Report of the Company for the FY 2025-26 will be sent to the Members who have not registered their e-mail addresses with the Company/DP. The Members will be entitled to a physical copy of the Annual Report of the Company for the FY2025-26, free of cost, upon sending a request to the Company. The notice convening the 20th AGM of the Company and the Annual Report for the Financial Year 2025-26 has also been uploaded on the website of the Company at www.akgroup.co.in.

9. Instructions for attending the AGM through VC/OAVM:

   a. The Members will be provided with a facility to attend the AGM through VC/ OAVM.

   b. The Members can join the AGM in the VC/ OAVM mode 15 minutes before and 15 minutes after the scheduled time of the commencement of the Meeting. This rule would however not apply to participation of shareholders holding 2% or more shareholding, promoters, institutional investors, directors, key and senior managerial personnel, auditors, etc.

   c. Members may join the Meeting through Laptops, Smartphones, Tablets and iPads for better experience. Further, Members will be required to use Internet with a good speed to avoid any disturbance during the Meeting. Members will need the latest version of Chrome, Safari, MS Edge or Firefox. Please note that participants connecting from Mobile Devices or Tablets or through Laptops connecting via mobile hotspot may experience audio/ video loss due to fluctuations in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any glitches.

   d. Members, who need any technical assistance before or during the AGM, can contact by sending an email to csakcfl@akgroup.co.in

   e. Shareholders who would like to express their views/ have questions may send their questions in advance mentioning their name demat account number/folio number, email id, mobile number at csakcfl@akgroup.co.in. The same will be replied by the Company suitably.

10. The members may further note that voting on all resolutions placed at the AGM will be done through show of hands, unless a poll is demanded pursuant to Section 109 of the Act.

11. Members desirous of getting any information about the accounts and/ or operations of the Company are encouraged to submit the details of information required in advance with regard to the financial statements or any other matter to be placed at the 20th AGM, from their registered e-mail address, mentioning their Name, DP ID and Client ID number/ folio number and mobile number, to reach the Company's e-mail address at csakcfl@akgroup.co.in before 03.00 P. M. (IST)on Thursday, 03, September, 2026. Such information as requested by the Members shall be suitably kept ready by the Company and furnished to the Members at the AGM.

12. The Company has been maintaining statutory registers i.e. Register of Directors' and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or arrangements in which Directors are interested under Section 189 of Companies Act, 2013 at its registered office of the Company and in accordance with the MCA Circulars, the said registers will be made accessible for inspection through electronic mode during the AGM All documents referred to in the Notice will also be available in electronic form for inspection without any fee by the Members from the date of circulation of this Notice up to the date of AGM on all working days between 10 a.m. to 12 p.m and during the course of the AGM. Members seeking to inspect such documents can send an email to the e-mail address at csakcfl@akgroup.co.in

13. Voting rights will be reckoned on the paid-up value of the equity registered in the name of the Members. Only those Members whose names are recorded in the Register of Members of the Company, as on the Cut-off date, will be entitled to cast their votes. A person who is not a Member as on the cut-off date should treat this Notice for information purpose only. In case of joint holders, only such joint holder who is named first in the order of names will be entitled to vote.

For and on behalf of the Board
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377

Registered Office:
601-602, 6th floor, Windsor,
Off CST Road, Kalina,
Santacruz - (East), Mumbai – 400 098

CIN: U51900MH2006PLC214277

Date: August 06, 2026

EXPLANATORY STATEMENT IN RESPECT OF THE SPECIAL BUSINESS PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013 READ WITH SECRETARIAL STANDARDS ON GENERAL MEETINGS (SS-2) ISSUED BY THE INSTITUTE OF COMPANY SECRETARIES OF INDIA

The following statements set out all the material facts relating to the Ordinary Business /Special Business mentioned in the accompanying Notice:

Item No. 5: Issuance of Commercial Paper of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores) within the overall borrowing limits set forth under Section 180 of the Companies Act, 2013

In order to augment resources inter alia, to expand its operations and its working capital requirements, the Company may offer or invite subscription for issuance of Commercial Papers ("CPs") of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores), in one or more tranche(s) on such terms and conditions as the Board may deem fit and appropriate from time to time.

The Board of Directors of the Company at its meeting held on May 14, 2026 had granted its approval, to issue CPs on private placement basis, at such terms and conditions as may be finalized by the Board and/or Committee of Directors thereof and in compliance with the requirements of applicable statutory provisions, subject to the approval of shareholders in the general meeting .

This resolution enables the Board of Directors of the Company or any other Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the powers conferred by this Resolution to offer or invite subscription for CPs aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores), in one or more series or tranche(s), as deemed fit, and within the overall borrowing limits of the Company, as approved by the shareholders from time to time and as per the details specified in the said special resolution. The Board of Directors of the Company or any other Committee thereof shall decide, inter alia, other terms and conditions for such fund raising.

The Board of Directors of the Company recommends the Special Resolution as set out in Item no. 5 of this Notice for approval of the shareholders.

None of the Directors, Key Managerial Personnel of the Company and their relatives is, in any way, except to the extent of their respective shareholding in the Company, concerned or interested, financially or otherwise, in the proposed special resolution.

Item No. 6: Approval for the appointment of Mrs. Shilpa Nitin Sadani (DIN: 05217198) as a Executive Director of the Company

The Board of Directors ("Board") at its meeting held on May 14, 2026 , based on the recommendation of the Nomination and Remuneration Committee ("NRC"), approved the appointment of Mrs. Shilpa Nitin Sadani (DIN: 05217198) as an Additional Director (Executive) of the Company, pursuant to Section 161 of the Companies Act, 2013 ("Act"), to hold office up to the date of the ensuing Annual General Meeting.

The Company, being a Non-Banking Financial Company, has received prior approval from the Reserve Bank of India ("RBI") for her appointment as an Executive Director for a term of five (5) years.

Based on the recommendation of the NRC and the Board, approval of the Members is sought for appointment of Mrs. Shilpa Nitin Sadani (DIN: 05217198) as Executive Director of the Company for a term of five (5) years from May 14, 2026 to May 13, 2031, liable to retire by rotation, on the terms and conditions including remuneration as set out in the resolution forming part of this Notice. She shall continue to hold office of Executive Director as soon as she is appointed as a director and such appointment as director shall not be deemed to constitute a discontinuation in her tenure as an Executive Director. The NRC, while recommending Mrs. Shilpa Nitin Sadani as an Executive Director of the Company, considered various factors, viz., background, qualifications, competence, technical expertise, and experience particularly in the banking and NBFC sector.

Profile: Mrs. Shilpa Nitin Sadani holds an MMS (Finance) degree from Mumbai University and has over 20 years of experience in the financial services industry. She possesses extensive expertise in risk evaluation and has been associated with the financial services sector across various roles and responsibilities.

She has provided consent to act as Director and has confirmed that she is not disqualified from being appointed as a Director under Section 164 and 196 of the Act and satisfies the "fit and proper" criteria prescribed under RBI (Non-Banking Financial Company – Governance) Directions, 2025 and the said appointment is in compliance with the applicable statutory provisions and other applicable laws. The Company has received a notice under Section 160(1) of the Act from a member signifying his intention to propose the appointment of Mrs. Shilpa Nitin Sadani as a Director of the Company.

The Board considers that her appointment will be beneficial to the Company given her rich experience in the financial services sector. The said resolution confers a power on the Board, or the Nomination and Remuneration Committee, to alter or vary the terms and conditions of appointment, including any variation in remuneration, provided such remuneration is within the limits laid in Section 197/ Schedule V of the Act.

The information and disclosures, as required under Section-II of Part-II of Schedule V of the Companies Act, 2013, are given herein below:-

I. General Information:

Nature of Industry	Non-Banking Financial Company
Date or expected date of commencement of commercial production	The Company was incorporated on February 03, 2006. It commenced its operations as a Non-Deposit Accepting Non-Banking Financial Company (ND-NBFC) upon obtaining the Certificate of Registration from the Reserve Bank of India bearing Registration No. N-05.06698.
In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus	Not applicable

Financial Performance based on given indicators	**Particulars**	**FY 2025-26 (INR in Lakhs)**	**FY 2024-25 (INR in Lakhs)**
	Revenue from operations	36,982.00	33,383.18
	Total Income	37,060.26	33,396.71
	Profit/Loss before tax	9,893.95	8,371.54
	Profit/Loss after tax	7,352.50	6,781.63
Foreign investments or collaborations, if any:	The Company has not entered into any foreign investment or foreign collaboration arrangement and, accordingly, has no foreign investments or collaborations.		

II. Information about the appointee:	
Background details:	Mrs. Shilpa Nitin Sadani holds an MMS (Finance) degree from Mumbai University and has over 20 years of experience in the Financial Services industry. She possesses extensive expertise in risk evaluation and has been associated with the financial services sector across various roles and responsibilities.
Past remuneration:	Since the appointment of Ms. Shilpa Nitin Sadani as Executive Director on the Board of the Company is being proposed for the first time, there is no past remuneration paid to her in such capacity. However, prior to her proposed appointment as Executive Director on the Board of the Company, she was employed by the Company.
Recognition or awards:	Not Applicable
Job profile and her suitability	Mrs. Shilpa Nitin Sadani has over 20 years of experience in the Financial Services industry. She possesses extensive expertise in risk evaluation and has been associated with the financial services sector across various roles and responsibilities
Remuneration proposed	As provided in the Special Resolution and Explanatory Statement.
Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person	The proposed remuneration of Mrs. Shilpa Nitin Sadani, is comparable to that drawn by the peers in similar capacity in the industry and commensurate with the size of the Company and nature of its business. The remuneration is determined based on the recommendation of Nomination & Remuneration Committee, which pursues the industry benchmark in general, remuneration prevalent in the industry, profile and responsibilities of the Executive Director and other relevant factors.
Pecuniary relationship directly or indirectly with the Company, or relation with the managerial personnel, if any	Mrs. Shilpa Nitin Sadani shall be paid remuneration and perquisites as mentioned in the special resolution and explanatory statement. Mrs. Shilpa Nitin Sadani does not have any pecuniary relationship directly or indirectly with the Company and its managerial personnel.

III.Other Information:	
Reasons of loss or inadequate profits	Presently the Company has adequate profits. The Company is passing a special resolution pursuant to the proviso of sub-section (1) of Section 197 of the Companies Act, 2013 and as a matter of abundant precaution, as the profitability of the Company may be impacted in future scenario due to uncertain factors during the period for which remuneration is payable to Mrs. Shilpa Nitin Sadani.
Steps taken or proposed to be taken for improvement	Not Applicable
Expected increase in productivity and profits in measurable terms	Not Applicable

IV. Disclosures

The details of the remuneration of Mrs. Shilpa Nitin Sadani is given in the explanatory statement hereinabove. The remuneration is variable as linked to the profits of the Company except in case of inadequate profit when the remuneration will be paid as per the provisions of Section 197 and 198 read with Schedule V of the Act.

Item No. 7:Approval for the appointment of Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714) as an Executive Director Of The Company

The Board of Directors ("Board") at its meeting held on May 14, 2026 , based on the recommendation of the Nomination and Remuneration Committee ("NRC"), approved the appointment of Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714) as an Additional Director (Executive) of the Company, pursuant to Section 161 of the Companies Act, 2013 ("Act"), to hold office up to the date of the ensuing Annual General Meeting.

The Company, being a Non-Banking Financial Company, has received prior approval from the Reserve Bank of India ("RBI") for her appointment as an Executive Director for a term of five (5) years.

Based on the recommendation of the NRC and the Board, approval of the Members is sought for appointment of Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714) as Executive Director of the Company for a term of five (5) years from May 14, 2026 to May 13, 2031, liable to retire by rotation, on the terms and conditions including remuneration as set out in the resolution forming part of this Notice. She shall continue to hold office of Executive Director as soon as she is appointed as a director and such appointment as director shall not be deemed to constitute a discontinuation in her tenure as an Executive Director. The NRC, while recommending Mrs. Shraddha Gaurav Joshi Kute as an Executive Director of the Company, considered various factors, viz., background, qualifications, competence, technical expertise, and experience particularly in the debt capital market.

Profile: Mrs. Shraddha Gaurav Joshi Kute has more than 18 years of experience in the securities market. She holds a Master's in Commerce and an Advanced Diploma in Computer Software (GNIIT). She has been associated with A. K. Group since May 2007 and has played an important role in the Company's business growth.

She is currently handling the Institutional Sales Segment for A. K. Group, assisting clients with transactions in debt securities, negotiation with counterparties, and operational compliance including transaction reporting to stock exchanges. Her key strength lies in understanding client requirements along with strong knowledge of financial markets and instruments.

She has provided consent to act as Director and has confirmed that she is not disqualified under Section 164 and 196 of the Act and satisfies the RBI "fit and proper" criteria prescribed under RBI (Non-Banking Financial Company – Governance) Directions, 2025 and the said appointment is in Compliance with the applicable statutory provisions other applicable laws. The Company has received a notice under Section 160(1) of the Act from a member signifying his intention to propose the appointment of Mrs. Shraddha Gaurav Joshi Kute as a Director of the Company.

The Board considers that her appointment will strengthen the Company's institutional business and operational capabilities. The said resolution confers a power on the Board, or the Nomination and Remuneration Committee, to alter or vary the terms and conditions of appointment, including any variation in remuneration, provided such remuneration is within the limits laid in Section 197/ Schedule V of the Act.

Save and except Mrs. Shraddha Gaurav Joshi Kute and her relatives to the extent of their shareholding interest, if any, in the Company, none of the other Directors and Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested, financially or otherwise in the said Special Resolution, set out at Item No. 7 of this Notice.

Except Mrs. Shraddha Gaurav Joshi Kute, none of the Directors, Key Managerial Personnel and their relatives are concerned or interested, financially or otherwise, in the resolution.

The Board recommends the Special Resolution set out under Item No. 7 for approval of the Members.

The information and disclosures, as required under Section-II of Part-II of Schedule V of the Companies Act, 2013, are given herein below:-

<table>
<tr><td colspan="4">I. General Information:</td></tr>
<tr><td>Nature of Industry</td><td colspan="3">Non-Banking Financial Company</td></tr>
<tr><td>Date or expected date of commencement of commercial production</td><td colspan="3">The Company was incorporated on February 03, 2006. It commenced its operations as a Non-Deposit Accepting Non-Banking Financial Company (ND-NBFC) upon obtaining the Certificate of Registration from the Reserve Bank of India bearing Registration No. N-05.06698.</td></tr>
<tr><td>In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus</td><td colspan="3">Not applicable</td></tr>
<tr><td rowspan="5">Financial Performance based on given indicators</td><td>Particulars</td><td>FY 2025-26
(INR in Lakhs)</td><td>FY 2024-25
(INR in Lakhs)</td></tr>
<tr><td>Revenue from operations</td><td>36,982.00</td><td>33,383.18</td></tr>
<tr><td>Total Income</td><td>37,060.26</td><td>33,396.71</td></tr>
<tr><td>Profit/Loss before tax</td><td>9,893.95</td><td>8,371.54</td></tr>
<tr><td>Profit/Loss after tax</td><td>7,352.50</td><td>6,781.63</td></tr>
<tr><td>Foreign investments or collaborations, if any:</td><td colspan="3">The Company has not entered into any foreign investment or foreign collaboration arrangement and, accordingly, has no foreign investments or collaborations.</td></tr>
</table>

<table>
<tr><td colspan="2">II. Information about the appointee:</td></tr>
<tr><td>Background details:</td><td>Mrs. Shraddha Gaurav Joshi Kute has more than 18 years of work experience in securities market. Mrs. Shraddha Gaurav Joshi Kute has a Masters in Commerce and Advanced Diploma in Computer Software (GNIIT). She has been with A. K. Group since May 2007 and has played an important role in the Company's business growth.</td></tr>
<tr><td>Past remuneration:</td><td>Since the appointment of Mrs. Shraddha Gaurav Joshi Kute as Executive Director on the Board of the Company is being proposed for the first time, there is no past remuneration paid to her in such capacity.

However, prior to her proposed appointment as Executive Director on the Board of the Company, she was employed by the Company.</td></tr>
<tr><td>Recognition or awards:</td><td>Not Applicable</td></tr>
</table>

Job profile and her suitability	She is currently handling the Institutional Sales Segment for A.K. Group assisting the clients with transactions in debt securities, negotiation of the transaction with counter party, operational compliance e.g. transaction related reporting to stock exchanges. Her key skill is in successfully understanding the needs of clients with a substantial knowledge of markets and instruments.
Remuneration proposed	As provided in the Special Resolution and Explanatory Statement.
Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person	The proposed remuneration of Mrs. Shraddha Gaurav Joshi Kute, is comparable to that drawn by the peers in similar capacity in the industry and commensurate with the size of the Company and nature of its business. The remuneration is determined based on the recommendation of Nomination & Remuneration Committee, which pursues the industry benchmark in general, remuneration prevalent in the industry, profile and responsibilities of the Executive Director and other relevant factors.
Pecuniary relationship directly or indirectly with the Company, or relation with the managerial personnel, if any	Mrs. Shraddha Gaurav Joshi Kute remuneration shall be placed and perquisites as mentioned in the special resolution and explanatory statement. Mrs. Shraddha Gaurav Joshi Kute does not have any pecuniary relationship directly or indirectly with the Company and its managerial personnel.

III.Other Information:	
Reasons of loss or inadequate profits	Presently the Company has adequate profits. The Company is passing a special resolution pursuant to the proviso of sub-section (1) of Section 197 of the Companies Act, 2013 and as a matter of abundant precaution, as the profitability of the Company may be impacted in future scenario due to uncertain factors during the period for which remuneration is payable to Mrs. Shraddha Gaurav Joshi Kute
Steps taken or proposed to be taken for improvement	Not Applicable
Expected increase in productivity and profits in measurable terms	Not Applicable

IV. Disclosures

The details of the remuneration of Mrs. Shraddha Gaurav Joshi Kute is given in the explanatory statement hereinabove. The remuneration is variable as linked to the profits of the Company except in case of inadequate profit when the remuneration will be paid as per the provisions of Section 197 and 198 read with Schedule V of the Act.

Item No. 8: Approval for the re-appointment of Mr. Vinod Kumar Kathuria (DIN: 06662559), as a Non-Executive, Independent Director of the Company

Mr. Vinod Kumar Kathuria (DIN: 06662559) is currently an Independent Director of the Company, Chairman of the Board, IT Strategy Committee and Stakeholder Relationship Committee and member of the Corporate Social Responsibility Committee.

Mr. Vinod Kumar Kathuria was appointed as an Independent Director of the Company by the Members at the Extra Ordinary General Meeting of the Company held on February 20, 2024 for a period of 3 (three) consecutive years commencing from December 18, 2023 up to December 17, 2026 (both days inclusive and is eligible for re-appointment for a second term on the Board of the Company.

The Nomination and Remuneration Committee (NRC) at its meeting held on August 06, 2026 considered Mr. Vinod Kumar Kathuria's candidature for reappointment as Independent Director. NRC, upon evaluation of Mr. Vinod Kumar Kathuria's credentials and based on his last performance evaluation report recommended his re-appointment as an Independent Director for a second term of 5 years consecutive years, on the Board of the Company.

The Board of Directors on the recommendation of NRC and based on last performance evaluation report of Mr. Vinod Kumar Kathuria considered and approved his re-appointment as an Independent Director of the Company at their meeting held on August 06, 2026 for a second term of 5 consecutive years commencing from December 18, 2026 to December 17, 2031 (both days inclusive), not liable to retire by rotation, subject to the approval of the Members by way of a Special Resolution.

As per the provisions of Section 152(2) of the Companies Act, 2013 read with Clause IV of the Schedule IV of the Companies Act, 2013, the re-appointment of an Independent Director is subject to the approval of the Members by way of a Special Resolution. Accordingly, re-appointment of Mr. Vinod Kumar Kathuria as an Independent Director is being placed before the Members for approval, in view of the aforesaid regulatory requirements.

The Company has also received a declaration of Independence from Mr. Vinod Kumar Kathuria. In the opinion of the Board, Mr. Vinod Kumar Kathuria fulfills the conditions as set out in Section 149(6) and Schedule IV of the Act for being eligible for his re-appointment. Mr. Vinod Kumar Kathuria has confirmed, he is neither disqualified from being re-appointed as a Director in terms of the Act nor debarred from holding office as Director of the Company by any regulator. The Company has also received a notice, in writing, pursuant to Section 160 of the Act, proposing the candidature of Mr. Vinod Kumar Kathuria for re-appointment as an Independent Director of the Company The Board of Directors have taken on record the declaration and confirmation submitted by Mr. Vinod Kumar Kathuria and noted that he is fulfilling the fit and proper requirements as per relevant RBI directions read with Company's internal policies and is independent of the Management of the Company.

Mr. Vinod Kathuria is a master's in commerce from Delhi University and is a Certified Associate of Indian Institute of Bankers. He has around four decades of experience in key banking areas of Corporate Credit, Recovery, Retail Lending, Treasury Operations, International Banking Business, Agriculture, Financial Inclusion etc. He contributes with his expertise in the policy related issues involving macro & micro factors of the economy in various committees and conferences. He is a Team Builder and motivational speaker. In his last assignment, he was an Executive Director at Union Bank of India.

As an Independent Director, Mr. Vinod Kumar Kathuria shall be entitled to remuneration in the form of commission and sitting fees for attending Board & Committee meeting(s) and reimbursement of expenses, if any, for participation in the Board and other meetings which shall be governed by Company's Remuneration Policy as may be amended from time to time.

The Board considers that re-appointment of an eminent professional like Mr. Vinod Kumar Kathuria would immensely benefit the Company and therefore, recommends obtaining approval of the Members as a Special Resolution for re-appointment of Mr. Vinod Kumar Kathuria as an Independent Director of the Company.

Save and except Mr. Vinod Kumar Kathuria and his relatives to the extent of their shareholding interest, if any, in the Company, none of the other Directors and Key Managerial Personnel of the Company or their relatives are, in any way, concerned or interested, financially or otherwise in the said Special Resolution, set out at Item No. 8 of this Notice.

The Board of the Company recommends the Special Resolution as set out in Item no. 8 of this Notice for approval of the shareholders as per Companies Act, 2013 read with rules made thereunder.

Item No.9: Approval of Material Related Party Transactions by and between the Company and its related parties:

The members are informed pursuant to Section 188 of the Companies Act, 2013 ("the Act"), read with Rule 15 of the Companies (Meetings of Board and its Powers) Rules, 2014, the Company is required to obtain consent of the Board and prior approval of the members by resolution in case certain Related Party Transactions exceed such thresholds as is specified in the rules.

Further, pursuant to the provisions of the Act, in case 90% or more members in number are relatives of promoters or related parties, than the proviso restricting vote by any related party will not be applicable.

In view of the above, the members are requested to consider the matter for approving related party transactions crossing the threshold specified in the Act read with rules.

The relevant details as provided by the management of the Company to the Audit Committee with respect to material Related Party Transactions entered/ to be entered into by the Company is detailed out in **Annexure – I** annexed to this Notice.

The mentioned transactions, which are enabling in nature, have been approved and recommended by the Board as well as Audit Committee of the Company at its meeting held on August 06, 2026 in terms of the requirements of the Act read with rules made thereunder. Also, Audit Committee in its meeting held on February 03, 2025, already approved all these transactions under the omnibus limits, which were duly noted by the Board in its meeting held on same day. As a matter of good governance, the matter is being placed before the shareholders for their approval.

The Board of the Company recommends the Ordinary Resolution as set out in Item no. 8 of this Notice for approval of the shareholders.

None of the Directors and Key Managerial Personnel of the Company and their respective relatives are concerned or interested, financially or otherwise, in passing the proposed Resolution, except Mr. A. K. Mittal, Managing Director and Ms. Aditi Mittal, Executive Director of the Company.

Item No. 10: Approve for the revision in remuneration of Ms. Aditi Mittal (DIN: 00698397), Executive Director

The proposal for re-appointment of Ms. Aditi Mittal, Executive Director has been approved by the Board pursuant to the recommendation of the Nomination and Remuneration Committee considering her skills, experience and knowledge and positive outcome of performance evaluation, wherever applicable.

Ms. Aditi Mittal is not disqualified from being appointed as a director in terms of Section 164 of the Act, BSE circular dated June 20, 2018 and Schedule V of Companies Act, 2013. Further Ms. Aditi Mittal does not attract any disqualifications as contained under Section 196(3).

None of the directors or key managerial personnel of the Company or their relatives, except Mr. A. K. Mittal (DIN: 00698377) and Ms. Aditi Mittal (DIN: 00698397) are, directly or indirectly concerned or interested, financially or otherwise in the Company.

The Board recommends the Resolution as mentioned under Item No. 10 of the Notice for your approval.

Ms. Aditi Mittal, as Executive Director, has been actively involved in the management and day-to-day affairs of the Company and has contributed significantly towards the Company's operational and business development initiatives.

Considering the increased scale of operations, expanding business activities, responsibilities entrusted to her, industry benchmarks, their qualifications, experience and continued contribution to the growth and performance of the Company, the Board, based on the recommendation of the Nomination & Remuneration Committee, considers it appropriate to approve payment of remuneration of up to ₹25,00,000/- (Rupees Twenty-Five Lakhs only) per month each to Ms. Aditi Mittal, Executive Director, with effect from September 05, 2026.

In addition to the aforesaid remuneration, they shall be entitled to such performance-based bonus, incentives, perquisites and other benefits, if any, as may be determined by the Board of Directors or the Nomination & Remuneration Committee from time to time in accordance with the Nomination & Remuneration Policy of the Company and subject to the provisions of the Companies Act, 2013 and other applicable laws.

The remuneration payable shall be within the limits prescribed under Sections 196, 197, 198 and other applicable provisions of the Companies Act, 2013 read with Schedule V thereto, and subject to such approvals as may be required from time to time.

The Board is of the opinion that the proposed remuneration is fair, reasonable and commensurate with the duties, responsibilities, experience and contribution of Ms. Aditi Mittal and is in the best interests of the Company.

Accordingly, the Board recommends the resolution set out at Item No. 10 of the Notice for approval of the Members as an Ordinary Resolution.

Except Mr. A. K. Mittal, Ms. Aditi Mittal, and their respective relatives, to the extent of their shareholding, if any, in the Company, none of the Directors, Key Managerial Personnel of the Company or their relatives is, in any way, concerned or interested, financially or otherwise, in the proposed resolution.

The information and disclosures, as required under Section-II of Part-II of Schedule V of the Companies Act, 2013, are given herein below:-

<table>
<tr><td colspan="4">I. General Information:</td></tr>
<tr><td>Nature of Industry</td><td colspan="3">Non-Banking Financial Company</td></tr>
<tr><td>Date or expected date of commencement of commercial production</td><td colspan="3">The Company was incorporated on February 03, 2006. It commenced its operations as a Non-Deposit Accepting Non-Banking Financial Company (ND-NBFC) upon obtaining the Certificate of Registration from the Reserve Bank of India bearing Registration No. N-05.06698.</td></tr>
<tr><td>In case of new companies, expected date of commencement of activities as per project approved by financial institutions appearing in the prospectus</td><td colspan="3">Not applicable</td></tr>
<tr><td rowspan="5">Financial Performance based on given indicators</td><td>Particulars</td><td>FY 2025-26
(INR in Lakhs)</td><td>FY 2024-25
(INR in Lakhs)</td></tr>
<tr><td>Revenue from operations</td><td>36,982.00</td><td>33,383.18</td></tr>
<tr><td>Total Income</td><td>37,060.26</td><td>33,396.71</td></tr>
<tr><td>Profit/Loss before tax</td><td>9,893.95</td><td>8,371.54</td></tr>
<tr><td>Profit/Loss after tax</td><td>7,352.50</td><td>6,781.63</td></tr>
<tr><td>Foreign investments or collaborations, if any:</td><td colspan="3">The Company has not entered into any foreign investment or foreign collaboration arrangement and, accordingly, has no foreign investments or collaborations.</td></tr>
<tr><td colspan="4">II. Information about the appointee:</td></tr>
<tr><td>Background details:</td><td colspan="3">Aditi Mittal started her career with A. K. Capital Services Limited, the flagship company of the AK Group in the Finance & Accounts Department as an Assistant Manager.
Additionally she is a Co-Founder of online bond platform, India Bond Private Limited, a fintech debt online platform</td></tr>
<tr><td>Past remuneration:</td><td colspan="3">INR 1,80,00,000 For FY 2025-26</td></tr>
<tr><td>Recognition or awards:</td><td colspan="3">1. Times 40 under 40 Award, 2023
2. ET Inspiring Women Leader 2024 - Excellence in Financial Services, 2024
3. Women Leader of the Year, 2024 at BW Business World Festival of Fintech.</td></tr>
<tr><td>Job profile and her suitability</td><td colspan="3">Having overall experience of 20 plus years in the financial sector. Presently holding Directorship positions at various AK Group Companies. She is a Director of A.K. Capital Finance Limited (NBFC-ND-SI) and a Director of holding Company A.K. Capital Services Limited and many other group Companies which are largely into financial sector.</td></tr>
<tr><td>Remuneration proposed</td><td colspan="3">As provided in the Special Resolution and Explanatory Statement.</td></tr>
<tr><td>Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person</td><td colspan="3">The proposed remuneration of Ms. Aditi Mittal, is comparable to that drawn by the peers in similar capacity in the industry and commensurate with the size of the Company and nature of its business. The remuneration is determined based on the recommendation of Nomination & Remuneration Committee, which pursues the industry benchmark in general, remuneration prevalent in the industry, profile and responsibilities of the Executive Director and other relevant factors.</td></tr>
<tr><td>Pecuniary relationship directly or indirectly with the Company, or relation with the managerial personnel, if any</td><td colspan="3">Ms. Aditi Mittal as Executive Director shall be paid remuneration and perquisites as mentioned in the special resolution and explanatory statement. Further Ms. Aditi Mittal holds shares of the Company as a Promoter group and is the daughter of Mr. A K. Mittal, Managing Director of the Company. Other than as mentioned herein, Mr. A. K. Mittal does not have any pecuniary relationship directly or indirectly with the Company and its managerial personnel.</td></tr>
<tr><td colspan="4">III. Other Information:</td></tr>
<tr><td>Reasons of loss or inadequate profits</td><td colspan="3">Presently the Company has adequate profits. The Company is passing a special resolution pursuant to the proviso of the sub-section (1) of Section 197 of the Companies Act, 2013 and as a matter of abundant precaution, as the profitability of the Company may be impacted in future scenario due to uncertain factors during the period for which remuneration is payable to Ms. Aditi Mittal</td></tr>
<tr><td>Steps taken or proposed to be taken for improvement</td><td colspan="3">Not Applicable</td></tr>
<tr><td>Expected increase in productivity and profits in measurable terms</td><td colspan="3">Not Applicable</td></tr>
</table>

IV. Disclosures

The details of the remuneration of Ms. Aditi Mittal is given in the explanatory statement hereinabove. The remuneration is variable as linked to the profits of the Company except in case of inadequate profit when the remuneration will be paid as per the provisions of Section 197 and 198 read with Schedule V of the Act.

For and on behalf of the Board
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377
Registered Office: 601-602, 6th floor, Windsor, Off CST Road, Kalina, Santacruz - (East), Mumbai – 400 098
CIN: U51900MH2006PLC214277 | **Date:** August 06, 2026

BRIEF RESUME OF MS. ADITI MITTAL SEEKING ~~APPOINTMENT~~/RE-APPOINTMENT WHOSE REVISION IN REMUNERATION IS PROPOSED TO BE CONSIDERD AT THIS ANNUAL GENERAL MEETING (IN PURSUANCE WITH SECRETERIAL STANDARD 2)

<table>
<tr><td>Name of the Director and DIN</td><td colspan="3">Ms. Aditi Mittal (DIN: 00698397)</td></tr>
<tr><td>Category</td><td colspan="3">Executive Director</td></tr>
<tr><td>Age</td><td colspan="3">44 Years (August 31, 1982)</td></tr>
<tr><td>Nationality</td><td colspan="3">Indian</td></tr>
<tr><td>Date of first appointment on the Board</td><td colspan="3">December 02, 2022</td></tr>
<tr><td>Shares held in the Company as on March 31, 2026</td><td colspan="3">Equity Shares: 16,080 (0.07%) & Preference Shares: 17,50,000 (12.28%)</td></tr>
<tr><td>Qualification/s</td><td colspan="3">Chartered Accountant</td></tr>
<tr><td>Brief resume including experience</td><td colspan="3">• Ms. Aditi Mittal started her career with A. K. Capital Services Limited, the flagship company of the AK Group in the Finance & Accounts Department as an Assistant Manager.
• Having overall experience of 20 plus years in the financial sector. Presently holding Directorship positions at various AK Group Companies. She is a Director of A.K. Capital Finance Limited (NBFC-ND-SI) and a Director of holding Company A.K. Capital Services Limited and many other group Companies which are largely into financial sector.
• Additionally she is a Co-Founder of online bond platform, India Bond Private Limited, a fintech debt online platform</td></tr>
<tr><td>Terms and Condition of re-appointment along with Remuneration sought to be paid</td><td colspan="3">Ms. Aditi Mittal retires by rotation at the ensuing Annual General Meeting (AGM) and being eligible, seeks re-appointment in terms of Section 152(6) of the Companies Act, 2013. Her appointment as an Executive Director is proposed to approved by the shareholders at the ensuing 20th AGM held on September 05, 2026. In accordance with the terms of her appointment, she is liable to retire by rotation.</td></tr>
<tr><td>Last Remuneration Drawn</td><td colspan="3">INR 1,80,00,000/- for FY 2025-26</td></tr>
<tr><td>Directorships held in other companies</td><td colspan="3">A. K. Capital Services Limited – Non-Executive Director
A.K. Wealth Management Private Limited – Director
Family Home Finance Private Limited – Non-Executive Director
India Bond Private Limited (IBPL) – Executive Director
OBPP Association – Director</td></tr>
<tr><td rowspan="4">Membership/ Chairmanship of other companies Committee (Mandatory Committee as per Companies Act, 2013)</td><td>Name of the Company</td><td>Name of Committee</td><td>Member/Chairman</td></tr>
<tr><td>A. K. Capital Services Limited</td><td>Nomination & Remuneration Committee</td><td>Member</td></tr>
<tr><td>A. K. Capital Services Limited</td><td>Stakeholders Relationship Committee</td><td>Chairperson</td></tr>
<tr><td>Family Home Finance Private Limited</td><td>Nomination & Remuneration Committee</td><td>Member</td></tr>
<tr><td>Number of Meetings of the Board attended during the Financial Year 2025-26</td><td colspan="3">05</td></tr>
<tr><td>Relationship with other Director, Manager & KMP</td><td colspan="3">Ms. Aditi Mittal, Director is daughter of Mr. A. K. Mittal, Managing Director of the Company</td></tr>
<tr><td>Listed companies from which the Director has resigned in the past 3 (three) years</td><td colspan="3">-</td></tr>
</table>

BRIEF RESUME OF MR. VINOD KUMAR KATHURIA SEEKING ~~APPOINTMENT~~/RE-APPOINTMENT AT THIS ANNUAL GENERAL MEETING (IN PURSUANCE WITH SECRETERIAL STANDARD 2)

<table>
<tr><td>Name of the Director and DIN</td><td colspan="3">Mr. Vinod Kumar Kathuria (DIN: 06662559)</td></tr>
<tr><td>Category</td><td colspan="3">Independent Director</td></tr>
<tr><td>Age</td><td colspan="3">68 years (23/07/1958)</td></tr>
<tr><td>Nationality</td><td colspan="3">Indian</td></tr>
<tr><td>Date of Appointment on the Board</td><td colspan="3">18/12/2023</td></tr>
<tr><td>Shares held in the Company as on March 31, 2026</td><td colspan="3">Nil</td></tr>
<tr><td>Qualification/s</td><td colspan="3">M.Com from University of Delhi and CAIIB from Indian Institute of Banking & Finance</td></tr>
<tr><td>Brief resume including experience</td><td colspan="3">• Mr. Vinod Kathuria is a Masters in Commerce from Delhi University and is a Certified Associate of Indian Institute of Bankers. He has around four decades of experience in key banking areas of Corporate Credit, Recovery, Retail Lending, Treasury Operations, International Banking Business, Agriculture, Financial Inclusion etc. He contributes with
• his expertise in the policy related issues involving macro & micro factors of the economy in various committees and conferences. He is a Team Builder and motivational speaker. In his last assignment, he was an Executive Director at Union Bank of India.</td></tr>
<tr><td>Terms and Condition of re-appointment along with Remuneration sought to be paid</td><td colspan="3">As per terms & conditions and remuneration mentioned in the special resolution is proposed to be passed by the members of the Company at the 20th AGM of the Company.</td></tr>
<tr><td>Last Remuneration Drawn</td><td colspan="3">INR 4,00,000/- (Sitting Fees)</td></tr>
<tr><td>Directorships held in other companies</td><td colspan="3">1. Jayaswal Neco Industries Limited
2. Western Capital Advisors Private Limited
3. Anand Rathi Global Finance Limited
4. Satia Industries Limited
5. A. K. Capital Services Limited
6. Deepak Builders & Engineers India Limited
7. Sharda Cropchem Limited
8. Super Smelters Limited
9. XL Energy Limited</td></tr>
<tr><td rowspan="14">Membership/ Chairmanship of other companies Committee (Mandatory Committee as per Companies Act, 2013)</td><td>Name of the Company</td><td>Name of Committee</td><td>Member/Chairman</td></tr>
<tr><td>A. K. Capital Services Limited</td><td>Audit Committee</td><td>Chairman</td></tr>
<tr><td>A. K. Capital Services Limited</td><td>Nomination and Remuneration Committee</td><td>Member</td></tr>
<tr><td>Anand Rathi Global Finance Limited</td><td>Audit Committee</td><td>Member</td></tr>
<tr><td>Jayaswal Neco Industries Limited</td><td>Nomination and Remuneration Committee</td><td>Member</td></tr>
<tr><td>Deepak Builders & Engineers India Limited</td><td>Audit Committee</td><td>Member</td></tr>
<tr><td>Deepak Builders & Engineers India Limited</td><td>Nomination and Remuneration Committee</td><td>Member</td></tr>
<tr><td>Western Capital Advisors Private Limited</td><td>Audit Committee</td><td>Chairman</td></tr>
<tr><td>Western Capital Advisors Private Limited</td><td>Nomination and Remuneration Committee</td><td>Member</td></tr>
<tr><td>Sharda Cropchem Limited</td><td>Audit Committee</td><td>Member</td></tr>
<tr><td>Sharda Cropchem Limited</td><td>Nomination and Remuneration Committee</td><td>Member</td></tr>
<tr><td>Sharda Cropchem Limited</td><td>Stakeholders’ Relationship Committee</td><td>Member</td></tr>
<tr><td>Super Smelters Limited</td><td>Audit Committee</td><td>Member</td></tr>
<tr><td>Super Smelters Limited</td><td>Nomination and Remuneration Committee</td><td>Member</td></tr>
<tr><td>Number of Meetings of the Board attended during the Financial Year 2025-26</td><td colspan="3">06</td></tr>
<tr><td>Relationship with other Director, Manager & KMP</td><td colspan="3">Nil</td></tr>
<tr><td>In the case of independent directors, the skills and capabilities required for the role and the manner in which the proposed person meets such requirements</td><td colspan="3">The Board of Directors of the Company is of the opinion that Mr. Vinod Kumar Kathuria is a person of integrity and considering his qualifications, extensive knowledge and rich experience in key banking areas of Corporate Credit, Recovery, Retail Lending, Treasury Operations, International Banking Business, Agriculture, Financial Inclusion etc., appointment of Mr. Kathuria is in the interest of the Company. His continued association would be of immense benefit and value to the Company. In view of his exemplary performance as noted by the Board each year during the annual performance evaluation, the Board recommends his re-appointment as an Independent Director for second term of five years to the members. In the opinion of the Board of Directors Mr. Kathuria is independent of the management of the Company and fulfills the conditions specified in the Act, the rules made thereunder, and SEBI Listing Regulations, for appointment as an Independent Director.</td></tr>
</table>

BRIEF RESUME OF MRS. SHILPA NITIN SADANI SEEKING APPOINTMENT/~~RE-APPOINTMENT~~ AT THIS ANNUAL GENERAL MEETING (IN PURSUANCE WITH SECRETERIAL STANDARD 2)

Name of the Director and DIN	Mrs. Shilpa Nitin Sadani (DIN: 05217198)
Age	43 years
Nationality	Indian
Qualification/s	MMS (Finance) degree from Mumbai University
Date of first Appointment on the Board	14/05/2026
Brief profile including experience	Mrs. Shilpa Nitin Sadani holds an MMS (Finance) degree from Mumbai University and has over 20 years of experience in the Financial Services industry. She possesses extensive expertise in risk evaluation and has been associated with the financial services sector across various roles and responsibilities.
Directorships held in other companies	NIL
Membership/ Chairmanship of other companies Committee (Mandatory Committee as per Companies Act, 2013)	NIL
Relationship with other Directors, Managers and other Key Managerial Personnel	None
No. of equity shares held in the Company (As on March 31, 2026)	Nil
No. of Board meetings attended during the financial year 2025-26	Not Applicable
Terms and conditions of appointment including remuneration	As per terms & conditions and remuneration mentioned in the special resolution proposed to be passed by the members of the Company at the 20th AGM of the Company.
Details of remuneration paid during the financial year 2025-26	Not Applicable

BRIEF RESUME OF MRS. SHRADDHA GAURAV JOSHI KUTE SEEKING APPOINTMENT/~~RE-APPOINTMENT~~ AT THIS ANNUAL GENERAL MEETING (IN PURSUANCE WITH SECRETERIAL STANDARD 2)

Name of the Director and DIN	Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714)
Age	41 years
Nationality	Indian
Qualification	M.Com, Advanced Diploma in Computer Software (GNIIT)
Date of first appointment on Board	14/05/2026
Brief profile including experience	• Mrs. Shraddha Gaurav Joshi Kute has more than 18 years of work experience in securities market. Ms. Shraddha Gaurav Joshi Kute has a Masters in Commerce and Advanced Diploma In Computer Software (GNIIT). She has been with A. K. Group since May 2007 and has played an important role in the Company's business growth. • She is currently handling the Institutional Sales Segment for A.K. Group assisting the clients with transactions in debt securities, negotiation of the transaction with counter party, operational compliance e.g. transaction related reporting to stock exchanges. Her key skill is in successfully understanding the needs of clients with a substantial knowledge of markets and instruments.
Directorship in other Companies	A. K. Wealth Management Private Limited A. K. Capital Corporation Private Limited
Membership/ Chairmanship of other companies Committee (Mandatory Committee as per Companies Act, 2013)	NIL
Relationship with other Directors, Managers and other Key Managerial Personnel	NIL
Relationship with other Directors, Managers and other Key Managerial Personnel	None
No. of equity shares held in the Company (As on March 31, 2026)	Nil
No. of Board meetings attended during the financial year 2025-26	Not Applicable
Terms and conditions of appointment including remuneration	As per terms & conditions and remuneration mentioned in the special resolution proposed to be passed by the members of the Company at the 20th AGM of the Company.
Details of remuneration paid during the financial year 2025-26	Not Applicable

Annexure – I

Material related party transactions of the Company

Sr. No	Name of the related party and its relationship with the Company	Nature & particulars of the contract or arrangement	Material terms of the contract or arrangement including the value, if any;	Any advance paid or received for the contract or arrangement, if any;	Manner of determining the pricing & other commercial terms, both included as part of contract & not considered as part of the contract;	Whether all factors relevant to the contract have been considered, if not, the details of factors not considered with the rationale for not considering those factors;	Tenure of the proposed transaction (particular tenure shall be specified)	Value of the proposed transaction; (Rs. In Crores)	Entity wise Value of the proposed transactions (Rs. in Crores)	Name of the director or key managerial personnel who is related, if any;
1	A. K. Capital Services Limited ("AKCSL") (Holding Company)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	NIL	On Market price and as per regulatory norms	-	From 19th AGM of the Company till 20th AGM of the Company for a period not exceeding fifteen months.	4,000.00	4,450.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Borrowing (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Corporate Guarantee			Based on the loan documents			275.00		
		Commission on Corporate Guarantee			Based on the actual amount of guarantee and mutually agreed			5.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			70.00		
2	A. K. Stockmart Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	NIL	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	1,100.00	1,775.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			5.00		
		Brokerage charges (@0.01% to 1% on transaction amount)			0.01% to 1% on transaction amount			4.00		
		Demat charges			As per market rate			1.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			20.00		
3	A. K. Wealth Management Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	50.00	105.00	Mr. A. K. Mittal & Ms. Aditi Mittal and Shraddha Gaurav Joshi Kute
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			5.00		

Sr. No	Name of the related party and its relationship with the Company	Nature & particulars of the contract or arrangement	Material terms of the contract or arrangement including the value, if any;	Any advance paid or received for the contract or arrangement, if any;	Manner of determining the pricing & other commercial terms, both included as part of contract & not considered as part of the contract;	Whether all factors relevant to the contract have been considered, if not, the details of factors not considered with the rationale for not considering those factors;	Tenure of the proposed transaction (particular tenure shall be specified)	Value of the proposed transaction; (Rs. In Crores)	Entity wise Value of the proposed transactions (Rs. in Crores)	Name of the director or key managerial personnel who is related, if any;
4	A. K. Capital Corporation Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	50.00	105.00	Mr. A. K. Mittal & Ms. Aditi Mittal and Shraddha Gaurav Joshi Kute
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			5.00		
5	Family Home Finance Private Limited (Wholly Owned Subsidiary)	Investment in Share Capital/Securities	To be mutually agreed at the time of transaction	Nil	As per regulatory provisions	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	100.00	410.00	Mr. A. K. Mittal & Ms. Aditi Mittal and Bindu Darshan Shah
		Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)			On Market price and as per regulatory norms			250.00		
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			10.00		
6	A. K. Alternative Assets Manager Private Limited (Fellow Subsidiary)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	50.00	105.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			5.00		
7	A. K. Services Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	1,200.00	1,350.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			100.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			50.00		

Sr. No	Name of the related party and its relationship with the Company	Nature & particulars of the contract or arrangement	Material terms of the contract or arrangement including the value, if any;	Any advance paid or received for the contract or arrangement, if any;	Manner of determining the pricing & other commercial terms, both included as part of contract & not considered as part of the contract;	Whether all factors relevant to the contract have been considered, if not, the details of factors not considered with the rationale for not considering those factors;	Tenure of the proposed transaction (particular tenure shall be specified)	Value of the proposed transaction; (Rs. In Crores)	Entity wise Value of the proposed transactions (Rs. in Crores)	Name of the director or key managerial personnel who is related, if any;
8	India Bond Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	200.00	300.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			50.00		
9	IB Future Tech Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	200.00	300.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			50.00		
10	Indiabonds Money Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	25.00	57.50	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			25.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			7.50		
11	Family Home Consultancy Services Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	25.00	25.00	Mr. A. K. Mittal & Ms. Aditi Mittal
12	M Square Financials Consultants and Auto Private Limited (Enterprise controlled by key management personnel)	Dealing in (Purchase, Sale and/or otherwise deal in Securities (mainly fixed income securities like bonds, debentures, G-Sec), Preference Shares, Commercial Papers, Money Market instruments etc.)	To be mutually agreed at the time of transaction	Nil	On Market price and as per regulatory norms	-	From 20th AGM of the Company till 21st AGM of the Company for a period not exceeding fifteen months	25.00	80.00	Mr. A. K. Mittal & Ms. Aditi Mittal
		Lending (Interest at mutually agreed rates)			As per the Interest Rate Policy and Sanction documents			50.00		
		Providing and/or availing goods and services including cost sharing arrangements to and/or from			To be determined mutually			5.00		

For and on behalf of the Board
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377
Registered Office: 601-602, 6th floor, Windsor, Off CST Road, Kalina, Santacruz - (East), Mumbai – 400 098 CIN: U51900MH2006PLC214277
Date: August 06, 2026

A. K. CAPITAL FINANCE LIMITED

BUILDING BONDS

ANNUAL

REPORT 25-26

www.akgroup.co.in

CONTENTS

CORPORATE INFORMATION

BOARD OF DIRECTORS

Mr. Vinod Kumar Kathuria
Chairman and Independent Director (DIN: 06662559)
Mr. A. K. Mittal
Managing Director (DIN: 00698377)
Ms. Aditi Mittal
Executive Director (DIN: 00698397)
Ms. Bindu Darshan Shah
Independent Director (DIN: 07131459)
Mr. Deepak Maheshwari
Independent Director (DIN: 00750047)
Mr. Dipesh Mehta
Independent Director (DIN: 07479438)
Ms. Shraddha Gaurav Joshi Kute
Additional Director (Executive) (DIN: 11345714)
Ms. Shilpa Nitin Sadani
Additional Director (Executive) (DIN: 05217198)

KEY MANAGEMENT PERSONNEL

Mr. Mahesh Bhootra
Chief Financial Officer
Ms. Shikha Sharma
Company Secretary & Compliance Officer
(ACS No: 52558)
Mr. Mitesh Hasmukh Sheth
Chief Compliance Officer

STATUTORY AUDITORS

M/s. B G J C & Associates LLP, Chartered Accountants
Firm's Registration Number: (003304N/N500056)

SECRETARIAL AUDITORS

Ragini Chokshi & Co., Company Secretaries
Certificate of Practice-11161

DEBENTURE TRUSTEE AND SECURITY TRUSTEE

Catalyst Trusteeship Limited
Unit No.-901, 9th Floor, Tower-B, Peninsula Business Park,
Senapati Bapat Marg, Lower Parel (W), Mumbai – 400 013, Maharashtra, India
Contact Person: Ms. Priti Shetty
Tel: +91 022-49220555; | Fax: +91 22 49220505
Email: ComplianceCTL-Mumbai@ctltrustee.com
Website: https://www.catalysttrustee.com

REGISTRAR & SHARE TRANSFER AGENT

MUFG Intime India Private Limited (Formerly known as Link Intime India Private Limited)
C 101, 247 Park, L B S Marg, Vikhroli West, Mumbai - 400 083
Contact Person: Mr. Ganesh Jadhav
Tel No: +91 22 49186000; Fax: +91 22 49186060 | Email: ganesh.jadhav@in.mpms.mufg.com
Website: www.in.mpms.mufg.com

BANKERS AND FINANCIAL INSTITUTION

Small Industries Development Bank of India (SIDBI)
AU Small Finance Bank Limited
Bank of India
Bank of Maharashtra
CSB Bank Limited
HDFC Bank Limited
South Indian Bank Limited
The Federal Bank Limited
The Karur Vysya Bank Limited
Ujjivan Small Finance Bank
Bandhan Bank
Dhanlaxmi Bank
TATA Capital Finance Limited
Bajaj Finance Limited
ESAF Small Finance Bank
Jana Small Finance Bank
Suryoday Small Finance Bank
Capital Small Finance Bank
SBM Bank (India) Limited.
City Union Bank
DCB Bank
Poonawalla Fincorp Limited
Axis Bank Limited
UCO Bank
Bank of Baroda
Punjab National Bank

REGISTERED OFFICE

601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz (East), Mumbai - 400 098
Website: www.akgroup.co.in | Tel: + 91-22-66349300/ 67546500| Fax: + 91-22-66100594

BRANCH OFFICE

Flat No: 402, 4th Floor, New Delhi House, 27, Barakhamba Road, New Delhi-110001
Website: www.akgroup.co.in | Tel: + 91-11-47340685 | Fax: +91-11- 43615288

CORPORATE IDENTIFICATION NUMBER

U51900MH2006PLC214277

DIRECTOR'S REPORT

To the Members of

A. K. Capital Finance Limited

601-602, 6th Floor, Windsor Building,

off CST Road, Kalina, Santacruz (East),

Mumbai – 400 098

The Directors of your Company are pleased to present the Twentieth Annual Report of the Company, together with the Audited Standalone and Consolidated Financial Statements, for the Financial Year ended March 31, 2026.

1. STATE OF THE COMPANY'S AFFAIRS:

Your Company A. K. Capital Finance Limited (hereinafter referred to as **"Company")** was incorporated on February 3, 2006. It is a subsidiary of A K Capital Services Limited, one of the leading SEBI registered Category–I Merchant Banker. The Company is registered with Reserve Bank of India **("RBI")** as Non-deposit taking- Non banking financial services Company classified as Middle layer and categorised as Investment and Credit Company **("NBFC-ICC").**

Your Company is engaged in the business of investment and lending activities with revenue streams of stable interest income from its loan book, and fees along with treasury income from its investment & treasury book. It continues to hold in its lending book term loans and instruments including non-convertible debentures, market-linked debentures with a focus on the entities in BFSI sector including NBFCs that are rated investment grade and above. The treasury book includes G-Sec plus highly rated papers that are more liquid and have relatively lower risk. Your Company is amongst one of the few NBFCs having Tri Party Repo Settlement **("TREPS")** membership given by the Clearing Corporation of India Limited (CCIL), which enables it to access fund on tap against pledge of SLR securities like G-Secs at very competitive cost.

2. FINANCIAL SUMMARY/ HIGHLIGHTS:

The Standalone Net Worth of your Company as on March 31, 2026 is INR 1,00,012.16 lakhs.

A) Standalone Financial Highlights:

Your Company's financial performance for the Financial Year ended March 31, 2026 on a Standalone basis as compared to the previous Financial Year is summarized below:

(INR in Lakh except EPS)

Particulars	F.Y. 2025-26	F.Y. 2024-25
Total Income	37,060.26	33,396.71
Total Expenditure	27,166.31	25,025.17
Profit before tax	9,893.95	8,371.54
Provision for tax	2,541.45	1,589.91
Profit after tax	7,352.50	6,781.63
Add: Surplus brought forward from previous year	36,661.12	33,255.50
Profit available for appropriation	44,013.62	40,037.13
Less: Transfer to special reserve	(1,471.00)	(1,357.00)
Less: Dividend paid on CCPS	-	(771.45)
Less: Dividend on Equity Shares	(3,344.51)	(1,247.56)
Surplus carried to balance sheet	39,198.11	36,661.12
Earnings per equity share (face value INR 10/- per share)		
Basic (INR)	27.70	25.55
Diluted (INR)	27.53	25.55

Note: Previous year figures have been regrouped/ rearranged wherever necessary.

B) Consolidated Financial Highlights:

Your Company continues to have a wholly owned subsidiary, Family Home Finance Private Limited **("FHFPL").** The financial performance on consolidated basis for the Financial Year ended March 31, 2026 is summarized below:

(INR in Lakh except EPS)

Particulars	F.Y. 2025-26	F.Y. 2024-25
Total Income	37,587.03	33,933.78
Total Expenditure	27,581.63	25,408.67
Profit before tax	10,005.40	8,525.11
Provision for tax	2,571.63	1,622.78
Profit after tax	7,433.77	6,902.33
Earnings per equity share (face value INR 10/- per share)		
Basic (INR)	28.01	26.00
Diluted (INR)	27.83	26.00

Note: Previous year figures have been regrouped / rearranged wherever necessary

3. DIVIDEND:

Your Directors were pleased to declare and pay interim dividend during the year under review. It was ensured that all the procedures and compliances as applicable under provisions of Companies Act, 2013 read with rules made thereunder, RBI (Non-Banking Financial Companies – Prudential Norms on Declarations of Dividends) Directions, 2025, Income Tax Act, 2025 and other applicable laws for the purpose of payment of dividend were adhered to.

Date of declaration	Type of Dividend	Rate of Dividend	Type of Security	Amount (in INR)	Period
May 17, 2025	Final	38%	Equity Shares	10,08,66,250/-	F.Y. 2024-25
November 03, 2025	1st Interim	38%	Equity Shares	10,08,66,250/-	F.Y. 2025-26
January 31, 2026	2nd Interim	50%	Equity Shares	13,27,18,750/-	F.Y. 2025-26

In addition to the interim dividend, your Directors are pleased to recommend a final dividend of INR 2/- (at the rate of 20 percent) amounting to INR 5,30,87,500/- on 2,65,43,750 fully paid-up Equity Shares of face value of INR 10/- each for the F.Y. 2025-26 This final dividend is subject to the approval of the shareholders at the ensuing Annual General Meeting (AGM) The total dividend allocation for the financial year aggregates to **INR 28,66,72,500/ for equity shareholders.**

In addition to above dividend on equity shares, your Directors are also pleased to recommend a final dividend of INR 79,31,509/- on 1,42,50,000 fully paid up Participating Non-Cumulative Compulsorily Convertible Preference Shares. This final dividend is subject to the approval of the shareholders at the ensuing Annual General Meeting (AGM).

4. ANNUAL RETURN:

Pursuant to the provisions of Section 134(3)(a) and Section 92(3), Annual Return of the Company in the prescribed e-Form MGT-7 shall be made available on the website of the Company at www.akgroup.co.in/investor-relation.

5. INTERNAL CONTROL AND SYSTEM:

Your Company has established effective Internal Control System including Internal Financial Controls across all its functions with adequate checks and balances to ensure the orderly and efficient conduct of its business. It has put in place adequate policies and procedures to ensure that the system of internal financial control is commensurate with the size and nature of Company’s business which provides a reasonable assurance in respect of providing financial and operational controls, complying with applicable statues, safeguarding of assets of the Company, prevention and detection of frauds, accuracy and completeness of accounting records and ensuring compliance with corporate policies

The internal audit scope covers periodic audits of each function to evaluate the adequacy and effectiveness of these controls thereby to ensure compliance with applicable laws and regulations, and assess adherence to the Company's internal policies and procedures.

The Audit Committee reviews and recommends the internal audit report to the Board of Directors. The recommendations and improvements suggested by Internal Auditors are taken on record for necessary process improvements. The Company's policies undergo a regular review to align with the evolving business environment and applicable regulatory requirements.

The Statutory Auditors also evaluate the adequacy and operating effectiveness of the Company's Internal Financial Controls over financial reporting. The Statutory Auditors have expressed their opinion that such controls were operating effectively during the year under review.

A report on the Internal Financial Controls over financial reporting, as on March 31, 2026, forms part of the Independent Auditors' Report under Annexure B.

Your Directors are pleased to inform that during the Financial Year under review no material weaknesses or significant deficiencies in the Internal Control System or Internal Financial Controls were reported.

6. INFORMATION TECHNOLOGY AND IT SECURITY:

Your Company continues to invest strategic capital into its Information Technology (IT) ecosystem to drive operational efficiency, business continuity and scalable growth. Your Company’s IT team is efficient and equipped to ensure optimized process cycle times, enhance data accessibility and strengthen infrastructure resilience.

During the financial year under review it was ensured that systems are scanned, upgraded with latest Group Policies, patches and Antivirus before connecting to local network. VPN access with Two Factor Authentication (2FA) has been continued for users working remotely or in hybrid mode. The team does periodic reviews of User Access rights and ID reconciliation to re-validate data and then removes/deletes unwanted additional access/rights which were no longer valid e.g. employees left the organization, change in role, department etc.

Periodic review of Privileged Access Management to ensure least privilege access is provided to critical system is restricted and given by restricting access rights to the minimum required for each user or group to do their job, least privilege access helps to minimize security risks.

Your Company has upgraded critical application servers OS and DB versions which were EOL/ EOS declared by OEMs and the efficacy of IT Business Continuity Plan & Disaster Recovery was tested for the critical business application during the year.

The Team sends regular “IT Security Awareness” emails to all users to make them aware of possible cyber threats and ways to safeguard from such risks by following best practices. In addition, “Cyber Security Awareness Course” has been mandated to all employees via HRMS LMS portal for Cyber Security Awareness and education to all users and to meet regulatory and audit compliance.

Your Company has successfully completed Cyber Security Risk Assessment of the Company for the financial year 2025-26. Vulnerability Assessment and Penetration Testing (**“VAPT”**) & Information System (**“IS”**) Audit of identified information technology assets (data, hardware and software), information systems consisting of set of applications, services or other information handling components related to critical business activities were also conducted for the financial year 2025-26. There were no qualifications or adverse remark made by the auditor under their reports to the Board.

Your Company ensures to conduct IT Disaster Recovery Drill Activity as per regulatory requirement on a Business working day as part of its Business Continuity plan. The Connect & Tally servers rolled back to Mumbai DC Production and checked all the functionality and stated that the same were working fine.

Your Directors are pleased to inform that requisite actions were taken on Cyber Security Alerts & Advisories issued by authorities such as Cert-in & RBI CSITE from time to time to safe guard the systems and data from known threats and vulnerabilities.

7. RISK AND COMPLIANCE FRAMEWORK:

The Company has established a robust and integrated Risk Management System designed to safeguard its business operations and long-term sustainability. The framework enables the identification, assessment, monitoring, and mitigation of risks that may impact the achievement of the Company's key business objectives. The appropriateness and effectiveness of the Company's risk assessment methodologies are continuously evaluated and updated to reflect the evolving business and regulatory environment.

The Risk Management Committee and the Audit Committee periodically reviews and monitors risks to ensure requisite measures are adopted to address them timely.

Your Board has instituted a comprehensive compliance reporting mechanism covering all operational and support functions. Compliance reports are subject to periodic internal audits and are reviewed regularly to ensure adequate coverage, effectiveness, and adherence to applicable statutory and regulatory requirements. The Company has in place a risk management framework to ensure that risks are properly identified and managed in a timely and effective manner. Based on the current evaluation, the Board is of the opinion that no elements of risk have been identified which, in the opinion of the Board, may threaten the existence of the Company.

8. DIRECTORS:

a) Composition of the Board:

Your Board comprises of an adequate number of Directors with diverse experience and skills, such that it best serves the governance and strategic needs of the Company. The composition of your Board comprised of six Directors as on March 31, 2026, two of whom were Executive Directors (including one Woman Executive Director) and four Non-Executive Independent Directors (including one Woman Independent Director). The Chairperson of the Board continues to be Non-Executive Independent Director.

After the close of the financial year, your Company, pursuant to the approval of the Board of Directors at its meeting held on 14 May 2026, appointed Mrs. Shilpa Nitin Sadani (DIN: 05217198) and Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714) as Additional Directors (Executive) of the Company,

The composition of your Board meets all the regulatory requirements laid down under Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions ("RBI Governance Directions"), and the Companies Act, 2013 ("Act") read with rules made thereunder.

b) Change in Directors:

Mr. Dipesh Mehta (DIN: 07479438) was appointed as an Additional (Independent) Director on the Board of the Company with effect from January 31, 2026 for a period of 3 years, which was further approved by shareholders at their meeting held on March 07, 2026. In the opinion of the Board, Mr. Dipesh Mehta possesses requisite expertise, integrity, experience and proficiency.

After the close of the financial year, your Company, pursuant to the approval of the Board of Directors at its meeting held on 14 May 2026, appointed Mrs. Shilpa Nitin Sadani (DIN: 05217198) and Mrs. Shraddha Gaurav Joshi Kute (DIN: 11345714) as Additional Directors (Executive) of the Company,

Furthermore, during the reviewed period, there were no resignations on the Board.

The details of board composition are provided in 'Report on Corporate Governance' forming part of the Annual Report.

c) Retirement by rotation:

In accordance with the provisions of Section 152(6) of the Companies Act, 2013, Ms. Aditi Mittal (DIN: 00698397), Executive Director on the Board of the Company retires by rotation at the ensuing Annual General Meeting of the Company and being eligible has offered herself for re-appointment.

Ms. Aditi Mittal being eligible to be re-appointed, her re-appointment is proposed to be placed at the ensuing Annual General Meeting seeking Member's approval. Pursuant to the 'Fit and Proper' Policy adopted by the Company in accordance with the RBI Directives, the Company has received the 'Fit and Proper' declaration from Ms. Aditi Mittal for her re-appointment as a Director of the Company. The Nomination and Remuneration Committee has evaluated and taken the same on record. The Board of Directors recommend her re-appointment to the Members of the Company.

A resolution seeking her re-appointment along with the brief particulars as required under the Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India forms part of the accompanying Notice for Annual General Meeting of the Company.

d) Fit And Proper Criteria:

All the directors of the Company have confirmed that they satisfy the fit and proper criteria as prescribed in the Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions, 2025 and that they are not disqualified from being appointed/ continuing as directors in terms of Section 164 of the Act or under any other applicable laws.

9. INDEPENDENT DIRECTORS:

In terms of the applicable provisions of the Companies Act, circulars, notifications and directions issued by the Reserve Bank of India and other applicable laws, the Company has received necessary declarations under Section 149(7) of the Companies Act 2013 from the Independent Directors, affirming compliance with the criteria of independence laid under Section 149(6) of the Act read with Rules made thereunder and the same have been taken on record by the Board of Directors.

The Board is of the opinion that the Independent Directors of the Company possess requisite qualifications, experience and expertise and that they hold the highest standards of integrity. In terms of Section 150 of the Act read with the Companies (Appointment & Qualification of Directors) Rules, 2014, the Independent Directors of the Company have registered themselves with the data bank of Independent Directors created and maintained by the Indian Institute of Corporate Affairs (IICA), Manesar. The Independent Directors are either exempted from appearing for, or have successfully passed, the online proficiency self-assessment test conducted by the IICA. Further, all the Independent Directors have complied with the code of conduct as prescribed in Schedule IV of the Act.

None of the Independent Directors of your Company are on the Board of more than three NBFC-ML or NBFC-UL as specified in the Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions, 2025.

Accordingly, based on the said declarations and after reviewing and verifying its veracity, the Board is of the opinion that the Independent Directors are persons of integrity, possess relevant expertise, experience, proficiency, fulfill the conditions of independence specified in the Act and are independent of the management of the Company.

There are no pecuniary transactions between the Directors and the Company except for the sitting fees being paid to the Independent Directors for attending the meetings of the Board and its Committee(s).

10. MEETINGS OF THE BOARD:

During the year under review, your Board of Directors met six times. The details of the Board Meetings and the attendance of the Directors at these meetings is mentioned in details under the Corporate Governance Report, which forms part of this Annual Report. The maximum gap between two Board Meetings did not exceed 120 (One Hundred and Twenty) days

11. CORPORATE GOVERNANCE:

The Company's philosophy on Corporate Governance is focused on enabling the management to conduct its business efficiently while fulfilling its responsibilities towards all stakeholders. It is guided by strong principles of transparency, accountability, and integrity. The Company's governance framework and processes ensure that the interests of all stakeholders are considered and protected in a transparent manner and are deeply embedded in the organisational culture.

The Company remains committed to adopting and adhering to the highest standards of Corporate Governance principles and best practices. In line with this commitment, the Company has established a Code of Conduct for Directors and Senior Management to promote ethical business practices and responsible conduct.

In accordance with the applicable provisions of the Act, the circular(s), notification(s) and directions issued by the Reserve Bank of India and the Company's internal corporate governance requirements, the Board has constituted various Committees to focus on specific terms of reference and ensure expedient resolution on diverse matters.

The Board of Directors has thirteen Mandatory regulatory Committees, viz.

Mandatory Committees:

(i) Audit Committee

(ii) Nomination and Remuneration Committee

(iii) Stakeholders' Relationship Committee

(iv) Corporate Social Responsibility Committee

(v) Risk Management Committee

(vi) Asset Liability Management Committee

(vii) IT Strategy Committee

(viii) IT Steering Committee

(ix) Information Security Committee

(x) Internal Complaints Committee (at group level)

(xi) Fraud Monitoring Committee

(xii) Review Committee

(xiii) Those Charged with Governance (TCWG) Committee

The details of all the Mandatory Committees along with their composition, terms of reference and meetings held during the year are provided in 'Report on Corporate Governance' forming part of the Annual Report.

Non-Mandatory Committees:

In addition to the above referred Mandatory Committees, the Board has also constituted the following Committees of the Board and delegated powers and responsibilities with respect to specific business, compliance and operation purposes:

(i) Internal Risk Management Committee (delegated with the role of Identification Committee pursuant to RBI Master Direction on Treatment of Wilful Defaulters and Large Defaulters dated July 20, 2024)

(ii) Investment and Credit Committee

(iii) Debenture Committee

(iv) Banking and Operations Committee

(v) Finance Committee

The key aspects on governance are highlighted in the Report on Corporate Governance forming part of Annual Report.

12. KEY MANAGERIAL PERSONNEL:

The following persons are the Key Managerial Personnel's **("KMPs")** of the Company as per the provisions of Section 203 of the Act as on March 31, 2026:-

Name	Designation
Mr. A. K. Mittal (DIN: 00698377)	Managing Director
Ms. Aditi Mittal (DIN: 00698397)	Executive Director
Mr. Mahesh Bhootra	Chief Financial Officer
Ms. Shikha Sharma (ACS No. A52558)	Company Secretary & Compliance Officer

There was no change in the Key Managerial Personnel of the Company during the year under review.

13. DETAILS OF SUBSIDIARIES, JOINT VENTURE OR ASSOCIATE COMPANIES:

The Company has a wholly owned subsidiary, namely, 'Family Home Finance Private Limited' ("FHFPL"), which is a RBI-registered non-deposit-taking Housing Finance Company ("HFC") and is categorised under the Middle Layer. FHFPL is engaged in the business of retail housing finance and activities incidental thereto.

The Company does not have any Joint Venture or Associate Companies as on 31 March 2026. Further, during the year under review, no company became or ceased to be an Associate Company, Joint Venture, or Subsidiary of the Company.

Highlights of the performance of the subsidiary:

The total revenue from the operation of FHFPL during the year under review is INR 665.17 Lakhs (previous year INR 757.89 Lakhs) and the Net Profit is INR 83.16 Lakhs (previous year INR 110.01 Lakhs).

Report on highlights on performance of Subsidiary and its contribution to overall performance of the company during the period under report:

Sl. No.	Name of Subsidiaries, Associates and Joint Venture Companies	Category	Contribution to the overall performance of the Company (INR in Lakhs)	Contribution to the overall performance of the Company (In %)
1	Family Home Finance Private Limited	Wholly owned subsidiary	83.16	1.12

14. CONSOLIDATED FINANCIAL STATEMENTS:

Pursuant to the provisions of Section 129(3) of the Act a separate statement containing the salient features of the Financial Statements of FHFPL wholly owned Subsidiary of the Company in Form AOC-1 is included in Note No. 48 of the Audited Consolidated Financial Statement of the Company. The Standalone as well as Consolidated Financial Statements of the Company are also available on the website of the Company at www.akgroup.co.in/investor-relation. Further the additional data as required under Form AOC-1:

Sl. No.	Particulars		
1	CIN/ any other registration number of subsidiary company		U74999MH2017PTC296737
2	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	From	April 1, 2025
		to	March 31, 2026
3	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries:	Reporting Currency	Not applicable
		Exchange Rate	

Names of subsidiaries which are yet to commence operation:

Sl. No.	CIN /any other registration number	Names of subsidiaries which are yet to commence operations
Nil		

Number of subsidiaries which have been liquidated or have ceased to be a subsidiary during the year:

Sl. No.	CIN /any other registration number	Names of subsidiaries
Nil		

Part "B": Associates and Joint Ventures

Statement pursuant to Section 129(3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures.

Not Applicable

15. BORROWING:

Your Company meets its funding requirements through a combination of short term debt (comprising of loans from Bank/ Financial Institutions and other instruments) and Long Term debt (comprising of Non-Convertible Debentures **("NCDs")** and Loans from Bank/ Financial Institutions).

During the financial year under review:

- No interest payment or principal repayment with respect to any of the credit facilities were due and unpaid as on March 31, 2026.
- Your Company services all its debt obligations promptly
- The interest payable and scheduled principal payments on all the debt securities were paid on due dates & no interest /principal payment was due and unpaid as on March 31, 2026.
- The Company did not receive any grievances from the debt security holders.
- The business assets of the Company which were made available by way of security were sufficient to discharge the claims of the banks, financial institutions and/ or debt security holders.

The debt securities issued by the Company during the year were listed on Wholesale Debt Market ("WDM") segment of the BSE Ltd ("BSE") and National Stock Exchange of India Limited ("NSE").

The aggregate debt outstanding as at March 31, 2026 was INR 2 ,51,169.35 Lakhs. The Debt / Equity ratio as on March 31, 2026 was 2.51.

16. CAPITAL ADEQUACY RATIO:

Your Company maintains a healthy capital adequacy ratio and has adequate capital and financial resources to run its business. The Capital Adequacy Ratio as at March 31, 2026 stood at 35.63%, which is well above the minimum regulatory norms for non-deposit accepting NBFCs.

17. CREDIT RATING:

During the year under review Rating Agencies reaffirmed / issued ratings to the Company as under as on March 31, 2026:

Rating Agency	Date	Rating	Rating amount (in Crore)	Nature of Securities
Acuite` Ratings & Research Limited (formerly known as SMERA Ratings Ltd)	25-Sep-25	Acuite`AA-	152.50	Non-Convertible Debentures
CARE RATINGS	17-March-26	CARE AA-; Stable / CARE A1+	1,540.00	Bank Facilities
		CARE AA-; Stable	995.00	Non-Convertible Debentures
		CARE A1+	100.00	Commercial Paper

All of the above ratings indicate a high degree of safety with regard to timely payment of interest and principal.

18. STATUTORY, SECRETARIAL AND COST AUDITORS, THEIR REPORT AND NOTES TO FINANCIAL STATEMENTS:

A) Statutory Auditors:

Pursuant to the provisions of Sections 139 and 142 of the Companies Act, 2013 ("Act"), the rules made thereunder, and the Circular issued by the Reserve Bank of India vide Circular No. RBI/2021-22/25 Ref. No. DoS. CD.ARG/SEC.01/08.91.001/2021-22 dated April 27, 2021 ("RBI Guidelines"), M/s. B G J C & Associates LLP (Firm Registration No. 003304N/N500056), Chartered Accountants, were appointed as the Statutory Auditors of the Company by the members at the Annual General Meeting held on September 06, 2024, to hold office for a period of three years, i.e., until the conclusion of the 21st Annual General Meeting of the Company.

M/s. B G J C & Associates LLP (Firm Registration No. 003304N/N500056), Chartered Accountants, have confirmed that they are not disqualified under Sections 139 and 141 of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 and the aforesaid RBI Guidelines, and are eligible to continue as the Statutory Auditors of the Company until the conclusion of the ensuing Annual General Meeting.

The Statutory Auditors' Report, along with the annexures thereto, forms part of the Annual Report. The Auditors' Report issued to the shareholders for the year under review contains an unmodified opinion and does not include any qualification, reservation, disclaimer, or adverse remark.

Further, there was no instance of fraud during the year under review that required reporting by the Statutory Auditors under Section 143(12) of the Act and the rules made thereunder.

B) Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Act and rules made thereunder, the Board has appointed M/s. Ragini Chokshi & Co., Practising Company Secretary as Secretarial Auditor of the Company to conduct Secretarial Audit for the Financial Year 2025-26. The Secretarial Audit Report for the Financial Year ended March 31, 2026 is annexed herewith marked as **Annexure 1** to this Report. The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

Pursuant to the provisions of Sections 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014 and Regulation 24A and (1A) of the SEBI LODR Regulations (as per the applicable provisions for material subsidiary), M/s. Ragini Chokshi & Co., Practising Company Secretary were appointed as the Secretarial Auditor of the Company by the members at the Annual General Meeting held on September 06, 2025, to hold office for 5 years from April 01, 2025 to March 31, 2030 i.e. till conclusion of the 24th Annual General Meeting of the Company.

C) Cost records and Cost Audit:

Maintenance of the cost records and requirement of cost audit as prescribed under the provision of Section 148(1) of the Act are not applicable for the business activities carried out by the Company.

19. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO:

A) Conservation of Energy, Technology absorption and Research and Development:

The operations of the Company are not energy-intensive. However, the Company has undertaken adequate measures for conservation of energy, utilisation of alternate sources of energy, and investments in energy conservation initiatives, wherever required. The Company continues to make all reasonable efforts towards energy conservation, environmental protection, and ensuring workplace safety. Further, the Company has adopted and implemented technologies relating to information security and cyber security.

B) Foreign exchange earnings and Outgo:

During the Financial Year under review the Company has neither any earnings nor any outgo in foreign exchange.

20. DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to the requirements under Section 134(3)(c) and 134(5) of the Companies Act, 2013, with respect to Directors' Responsibility Statement, your Directors confirm that they have:

(A) in the preparation of the annual accounts the applicable accounting standards, Master Directions/ Circulars/ Guidelines issued by Reserve Bank of India and other applicable laws, if any, have been followed along with proper explanation relating to material departures;

(B) Selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2026 and of the profit of the Company for the Financial Year 2025-26 ended on that date;

(C) Taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities, if any;

(D) Prepared the annual accounts on a 'going concern basis';

(E) Laid down proper internal financial controls to be followed by the Company and that such internal financial controls are adequate and are operating effectively; and

(F) Devised proper systems to ensure compliance with the provisions of all applicable laws and that the systems are adequate and are operating effectively.

21. SHARE CAPITAL AND ISSUE OF EQUITY SHARES WITH DIFFERENTIAL VOTING RIGHTS:

The details of Share Capital of the Company as on March 31, 2026 is provided below:

Type of Capital	Type of Shares	Number of Shares	Face Value (in INR)
Authorised Share Capital	Equity shares	3,00,00,000	10/-
	Preference shares	1,50,00,000	100/-
Paid Up Share Capital	Equity shares	2,65,43,750	10/-
	Participating Non-cumulative Compulsorily Convertible Preference Shares	1,42,50,000	100/-

During the year under review, your Company issued 1,42,50,000 Participating Non-cumulative Compulsorily Convertible Preference Shares **("CCPS")** of INR 100/- each. No further equity shares or equity shares with differential rights were issued.

As on March 31, 2026, the total equity & preference share capital of the Company was held in dematerialized form. As both equity shares & preference share of the Company are not listed on the Stock Exchange,the shares were not traded on the Stock Exchange.

22. TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCTION AND PROTECTION FUND ('IEPF'):

There were no unpaid or unclaimed Dividends/Interest from the previous year. Accordingly, no amount was required to be transferred to the Investor Education and Protection Fund ("IEPF") pursuant to the provisions of Section 124 of the Act and Regulation 61A of the Listing Regulations during the Financial Year under review.

The Company Secretary has been designated as the Investor Grievance Redressal Officer responsible for addressing investor queries and grievances. The Investor Grievance Redressal Mechanism of the Company is available on the Company's website at the link provided below:

Https://www.akgroup.co.in/docs/Investor%20Grievance%20Redressal%20Mechanism-2026.pdf

23. COMPLIANCE WITH SECRETARIAL STANDARD:

The Company ensures compliance with Secretarial Standards issued by Institute of Company Secretaries of India on Meetings of the Board of Directors (SS-1) and General Meetings (SS-2).

24. PARTICULARS OF EMPLOYEES:

During the year under review Mr. A. K. Mittal (DIN: 00698377) is also continues to serve as a Managing Director of A. K. Capital Services Limited (“holding Company”)and receives remuneration in his position as Managing Director. Pursuant to section 197(14) of the Companies he is not disqualified for receiving any remuneration or commission from A. K. Capital Services Limited (“holding Company”).

25. HUMAN RESOURCES:

The Company firmly believes that its Human Resources are its most valuable asset and play a significant role in driving the Company's performance and growth. The Company has implemented various employee development initiatives through internal and external training programmes to enhance skills and capabilities. The Company has also established a robust performance management system that recognises employee contributions and rewards high performers.

The Board of Directors places on record its sincere appreciation to all employees for their continued commitment, dedication, and hard work during the year.

Your Company continues to attract and retain talent that is aligned with its vision of sustained excellence and superior performance. The Company provides employees with opportunities to enhance their skills, realise their potential, and contribute meaningfully to its success. The Senior Leadership Team regularly communicates the Company's strategy and vision through virtual town halls, ensuring that employees remain informed about key developments and fostering an interactive, collaborative, and engagement-driven work culture.

26. COMPLIANCE WITH MATERNITY BENEFIT ACT:

The Company complies with respect to the provisions of Maternity Benefit Act, 1961 including:

A) Providing maternity leave and benefits as mandated under the Act;

B) Ensuring job protection during maternity leave;

C) Notifying employees of their rights under the Act;

D) Maintaining necessary records and registers as prescribed.

The company remains committed to supporting the rights and welfare of women employees in accordance with applicable labour laws.

27. GENDER-WISE COMPOSITION OF EMPLOYEES:

In alignment with the principles of diversity, equity, and inclusion (DEI), the Company discloses below the gender composition of its workforce as on March 31, 2026.

Male Employees: 97

Female Employees: 51

Transgender Employees: Nil

The Company promotes an inclusive workplace culture and equal opportunity for all individuals, regardless of gender.

28. RELATED PARTY TRANSACTIONS:

There have been no materially significant related party transactions, pecuniary transactions or relationships between the Company and its Directors that may have potential conflict with the interest of the Company.

All related party transactions that were entered into during the Financial Year were on arm’s length basis and were in the ordinary course of business. Further, the transactions were covered under the omnibus approval of the Audit Committee of the Company.

All Related Party Transactions, as required under Indian Accounting Standard (Ind AS) 24 and the disclosures with respect to related party as specified in Regulation 53(f) read with Schedule V of SEBI LODR Regulations, are disclosed in Note No. 34 of the Notes to Accounts forming part of the Standalone Financial Statements and Note No. 35 of the Notes to Accounts forming part of the Consolidated Financial Statements of the Company.

The Company has formulated a Policy on Related Party Transactions for the identification, review, approval, and monitoring of such transactions and is also available on the Company’s website at the link provided below:

Https://www.akgroup.co.in/docs/Policy%20on%20Materiality%20&%20Dealing%20With%20Related%20Party%20Transactions.pdf

Pursuant to the Section 134(3)(h) of the Act read with Rule 8(2) of the Companies (Accounts) Rules 2014, Form AOC-2 is annexed as **Annexure 2.**

29. ACCOUNTING STANDARDS FOLLOWED BY THE COMPANY:

These standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act 2013 ("the Act"), read with the Companies (Indian Accounting Standards) Rules, 2015 as amended along with other relevant provisions of the Act, the Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 as amended from time to time and other applicable RBI circulars/notifications. The Company uses accrual basis of accounting in preparation of financial statements (other than Statement of Cash Flows) except in case of significant uncertainties.

The standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention except for certain financial instruments which are measured at fair values, and on the basis of accounting principle of a going concern in accordance with generally accepted accounting principles **("GAAP")**. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The Financial Statements are presented in Lakhs or decimal thereof unless otherwise specified.

Accounting policies have been consistently applied except where a newly issued accounting standard initially adopted or a revision to an existing accounting standard required a change in the accounting policy hitherto in use.

The standalone financial statements have been presented in accordance with Schedule III-Division III General Instructions for Preparation of financial statements of a Non-Banking Financial Company (NBFC) that is required to comply with Ind AS.

30. FAIR PRACTICE CODE AND GRIEVANCE REDRESSAL MECHANISM:

Your Company has board approved code on Fair Practice which includes the Grievance Redressal Mechanism to address any grievance of the customer, which is formulated in accordance with the Reserve Bank of India directives.

The Fair Practice Code including Grievance Redressal Mechanism is available on the website of the Company at:

Https://www.akgroup.co.in/docs/Fair%20Practice%20Code%20&%20Grievance%20Redressal%20Mechanism%202026.pdf

Your Company ensures strict adherence to the Fair Practice Code.

31. OTHER COMPLIANCES:

A) Directors' appointment and remuneration including criteria for determining qualifications positive attributes and independence of a director:

The Company has a Nomination and Remuneration Policy on appointment and remuneration including criteria for determining qualifications, positive attributes and independence of a Director, Key Managerial Personnel and Senior Management Personnel. The policy is uploaded on website of the company and can be accessed at:

Https://www.akgroup.co.in/docs/Nomination%20and%20Remuneration%20Policy%20-%20AKCFL.pdf

The said policy also gives effect to the compensation requirements applicable to a Non Banking Finance Company, classified as a Middle Layer NBFC, under paragraph 29 of the Reserve Bank of India (Non-Banking Financial Companies – Governance) Directions, 2025, including the principles for fixed and variable pay and the malus / clawback provisions.

B) Corporate Social Responsibility Policy and allied disclosures:

The Company has constituted a Corporate Social Responsibility (CSR) Committee as required under Section 135(1) of the Companies Act, 2013. The details of the composition of the CSR Committee along with other details are disclosed in the Report on CSR Activities for the financial year 2025-26.

The CSR Committee drives the CSR Programme of the Company. The Company has a Board approved CSR Policy stating out its CSR objectives and approach. The CSR Policy may be accessed on the Company's website at the link:

Https://www.akgroup.co.in/docs/CORPORATE%20SOCIAL%20RESPONSIBILITY%20POLICY,%20PROJECTS%20AND%20COMMITTEE%20COMPOSITION%20-%20AKCFL.pdf

The Report on CSR activities for the financial year 2025-26 as per the relevant rules has been set out as **Annexure 3** to the Directors' Report.

C) Management Discussion and Analysis Report:

The Management Discussion and Analysis report forms part of the Annual Report pursuant to compliance with Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 (as updated from time to time).

D) Loans given, investment made, guarantees given or security provided under Section 186 of the Companies Act 2013:

The Company being a Non-Banking Financial Company has the exemption from the provisions of section 186 of the Companies Act, 2013 and rules thereunder for the purpose of grant of loans.

However, the details of loans advanced by the Company form part of Note No.4 to the Financial Statements of the Company. The Company does not have any investments as on March 31, 2026.

E) Dividend Distribution Policy:

Your Company has formulated a Dividend Distribution Policy, with an objective to provide the dividend distribution framework to the Stakeholders of the Company. The policy sets out various internal and external factors, which shall be considered by the Board in determining the dividend pay-out to equity and CCPS holders. The policy is uploaded on website of the company and can be accessed at https://www.akgroup.co.in/docs/Dividend%20Distribution%20Policy%202026.pdf

F) Whistle Blower Policy and Establishment of Vigil Mechanism:

The Company is committed to maintaining and providing its employees and Directors with the highest standards of transparency, probity, and accountability. The Company endeavours to foster a culture wherein employees and Directors are encouraged to raise genuine concerns, in good faith, in a responsible, effective, and secure manner.

The Company has implemented a Vigil Mechanism through the adoption of a 'Whistleblower Policy and establishment of Vigil Mechanism' in accordance with the provisions of Section 177(9) of the Companies Act, 2013, read with the Companies (Meetings of Board and its Powers) Rules, 2014, and applicable Master Directions. The Vigil Mechanism has been established to address instances of fraud, mismanagement, malpractices, misuse or abuse of authority, suspected fraud, violation of the Company's policies, manipulation, negligence resulting in risk to public health and safety, misappropriation of the Company's funds, assets or resources, breach of confidentiality, deliberate violation of applicable laws or regulations, breach of the Employees' Code of Conduct, and other matters that may adversely affect the interests of the Company.

Protected disclosures under the Policy may be submitted in writing by the whistleblower through email or letter addressed to the Chairperson of the Audit Committee.

The Vigil Mechanism provides adequate safeguards against victimisation of employees and also provides direct access to the Chairperson of the Audit Committee in exceptional circumstances.

There was no instance of such reporting received during the year under review and the policy is uploaded on website of the company and can be accessed at:

Https://www.akgroup.co.in/docs/Whistle%20Blower%20Policy%202026.pdf

G) Material changes and commitments affecting the financial position:

There are no material changes or commitments affecting the financial position of the Company which have occurred between the end of the Financial Year of the Company to which the financial statements relate and the date of this Report.

H) Employee Stock Option Scheme:

The Company has not issued any equity shares under Employees Stock Option Scheme during the year under review and hence no information as per provisions of Section 62(1)(b) of the Act read with Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

I) Details of significant and material orders:

During the Financial Year under review there were no significant or material order/s passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

J) Recommendation of the Audit Committee:

During the Financial Year the Board of Directors of the Company has accepted all the recommendation of the Audit Committee.

K) Non-Acceptance of Public Deposits:

The Company is a Non-Deposit taking Middle Layer Non-Banking Financial Company. Hence, it has not accepted any Deposits as per the Companies Act, 2013 during the Financial Year ended March 31, 2026. The Company has passed a Board resolution for non-acceptance of public deposits.

L) Asset Liability Management:

The Asset Liability Management Committee **("ALCO")** of the Company meets at regular intervals to monitor the maturity profile and asset liability mismatches, which enables the Company to efficiently manage the liquidity risk, if any.

M) Transfer to reserves:

Pursuant to Section 45-IC of the RBI Act, 1934, the Company is required to transfer a sum not less than 20% of its net profit every year to reserve fund before declaration of any dividend. Accordingly, the Company has transferred INR 1,471 Lakhs to reserves during the Financial Year ended March 31, 2026.

N) Change in nature of business:

There has been no change in the nature of business of the Company during the year under review.

O) Prevention of Sexual Harassment:

The Company has adopted a Policy on Prevention, Prohibition and Redressal of Sexual Harassment of Women at Workplace and has duly constituted an Internal Complaints Committee (ICC), at group level, in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the rules made thereunder. All employees (permanent, contractual and temporary trainees) are covered under this Policy. The Policy has been widely communicated internally and is placed on the Company's website.

The details of Complaints received under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, are as below

Sr. No.	Particulars	Details
1.	Sexual Harassment Complaints received	Nil
2.	Sexual Harassment Complaints disposed off	Nil
3.	Number of Sexual Harassment Complaints pending beyond 90 days	Nil

The Annual Report prepared by the Internal Complaints Committee of the Company as per the provisions of Section 21 of Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 read with Rule 14 of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Rules, 2013 was duly submitted to the District Officer-Women and Child Development located at Chembur, Mumbai.

P) The details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the Financial Year:

There is no proceeding initiated or pending under the Insolvency and Bankruptcy Code, 2016 as on March 31, 2026,

Q) The details of difference between amount of the valuation done at the time of one time settlement and the valuation done while taking loan from the banks or financial institutions along with the reasons thereof:

There is no one time settlement done with bank or any financial institution.

R) RBI Guidelines and Compliance:

Your Company continues to comply with the applicable Directions and all the applicable laws, regulations, guidelines, etc. prescribed by RBI from time to time.

The Board of Directors have framed various policies as applicable to the Company. The Board periodically reviews the policies and approves amendments as and when necessary.

S) Compliance with SEBI Regulations:

Your Company has complied with the SEBI Regulations including SEBI LODR Regulations to the extent applicable.

T) Evaluation of the Board its Committees and Meeting of Independent Directors:

Pursuant to the provisions of the Act, the Board has carried out an annual evaluation of its own performance and of the individual Directors (including the Chairperson) as well as an evaluation of the working of all the Committees of the Board. The Board of Directors were assisted by the NRC in carrying out such evaluation. The performance evaluation was carried out by seeking inputs from all the Directors / Members of the Committees as the case may be.

The Independent Directors also held a separate meeting without the presence of non-independent Directors and members of the management, as required under Schedule IV of the Act (Code for Independent Directors). At their meeting, the Independent Directors reviewed the performance of the Non-Independent Directors, the Chairperson of the Company, the overall performance of the Board along with its Committees and also assessed the quality, quantity and timeliness of flow of information between the Company's Management and the Board that is necessary for the Board to effectively and reasonably perform their duties. The Independent Directors expressed satisfaction over the performance and effectiveness of the Board, individual Non-Independent Directors and the Chairperson.

U) Registered Office and other office:

The Registered Office of the Company is situated at 601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz (E), Mumbai – 400098, Maharashtra.

The Company has a branch office in Delhi situated 402, 4th Floor, New Delhi House, 27, Barakhamba Road, New Delhi – 110 001. India.

V) Voluntary Revision of Financial Statements or Directors' Report

There have been no revisions in the financial statements or Directors' Report as approved by the shareholders of the Company and published in the annual report during the financial year under review

W) General Information for Members and Debenture holders:

The quarterly/ half yearly/ annual Financial Results of the Company during the F.Y. 2025-26, respectively was submitted to the Stock Exchanges, Debenture Trustee and Debenture Holders in accordance with the SEBI LODR Regulations, as applicable. Official news releases including the results are also posted on the Company's website www.akgroup.co.in .

The Company is registered with the Registrar of Companies, Maharashtra, Mumbai. The Corporate Identity Number ("CIN") allotted to the Company by the Ministry of Corporate Affairs ("MCA") is U51900MH2006PLC214277. The Company has Debentures issued on a private placement basis listed on the Wholesale Debt Market segment of the BSE and NSE. Details of Debenture Trustees and the Registrar and Transfer Agents for the Debentures issued by the Company are given below:

Registrar & Share Transfer Agent (Equity, CCPS and Debt)	**Debenture Trustee**
MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited) C 101 247 Park, L B S Marg, Vikhroli West Mumbai 400 083 **Contact Person:** Mr. Ganesh Jadhav **Tel No:** +91 22 49186000; Fax: +91 22 49186060 **Email:** ganesh.jadhav@in.mpms.mufg.com and debtca@in.mpms.mufg.com **Website:** www.in.mpms.mufg.com	Catalyst Trusteeship Limited Unit No.-901, 9th Floor, Tower-B, Peninsula Business Park, Senapati Bapat Marg, Lower Parel (W), Mumbai – 400 013 **Contact Person:** Ms. Priti Shetty **Tel:** +91 022-49220555; **Fax:** +91 22 4922 0505 **Email:** ComplianceCTL-Mumbai@ctltrustee.com **Website:** www.catalysttrustee.com

32. CAUTIONARY STATEMENT:

Statements in the Directors Reports and the Management Discussion and Analysis describing the Company's objectives, expectations or predictions may be forward looking within the meaning of applicable securities laws and regulations. Actual results may differ materially from those expressed in these statements. The Company does not undertake to update these statements.

33. ACKNOWLEDGEMENTS:

The Directors would like to place on record their gratitude for the valuable guidance and support received from RBI, SEBI, Registrar of Companies, Clients, Consultants, Advisors, Registrar & Share Transfer Agent, Financial Institutions, Business Partners and other government and regulatory agencies and hereby convey their appreciation to A K Capital Services Limited (the holding company), customers, bankers, lenders, vendors and all other business associates for the continuous support given by them. The Directors also place on record their appreciation for the commitment, commendable efforts, team work and professionalism of all the employees of the Company and its subsidiaries at all levels for the dedicated services rendered by them. Your Directors look forward to your continuing support.

For and on behalf of A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377

Aditi Mittal
Executive Director
DIN: 00698397

Date: August 06, 2026
Place: Mumbai

SECRETARIAL AUDIT REPORT

ANNEXURE-1

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

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

To,

The Members,

A. K. Capital Finance Limited

CIN- U51900MH2006PLC214277

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **A. K. Capital Finance Limited ("AK Capital Fin"/ "Company")** and having its registered office at 601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz East, Mumbai - 400 098. Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances and expressing our opinion thereon.

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

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

(i) The Companies Act, 2013 (the Act) and the rules made thereunder;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder, to the extent applicable;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder (to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings); (Not applicable during the audit period)

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; ***(Not applicable during the audit period)***
- (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
- (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; ***(Not applicable during the audit period)***
- (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulation 2014; ***(Not applicable during the audit period)***
- (e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; ***(Not applicable during the audit period)***
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009; ***(Not applicable to the Company during the audit period)***
- (h) The Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018; ***(Not applicable during the audit period)*** *and*
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of Non-Convertible Debentures of the Company listed on BSE Limited & National Stock Exchange of India Limited.

We have relied on the representation made by the Company and its officer and compliance mechanism prevailing in the Company and on examination of documents on test check basis for compliance of the following specific applicable laws and rules made thereunder, being laws that are applicable to the Company based on their sector/industry;

1) Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023 and The Reserve Bank of India Act, 1934 and the directions, regulations, master circulars, circulars issued by Reserve Bank of India thereunder and as applicable to Middle Layer Non Deposit Accepting Non-Banking Financial Companies (NBFC), sector/industry.

2) Master Directions on Fraud Risk Management in Non-Banking Financial Companies including HFCs.

3) Master Direction on Treatment of Wilful Defaulters and Large Defaulters.

4) Master Direction – Reserve Bank of India (Credit Information Reporting) Directions, 2025

5) The Prevention of Money Laundering Act, 2002

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

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

(ii) The Uniform Listing Agreement(s) entered into by the Company with BSE Limited as well as National Stock Exchange of India Limited pursuant to SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (applicable to debt listed entity).

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

We further report that

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

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, other than the cases where agenda notes were sent at a shorter notice and shorter notice consent were taken from Directors/ Members of the Board/Committees, wherever required, further a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decision were carried unanimously captured and recorded as part of the minutes.

We further report that there are adequate systems and processes in the company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period there were following specific events /action reported having major bearing on Company's operations;

1) Issuance and allotment of

i. 10,000 (Ten Thousand) 10,000 (Ten Thousand) Secured, Rated, Listed, Senior, Transferable, Redeemable, Non-Convertible Debentures ("NCDs") having face value of INR 1,00,000/- (Indian Rupees One Lakh only) each aggregating to INR 100,00,00,000/- (Indian Rupees One Hundred Crores Only) on March 30,2026.

ii. 15,000 (Fifteen Thousand) Secured, Rated, Listed, Senior, Transferable, Redeemable, Non-Convertible Debentures ("NCDs") having face value of INR 1,00,000/- (Indian Rupees One Lakh only) each aggregating to INR 150,00,00,000/- on February 27,2026.

iii. 5,000 (Five Thousand) Secured, Rated, Listed, Transferable, Redeemable, Non-Convertible Debentures ("NCDs"/ "Debentures") having a face value of INR 1,00,000/- (Indian Rupees One Lakh only) each, aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crores Only) on February 11,2026.

iv. 5,000 (Five Thousand) Secured, Rated, Listed, Transferable, Redeemable, Non-Convertible Debentures ("NCDs") having face value of INR 1,00,000/- (Indian Rupees One Lakh only) each aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crores Only) on December 24,2025.

v. 5,000 (Five Thousand) Secured, Rated, Listed, Transferable, Redeemable, Non-Convertible Debentures ("NCDs"/ "Debentures") having a face value of INR 1,00,000/- (Indian Rupees One Lakh only) each, aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crores Only) in new ISIN INE197P07417 to applicants of the issue on private placement basis on July 7,2025.

Vi. 5,000 (Five Thousand) Secured, Rated, Listed, Transferable, Redeemable, Non-Convertible Debentures ("NCDs"/ "Debentures") having a face value of INR 1,00,000/- (Indian Rupees One Lakh only) each, aggregating to INR 50,00,00,000/- (Indian Rupees Fifty Crores Only) in new ISIN INE197P07409 to applicants of the issue on private placement basis on June 30,2025.

2) Issue and Allotment of 1,00,00,000 (One Crore) Participating Non-cumulative Compulsorily Convertible Preference Shares ("CCPS") of face value of INR 100/- on Private Placement Basis on March 10, 2026.

3) Issue and Allotment of 42,50,000 (Forty-Two Lakh Fifty Thousand) Participating Non-cumulative Compulsorily Convertible Preference Shares ("CCPS") of face value of INR 100/- on Private Placement Basis on March 27, 2026.

4) Declaration and Payment of following dividend amount during the financial year :

i. Final dividend of Rs.3.80/- per equity share for the FY 2024-25.

ii. 1st Interim Dividend of Rs.3.80/- per equity share for the FY 2025-26.

iii. 2nd Interim Dividend of Rs. 5/- per equity share for the FY 2025-26.

5) Redemption of Non-Convertible Debentures, amounting to Rs. 1,77,68,70,000/-.

6) Increase in Authorised Share Capital of the Company from INR 95 crores to INR 145 crores and consequent amendment to the capital clause of the Memorandum of Association of the Company on by shareholders in the Extra Ordinary General Meeting held on March 07, 2026.

7) Increase in Authorised Share Capital of the Company from INR 145 crores to INR 180 crores and consequent amendment to the capital clause of the Memorandum of Association of the Company by shareholders in the Extra Ordinary General Meeting held on March 23, 2026.

8) Re-appointment of Ms. Bindu Darshan Shah (DIN: 07131459) as an Independent Director on the Board of the Company for a period of 5 (five) years w.e.f. March 28, 2026.

9) Appointment of Mr. Dipesh Mehta (DIN: 07479438) as an Additional (Independent) Director on the Board of the Company for a period of 3 (three) years w.e.f. January 31, 2026. Further, appointment of Mr. Dipesh Mehta (DIN: 07479438) was regularized by shareholders in the Extra Ordinary General Meeting held on March 07, 2026.

10) Approval for Public Issuance of Non-Convertible Debentures of the Company up to INR 1000 Crores.

11) Approval for fresh issuance Of Secured/ Unsecured Non-Convertible Debentures/Perpetual Debt Instruments/ Unsecured Subordinated Non-Convertible Debentures /Bonds and or Other Debt Securities on Private Placement Basis up to INR 1,000 Crores.

12) Approval for Issuance of commercial paper of nominal value aggregating up to INR 500 Crores within the borrowing limits set forth under Section 180 of the Companies Act, 2013.

FOR RAGINI CHOKSHI & CO
Company Secretaries

UMASHANKAR HEGDE
(PARTNER)
M.No: A22133 # CP No- 11161
UDIN: A022133H000275331
ICSI Unique Code: P1988MH05 6900
Peer Review Certificate No -4166/2023

Date: May 04, 2026
Place: Mumbai

ANNEXURE TO SECRETARIAL AUDIT REPORT

To,

The Members,

A. K. Capital Finance Limited

CIN- U51900MH2006PLC214277

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

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company

FOR RAGINI CHOKSHI & CO
Company Secretaries

UMASHANKAR HEGDE
(PARTNER)
M.No: A22133 # CP No- 11161
UDIN: A022133G000342321
ICSI Unique Code: P1988MH05 6900
Peer Review Certificate No -4166/2023

Date: May 04, 2026
Place: Mumbai

ANNEXURE - 2

Form No. AOC-2
(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the Company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto.

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

All contracts/arrangements/transactions entered into during the year ended March 31, 2026, were at arm's length basis.

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

(1) Name and Relationship with Related Party:

A. K. Stockmart Private Limited – Fellow Subsidiary

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Brokerage paid	103.51	FY 2025-26	The related party transactions (RPTs) entered during the financial year were in the ordinary course of business and on arm's length basis. The transactions were maintained at arm's length similar to third party contracts.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee of the Company.	NA
2	Demat charges paid	3.02	FY 2025-26			
3	Purchase of securities (excluding accrued interest)	1,501.28	FY 2025-26			

(2) Name and Relationship with Related Party:

A. K. Services Private Limited – Enterprises controlled by Key Management Personnel

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Interest income on loan given	167.99	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	NA
2	Loan given (Revolving Line of Credit in form of Working Capital Demand Loan Limits)	500.00	FY 2025-26			
3	Repayment of loan given	3,500.00	FY 2025-26			
4	Issue of Non-Cumulative Compulsory Convertible Preference Shares	250.00	FY 2025-26			

(3) Name and Relationship with Related Party:

A. K. Alternative Asset Managers Private Limited – Fellow Subsidiary Personnel

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Interest income on loan given	52.10	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Loan given	225.00	FY 2025-26			

(4) Name and Relationship with Related Party:

Family Home Finance Private Limited – Wholly Owned Subsidiary

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Interest income on loan given	126.40	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Loan given (Term Loan Sanction Limit amounting to Rs. 1,500 lakhs)	1,200.00	FY 2025-26			
3	Repayment of loan given	2,357.15	FY 2025-26			
4	Support services received	12.00	FY 2025-26			

(5) Name and Relationship with Related Party:

A. K. Capital Services Limited – (Holding Company)

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Purchase of securities (excluding accrued interest)	7,906.00	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Sale of securities (excluding accrued interest)	818.46	FY 2025-26			
3	Commission expenses on Corporate Guarantee	275.00	FY 2025-26			
4	Issue of Non-Cumulative Compulsory Convertible Preference Shares	10,000.00	FY 2025-26			

(6) Name and Relationship with Related Party:

India Bond Private Limited – Enterprises controlled by Key Management Personnel

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Referral Fees Expense	1,109.47	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Customer Support Fees	9.00	FY 2025-26			
3	Software Expenses	47.50	FY 2025-26			

(7) Name and Relationship with Related Party:

IB Future Tech Private Limited – Enterprises controlled by Key Management Personnel

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Purchase of securities (excluding accrued interest)	92.22	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Sale of securities (excluding accrued interest)	3,054.68	FY 2025-26			
3	Software Expenses	90.00	FY 2025-26			

(8) Name and Relationship with Related Party:

A. K. Mittal – Managing Director and Promoter

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Key Managerial Remuneration – Short Term Benefits	192.00	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Issue of Non-Cumulative Compulsory Convertible Preference Shares	2,250.00	FY 2025-26			

(9) Name and Relationship with Related Party:

Aditi Mittal – Related Party (Executive Director)

Sr. No	Nature of Transaction	Value (INR in Lakhs)	Duration	Salient Terms and Conditions	Date of Approval by the Board	Amount paid in advance
1	Key Managerial Remuneration – Short Term Benefits	180.00	FY 2025-26	The related party transactions entered during the financial year were in the ordinary course of business and on arm's length basis.	Since these RPTs are in the ordinary course of business and are at arm's length basis, approval of the Board of Directors was not applicable. However, the said transactions were covered under the omnibus approval granted by the Audit Committee.	N.A.
2	Rent paid	2.00	FY 2025-26			
3	Rent deposit repaid back	100.00	FY 2025-26			
4	Issue of Non-Cumulative Compulsory Convertible Preference Shares	1,750.00	FY 2025-26			

For and on behalf of A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377

Aditi Mittal
Executive Director
DIN: 00698397

Date: August 06, 2026
Place: Mumbai

ANNEXURE - 3

REPORT ON CSR ACTIVITIES FOR FINANCIAL YEAR 2025-26

1. **A BRIEF OUTLINE ON CSR POLICY OF THE COMPANY:** A detailed CSR Policy was framed by the Company with approval of the CSR Committee and Board of Directors. A. K. Group believes that true and full measure of growth, success and progress lies beyond balance sheets or conventional economic indices. It is best reflected in the difference that business and industry make to the lives of people

   The Policy, inter alia, covers the following:

   i. Objective

   ii. Role of CSR Committee

   iii. List of CSR activities

   iv. CSR Expenditure

   v. Implementation of CSR policy

   vi. Monitoring and reporting Mechanism

   The CSR Policy is in compliance with the provisions of the Companies Act, 2013 ("Act").

   The Company's participation focuses on those funds which shall supplement and complement government efforts to scale up the capacity of the public health system and ability to deal with crisis.

   The Company undertakes/ supports/ finances the projects/funds keeping in view the applicable provisions of Section 135 read with Schedule VII of the Act and CSR Policy of the Company.

2. **COMPOSITION OF CSR COMMITTEE:**

Sl. No.	Name of Director	Designation	Number of meeting held during the year	Number of meeting attended during the year
1	Mr. A. K. Mittal, Managing Director	Member	2	2
2	Mr. Vinod Kumar Kathuria , Non-Executive Independent Director	Member	2	2
3	Ms. Aditi Mittal , Executive Director	Member	2	1

   The CSR Committee met twice during the financial year 2025-26 on May 17, 2025 and August 02, 2025.

3. **Web-link of the Disclosures:**

Composition of CSR committee	Https://www.akgroup.co.in/docs/DETAILS%20OF%20BOARD%20COMMITTEES_AKCF.pdf
Company's CSR policy	Https://www.akgroup.co.in/docs/CORPORATE%20SOCIAL%20RESPONSIBILITY%20POLICY,%20PROJECTS%20AND%20COMMITTEE%20COMPOSITION%20-%20AKCFL.pdf
CSR projects	Https://www.akgroup.co.in/docs/CORPORATE%20SOCIAL%20RESPONSIBILITY%20POLICY,%20PROJECTS%20AND%20COMMITTEE%20COMPOSITION%20-%20AKCFL.pdf

4. Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: NOT APPLICABLE

5.

   a) Average net profit of the Company as per sub-section (5) of section 135: INR 76,68,49,006/-

   b) Two percent of average net profit of the Company as per section 135(5): INR 1,53,36,980/-

   c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: NIL

   d) Amount required to be set off for the financial year, if any: NIL

   E) Total CSR obligation for the financial year (5b+5c-5d): INR 1,53,36,980/-

6.

a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): INR 1,53,36,980/-

b) Amount spent on Administrative Overheads: NIL

c) Amount spent on Impact Assessment, if applicable: NA

d) Total amount spent for the Financial Year (6a+6b+6c): INR 1,53,36,980/-

E) CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (in INR)	Amount Unspent (in INR)				
	Total Amount transferred to Unspent CSR Account as per Section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to Section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount (in INR)	Date of transfer
INR 1,53,36,980	Not Applicable	Not Applicable	Not Applicable	Not Applicable	Not Applicable

f) Excess amount for set off, if any:

Sr No.	Particular	Amount (in INR)
(i)	Two percent of average net profit of the company as per section 135(5)	1,53,36,980
(ii)	Total amount spent for the Financial Year*	1,53,36,980
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	NIL
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	NIL
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	NIL

***Note:**

Details of Amount spent for the Financial Year 2025-26:

Sr No.	Funds as per Schedule VII of Companies Act, 2013	Amount (in INR)
(i)	Clean Ganga Fund	30,00,000/-
(ii)	Swachh Bharat Kosh	50,00,000/-
(iii)	Prime Minister's National Relief Fund	50,00,000/-
(iv)	PM CARES Fund	23,36,980/-
	Total	1,53,36,980/-

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

Sl. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135 (6) (in INR)	Balance Amount in Unspent CSR Account under sub-section 6 of Section 135 (in INR)	Amount spent in the reporting Financial Year (in INR)	Amount transferred to any fund specified under Schedule VII as per as per second proviso to Section 135(5), if any			Amount remaining to be spent in succeeding financial years (in INR)	Deficiency, if any
					Name of the Fund	Amount (in INR)	Date of transfer		
1	-	-	-	-	-	-	-	-	-

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: **No**

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per section 135(5): **Not Applicable**

For and on behalf of A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377

Aditi Mittal
Executive Director
DIN: 00698397

Date: August 06, 2026
Place: Mumbai

REPORT ON CORPORATE GOVERNANCE

The Board of Directors presents the Company's Report on Corporate Governance for the Financial Year ended March 31, 2026, in terms of Reserve Bank of India (Non-Banking Financial Companies - Governance) Directions, 2025 ('RBI Governance Directions') and contains disclosures pursuant to Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 **(collectively called as 'RBI Directions'),** as applicable to the Company as amended from time to time.

BRIEF STATEMENT ON COMPANY'S PHILOSOPHY ON CODE OF GOVERNANCE:

Corporate Governance reflects the values, culture, and ethical conduct of an organization. It encompasses the processes, accountability mechanisms, and level of transparency adopted by an organization in the conduct of its affairs. In essence, Corporate Governance covers the manner in which an organization conducts its business across various situations over a period of time.

Since every company/body corporate is an artificial legal entity, it cannot function on its own. Ultimately, it is the Board of Directors, Key Managerial Personnel ("KMPs"), and Senior Management who govern the conduct of the organization and are responsible for establishing and nurturing the right culture and values at every level. Accordingly, the human element plays a pivotal role in the successful implementation of robust corporate governance standards across the organization. In this regard, the Company believes that it is the collective responsibility of the Board Members, KMPs, and members of Senior Management to foster a culture in which high standards of ethical conduct, individual accountability, and transparent disclosures are embedded in all its dealings.

A. K. Capital Finance Limited ("Company") has successfully completed more than 20 years of its journey, during which it has consistently endeavoured to strengthen its compliance framework, governance processes, and business practices to promote transparency in all its dealings. The Company's philosophy on Corporate Governance is aimed at enabling the management to conduct its business efficiently while fulfilling its responsibilities towards all stakeholders. This philosophy is founded on the core principles of transparency, accountability, and integrity. The Company's governance practices and processes ensure that the interests of all stakeholders are duly considered in a transparent manner and remain firmly embedded in the culture of the organization.

The Report on Corporate Governance, as per the applicable provisions of the Companies Act, 2013 ("Act) and applicable RBI Directions and other applicable laws for the time being in force, is as under:

(1) BOARD OF DIRECTORS:

An effective Board of Directors ("Board") is a fundamental prerequisite for strong and effective corporate governance. The Company firmly believes that an active, well-informed, diverse, and independent Board is essential to uphold the highest standards of corporate governance. Accordingly, the Board comprises an optimal mix of Executive, Non-Executive, and Independent Directors, ensuring an appropriate balance that preserves the Board's independence, effectiveness, and diversity.

The Company endeavours to maintain an appropriate balance of skills, expertise, and experience both within the organization and at the Board level. This enables the Board to benefit from fresh perspectives while ensuring continuity, stability, and institutional knowledge.

The Board meets at regular intervals to deliberate on and decide matters relating to the Company's business, strategy, policies, and other routine business affairs. The maximum interval between any two Board Meetings during the year did not exceed one hundred and twenty (120) days. The Company complies with the Secretarial Standard on Meetings of the Board of Directors (SS-1) issued by the Institute of Company Secretaries of India ("ICSI"). During the Financial Year 2025-26, six Meetings of the Board were held on May 17, 2025, August 02, 2025, November 03, 2025, January 31, 2026, March 05, 2026 and March 20, 2026.

(i) Category of the Board of Directors as on March 31, 2026 and Directors' attendance record:

Sr. No.	Name of Director	Director Since	Capacity (Executive/ Non-Executive/ Chairman/ Promoter Nominee/ Independent)	DIN	Number of Board Meetings Held/Entitled to Attend	Number of Board Meetings Attended	Number of Other Directorships	Remuneration during FY 2025-26			No. of Shares Held in and Convertible Instruments Held in the Company
								– Salary & Other Compensation	Sitting Fee	Commission	
1	Mr. A. K. Mittal	November 30, 2012	Promoter & Managing Director	00698377	6	6	3	INR 192 Lakhs	-	-	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Ms. Aditi Mittal	December 02, 2022	Executive Woman Director	00698397	6	5	5	INR 180 Lakhs	-	-	Equity Shares : 16,080 CCPS: 17,50,000

Sr. No.	Name of Director	Director Since	Capacity (Executive/ Non-Executive/ Chairman/ Promoter Nominee/ Independent)	DIN	Number of Board Meetings Held/Entitled to Attend	Number of Board Meetings Attended	Number of Other Directorships	Remuneration during FY 2025-26			No. of Shares Held in and Convertible Instruments Held in the Company
								– Salary & Other Compensation	Sitting Fee	Commission	
3	Mr. Deepak Maheshwari	February 06, 2023	Independent Director (Non-Executive)	00750047	6	5	3	-	4,00,000	-	Nil
4	Mr. Vinod Kumar Kathuria	December 18, 2023	Independent Director (Non-Executive)	06662559	6	6	10	-	4,00,000	-	Nil
5	Ms. Bindu Darshan Shah	March 28, 2024	Independent Director (Non-Executive)	07131459	6	5	4	-	2,00,000	-	Nil
6	Mr. Dipesh Mehta	January 31, 2026	Independent Director (Non-Executive)	07479438	2*	2	-	-	1,00,000	-	Nil

**Mr. Dipesh Mehta (DIN: 07479438) was appointed as an Additional (Independent) Director (Non-Executive) on the Board of the Company with effect from January 31, 2026 for a period of 3 years and further regularized as Independent Director (Non-Executive) by shareholders in their meeting held on March 07, 2026.*

(ii) Composition of the Board of Directors:

The composition of the Board is in consonance with the applicable provisions of the Act and RBI Governance Directions, as amended from time to time. The below mentioned composition of Board as on March 31, 2026:

Total No. of Directors	**6**
No. of Executive Directors	2
No. of Non-Executive Independent Directors	4
No. of Woman Director	2

The Chairperson of the Board is Non-Executive Independent Director.

All the directors of the Company have confirmed that they are not disqualified from being appointed as directors in terms of Section 164 of the Act, RBI Governance Directions and other applicable laws for the time being in force.

All the independent directors of the Company have provided the declarations pursuant to Section 149(7) of the act to the Board confirming adherence to the criteria of independence as laid down under Section 149(6) of the Act read with Rule 5 and 6 of the Companies (Appointment and Qualification of Directors) Rules, 2014.

(iii) Details of change in composition of the Board of Directors during the financial year ended March 31, 2026 and March 31, 2025:

<u>During the financial year 2025-26:</u>

Mr. Dipesh Mehta (DIN: 07479438) was appointed as Independent Director (Additional) by the Board of Directors as their meeting held on January 31, 2026 for a period of 3 years and regularized as an Independent Director by the shareholders at their meeting held on March 07, 2026.

<u>During the financial year 2024-25:</u>

During the year under review appointment of Ms. Bindu Darshan Shah (DIN: 07131459) was regularized as an Independent Director on the Board of the Company by the shareholders at their meeting held on June 21, 2024.

(iv) Retirement by rotation:

In view of the provisions of 152(6) of the Act, Ms. Aditi Mittal, Executive Director (DIN: 00698397) shall be liable to retire by rotation and being eligible offers herself for re-appointment. The brief profile of Ms. Aditi Mittal is also enclosed along with the notice for convening the 20th Annual General Meeting of the Company.

(v) Resignation of Independent Director during the financial year ended March 31, 2026:

No Independent Director resigned during the financial year ended March 31, 2026.

(vi) Disclosure of relationships between directors inter-se:

None of the Directors are related to each other, except Ms. Aditi Mittal (DIN: 00698397) Executive Woman Director, who is the daughter of Mr. A. K. Mittal (DIN: 00698377), Managing Director of the Company.

(2) MANDATORY REGULATORY COMMITTEES

The Committees of the Board play an important role in the governance and focus on specific areas and make informed decisions within the scope defined in their respective charters and/or terms of reference.

The Board has constituted various Committees with their specific terms of reference and scope to take informed decisions in the best interests of the Company in accordance with the Act and other applicable Laws.

(i) Audit Committee

The Company has a qualified and independent Audit Committee which has been formed in pursuance of the Section 177 of the Act, RBI Governance Directions and other applicable laws.

The Audit Committee assists the Board in its responsibility for overseeing the quality and integrity of the accounting, auditing and reporting practices of the Company and its compliance with the legal and regulatory requirements.

Brief description of terms of reference of the Audit Committee:

The Audit Committee performs its role as provided under Act, SEBI (Prohibition of Insider Trading) Regulations, 2015 and such other role as may be assigned by the Board from time to time.

The Committee of the Board plays an important role in monitoring/ supervising the financial reporting process, ensuring highest levels of transparency, integrity and quality of reporting process. The Committee is also responsible for selection, evaluation and deciding remuneration payable to Statutory Auditors, Secretarial Auditors and Internal Auditors of the Company. The Audit Committee, inter-alia scrutinizes the Investments, Borrowings and Related Party Transactions of the Company.

The Audit Committee is guided by its terms of reference. The exhaustive terms of reference are available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Audit Committee and Meetings held/ attended by members during Financial Year 2025-26:

During the Financial Year 2025-26, five Meetings of the Audit Committee were held on 17 May 2025, 02 August 2025, 03 November 2025, 18 December 2025 and 31 January 2026

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Ms. Bindu Darshan Shah, Chairperson	March 28, 2024	Non-Executive Independent Director	5	5	-
2	Mr. Deepak Maheshwari, Member	February 6, 2023	Non-Executive Independent Director	5	5	-
3	Mr. A. K. Mittal, Member	December 18, 2023	Managing Director	5	5	Equity Shares: 12,80,180 CCPS: 22,50,000

Attendees:

The Internal Auditor, Chief Financial Officer, Company Secretary, Chief Compliance Officer and representatives of Statutory Auditors were invited to attend the Audit Committee Meetings as and when necessary, to brief the matters relating to the financial statements of the Company, audit findings, and other allied matters. The Company Secretary acts as the Secretary to the Audit Committee.

The Chairperson of the Audit Committee was present at the last Annual General Meeting held on September 06, 2025.

(ii) NOMINATION AND REMUNERATION COMMITTEE

The Company has a qualified Nomination and Remuneration Committee ("NRC") which has been formed in pursuance of the Section 178 of the Act, RBI Governance Directions and other applicable laws.

The purpose of the NRC is to assist the Board in ensuring that the Board and Committee retain an appropriate structure, size and balance of skills to support the strategic objectives and values of the Company. The Committee assists the Board in meeting its responsibilities regarding the determination, implementation and oversight of senior management remuneration arrangements to enable the recruitment, motivation and retention of senior management. The Committee also ensures that compensation of KMP and Senior Management is aligned with prudent risk-taking and the Company's capital position assessed under its Internal Capital Adequacy Assessment Process, in coordination with the Risk Management Committee.

The Committee oversees arrangements for senior management appointments (including election processes), remuneration, performance management and succession planning. Further, the Company has a Policy for Orderly Succession of Board of Directors and Senior Management.

Brief description of terms of reference of NRC

The NRC performs its role as provided under the Act and such other role as may be assigned by the Board from time to time.

The Committee reviews the matter pertaining to appointment of Directors, Senior Management, Chief Compliance Officer and KMP's and evaluates their performance. The Committee also sets the benchmark for performance and recommends the remuneration payable to Directors. It also assesses the various performance linked incentives/ bonus for key employees of the **Company.**

The NRC is guided by its terms of reference. The exhaustive terms of reference are available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of NRC and Meetings held/ attended by members during Financial Year 2025-26:

During the Financial Year 2025-26, three Meetings of the Nomination and Remuneration Committee **("NRC")** Committee were held on 17 May 2025, 02 August 2025 and 31 January 2026

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. Vinod Kumar Kathuria	March 28, 2024	Non-Executive Independent Director	3	3	-
2	Mr. Deepak Maheshwari	March 28, 2024	Non-Executive Independent Director	3	3	-
3	Ms. Bindu Darshan Shah	March 28, 2024	Non-Executive Independent Director	3	3	-

Attendees:

The Company Secretary, other non-member directors were invited to attend the NRC Meetings as and when necessary, to brief on the relevant matters. The Company Secretary acts as the Secretary to the Committee.

The Chairperson of the Committee was present at the last Annual General Meeting held on September 06, 2025.

(iii) STAKEHOLDERS' RELATIONSHIP COMMITTEE

The Company has an independent Stakeholders' Relationship Committee ("SRC") which has been formed in pursuance of the sub-section 5 of Section 178 of the Act.

The purpose of the SRC is to assist the Board in understanding and addressing the needs of various stakeholders in a time bound manner. The SRC considers various aspects of interest of the shareholders and other stakeholders'.

Brief Description of Terms of Reference

The SRC shall perform its role as provided under the, the provisions of the Act and such other role as may be assigned by the Board from time to time.

The SRC primary role is to resolve the grievances of the security holders of the listed entity, review of measures taken for effective exercise of voting rights by shareholders and look into the matters of interest and address other concerns of the stakeholders.

The SRC is guided by its terms of reference. The exhaustive terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Stakeholders' Relationship Committee and Meetings held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the Stakeholders' Relationship Committee were held on 17 May 2025, 02 August 2025, 03 November 2025 and 31 January 2026

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. A. K. Mittal	December 09, 2021	Managing Director	4	4	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Mr. Vinod Kumar Kathuria	March 28, 2024	Non-Executive Independent Director	4	4	-
3	Ms. Aditi Mittal	December 03, 2022	Executive Woman Director	4	3	Equity Shares: 16,080 CCPS: 17,50,000

Mr. Vinod Kumar Kathuria, Non-Executive Independent Director heads the SRC.

During the year under review, the Company did not receive any complaint from the shareholders and debenture holder.

Attendees:

The Company Secretary, other non-member directors were invited to attend the SRC Meetings as and when necessary, to brief on the relevant matters. The Company Secretary acts as the Secretary to the Committee.

The Chairperson of the Committee was present at the last Annual General Meeting held on September 06, 2025.

(IV) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE

The Corporate Social Responsibility **("CSR")** Committee is constituted in accordance with Section 135 of the Act and applicable rules thereto.

The purpose of the CSR Committee is to assist the Board in fulfilling its obligations towards CSR in terms of identifying CSR activities, recommending the expenditure to be incurred on various CSR activities and ensuring overall monitoring of the implementation of the CSR objectives.

Brief Description of Terms of Reference of CSR Committee

The CSR Committee shall recommend to the Board the CSR policy, identify the CSR activities and the amount of expenditure to be incurred on CSR activities and ensure transparency and effective implementation of the CSR projects of the Company.

The terms of reference and powers of the CSR Committee also include all items listed under Section 135 and Schedule VII of the Act and rules made thereunder.

The exhaustive terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Corporate Social Responsibility Committee and Meeting held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, two Meetings of the Corporate Social Responsibility Committee were held on 17 May 2025 and 02 August 2025

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. A. K. Mittal	May 19, 2014	Managing Director	2	2	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Mr. Vinod Kumar Kathuria	March 28, 2024	Non-Executive Independent Director	2	2	-
3	Ms. Aditi Mittal	December 18, 2023	Executive Woman Director	2	1	Equity Shares: 16,080 CCPS: 17,50,000

The Company formulated CSR Policy, which is uploaded on the website of the Company,

Https://www.akgroup.co.in/docs/CORPORATE%20SOCIAL%20RESPONSIBILITY%20POLICY,%20PROJECTS%20AND%20COMMITTEE%20COMPOSITION%20-%20AKCFL.pdf

The Report on CSR activities of the Company for the financial year 2025-26 is forming part of the Board's Report.

Attendees:

The Company Secretary, other non-member directors were invited to attend the CSR Committee Meetings as and when necessary, to brief on the relevant matters. The Committee had reviewed the information stipulated in the Act, (to the extent applicable and available,) during its above meetings. The Company Secretary acts as the Secretary to the Committee.

The representative of the Committee was present at the last Annual General Meeting held on September 06, 2025.

(V) RISK MANAGEMENT COMMITTEE:

The Risk Management Committee ("RMC") is constituted in accordance with the RBI Governance Directions.

The purpose of the RMC is to assist the Board in formulating a risk management policy and oversee effective implementation of the risk management tools, including evaluating the adequacy of risk management systems and processes.

Brief Description of Terms of Reference of RMC

The terms of reference of the RMC shall include formulation of risk management policy to facilitate identification of internal and external risks in particular including financial, operational, sectoral, sustainability, information, cyber security risks or any other risk as may be determined. Further to put in place appropriate methodology, processes and systems to monitor and evaluate risks associated with the business of the Company. The Committee shall also assists the NRC in ensuring that compensation of KMP and Senior Management is aligned with prudent risk-taking and the Company's capital position assessed under its Internal Capital Adequacy Assessment Process.

The exhaustive terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Risk Management Committee and Meeting held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the Risk Management Committee were held on 16 May 2025, 01 August 2025, 31 October 2025 and 30 January 2026.

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. A. K. Mittal	November 30, 2012	Managing Director	4	4	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Mr. Deepak Maheshwari	March 28, 2024	Non-Executive Independent Director	4	4	-
3	Ms. Shilpa Sadani*	April 02, 2018	Head Risk	4	4	-
4	Ms. Aditi Mittal	March 28, 2024	Executive Director	4	0	Equity Shares: 16,080 CCPS: 17,50,000

**Ms. Shilpa Sadani has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026*

Attendees:

The Company Secretary, other non-member directors were invited to attend the RMC Meetings as and when necessary, to brief on the relevant matters. The Company Secretary acts as the Secretary to the Committee.

The representative of the Committee was present at the last Annual General Meeting held on September 06, 2025.

(vi) ASSET LIABILITY MANAGEMENT COMMITTEE:

The Company being a Middle Layer (ML) Non-Banking Finance Company has constituted Asset Liability Management Committee **("ALCO")** pursuant to RBI requirements.

Brief Description of Terms of Reference

ALCO shall be responsible for reviewing the Asset-Liability Management of the Company including liquidity risk management and ensure mitigation of any gaps. To carry out ICAAP analysis and Stress Test as per the regulatory requirement prescribed. Further to exercise powers in accordance with the ALM Policy of the Company.

The exhaustive terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Asset Liability Management Committee and Meeting held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the Asset Liability Management Committee were held on 16 May 2025, 01 August 2025, 31 October 2025 and 30 January 2026

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. A. K. Mittal	November 30, 2012	Managing Director	4	4	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Mr. Rahul Agarwal	April 02, 2018	Director-Finance	4	4	-
3	Mr. Mahesh Bhootra	January 27, 2021	Chief Financial Officer	4	4	-
4	Mr. Urmil Shah	March 28, 2024	VP - Treasury-Finance	4	4	-
5	Ms. Shipa Sadani*	February 03, 2025	Head Risk	4	4	-

**Ms. Shilpa Sadani has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026*

Attendees:

The Company Secretary and other non-member directors were invited to attend the ALCO Meetings as and when necessary, to brief on the relevant matters. The Committee had reviewed the information as specified under the relevant RBI directions/ guidelines, (to the extent applicable and available,) during its above meetings. The Company Secretary acts as the Secretary to the Committee.

(vii) IT STRATEGY COMMITTEE:

The Company being a Middle Layer (ML) Non-Banking Finance Company has constituted the IT Strategy Committee in accordance with RBI (Information Technology Governance, Risk, Controls and Assurance Practices) Directions, 2023 dated November 7, 2023.

Brief Description of Terms of Reference:

The terms of reference of this Committee are in line with the regulatory requirements. The key responsibilities of the IT Strategy Committee include approving IT strategy & policy documents & ensuring that the management has put an effective strategic planning process in place, ascertaining that management has implemented processes & practices that ensure that the IT delivers value to the business, ensuring IT investments represent a balance of risks & benefits & their budgets are acceptable, monitoring the method that management uses to determine the IT resources needed to achieve strategic goals & provide high level direction for sourcing & use of IT resources and ensuring proper balance of IT investments for sustaining Company's growth & becoming aware about exposure towards IT risks and controls.

The exhaustive terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of IT Strategy Committee and Meeting held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the IT Strategy Committee were held on 16 May 2025, 01 August 2025, 31 October 2025 and 29 January 2026.

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. A. K. Mittal	May 25, 2018	Managing Director	4	4	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Mr. Vinod Kumar Kathuria	February 03, 2024	Non-Executive Independent Director	4	4	-
3	Ms. Aditi Mittal	February 03, 2024	Executive Director	4	1	Equity Shares: 16,080 CCPS: 17,50,000

Attendees:

The Company Secretary, CISO (permanent invitee) and other non-member directors were invited to attend the IT Strategy Committee Meetings as and when necessary, to brief on the relevant matters. The Committee had reviewed the information as specified under the relevant RBI directions/ guidelines, (to the extent applicable and available,) during its above meetings. The Company Secretary acts as the Secretary to the Committee.

(viii) IT STEERING COMMITTEE:

The Company being a Middle Layer (ML) Non-Banking Finance Company has constituted IT Steering Committee in accordance with RBI (Information Technology Governance, Risk, Controls and Assurance Practices) Directions, 2023 dated November 7, 2023.

Brief Description of Terms of Reference

The terms of reference of this Committee are in line with the regulatory requirements. The key responsibilities of the IT Steering Committee includes assisting the IT Strategy Committee ("ITSC") in strategic IT planning, oversight of IT performance, and aligning IT activities with business needs, to oversee the processes put in place for business continuity and disaster recovery, to ensure implementation of a robust IT architecture meeting statutory and regulatory compliance, and to update ITSC and CEO periodically on the activities of IT Steering Committee.

The terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of IT Steering Committee and Meetings held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the IT Steering Committee were held on 16 May 2025, 31 July 2025, 31 October 2025 and 29 January 2026.

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. Mahesh Bhootra	April 01, 2020	Chief Financial Officer	4	4	-
2	Ms. Shilpa Sadani*	October 28, 2022	Head Risk	4	4	-
3	Mr. Sourabh Malpani	February 03, 2024 (Ceased as a member w.e.f May 17, 2025)	Associate Director - Corporate Coverage	1	0	-
4	Ms. Shraddha Joshi#	May 17, 2025	Director – Institutional Sales	3	2	-

**Ms. Shilpa Sadani has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026*

 # Ms. Shraddha Joshi has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026

Attendees:

The Company Secretary, CISO (permanent invitee), CTO (permanent invitee), and other non-member directors were invited to attend the IT Steering Committee as and when necessary, to brief on the relevant matters. The Committee had reviewed the information as specified under the relevant RBI directions/ guidelines, (to the extent applicable and available) during its above meetings. The Company Secretary acts as the Secretary to the Committee.

(ix) INFORMATION SECURITY COMMITTEE:

The Company being a Middle Layer (ML) Non-Banking Finance Company has constituted an Information Security Committee in accordance with RBI (Information Technology Governance, Risk, Controls and Assurance Practices) Directions, 2023 dated November 7, 2023 by the Board of Directors of the Company in its meeting dated February 03, 2024.

Brief Description of Terms of Reference

The terms of reference of this Committee are in line with the regulatory requirements. The key responsibilities of the Information Security Committee includes managing cyber/ information security, Development of information/ cyber security policies, implementation of policies, standards and procedures to ensure that all identified risks are managed within the RE's risk appetite, approving and monitoring information security projects and security awareness initiatives, reviewing cyber incidents, information systems audit observations, monitoring and mitigation activities and Updating ITSC and CEO periodically on the activities of ISC.

The exhaustive terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Information Security Committee and Meeting held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the Information Security Committee were held on 16 May 2025, 31 July 2025, 31 October 2025 and 29 January 2026.

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Ms. Shilpa Sadani*	February 03, 2024	Head Risk	4	4	-
2	Ms. Aditi Mittal	February 03, 2024	Executive Woman Director	4	1	Equity Shares: 16,080 CCPS: 17,50,000
3	Mr. Pratim Tare	February 03, 2024 (Ceased as a member w.e.f February 03, 2026)	CISO	4	4	-
4	Mr. Ajit Laxman Sawant	February 03, 2026	CISO	-	-	-
5	Mr. Nikhil Dharamprakash Gupta	May 11, 2024	CTO	4	4	-

**Ms. Shilpa Sadani has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026*

(x) FRAUD MONITORING COMMITTEE:

The Company being a Middle Layer (ML) Non-Banking Finance Company has constituted Fraud Monitoring Committee ("FMC") in accordance with RBI Master Directions on Fraud Risk Management in Non-Banking Financial Companies (NBFCs) (including Housing Finance Companies) dated July 15, 2024.

Further, the Board of Directors of the Company in its meeting dated August 05, 2024 has adopted Fraud Risk Management Policy to ensure proper system in place for fraud monitoring and mitigation in pursuance to the aforesaid Master Direction.

Brief Description of Terms of Reference

The purpose of FMC is to assist the Board to put in place a system to ensure early detection of fraud, implement preventive measures and timely reporting of any identified fraud incidents to applicable regulatory authorities and matters connected therewith or incidental thereto.

The terms of reference of this Committee are in line with the regulatory requirements. The key responsibilities of the FMC includes monitoring the effectiveness of the fraud risk management system, review cases of fraud including root cause analysis and suggest ways to improve internal controls, update the Board or relevant committees on fraud issues and measures taken to reduce future cases, discuss fraud incidents thoroughly including issuing show cause notices, reviewing responses from customers and classifying accounts or decisions made, create a clear process for handling whistleblower reports about suspicious activities or potential fraud, ensure these cases are examined and resolved properly following the Whistleblower Policy and Establishment of Vigil Mechanism, identify key early warning signs for monitoring credit and loan accounts, financial transactions and other activities, oversee how well these indicators work and put preventive steps in place, perform any other tasks or activities assigned by the Board or required by laws or regulations concerning fraud detection and prevention.

The terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Fraud Monitoring Committee and Meetings held/ attended by members of the Committee during Financial Year 2025-26:

During the Financial Year 2025-26, four Meetings of the Fraud Monitoring Committee were held on 15 May 2025, 31 July 2025, 31 October 2025 and 29 January 2026.

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Ms. Aditi Mittal	August 05, 2024	Executive Woman Director	4	1	Equity Shares: 16,080 CCPS: 17,50,000
2	Mr. Mahesh Bhootra	August 05, 2024	Chief Financial Officer	4	4	-
3	Ms. Shilpa Sadani*	August 05, 2024	Head Risk	4	4	-

*Ms. Shilpa Sadani has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026

Attendees:

The Company Secretary was invited to attend the Fraud Monitoring Committee. The Committee had reviewed the information as specified under the relevant RBI Directions/ guidelines, (to the extent applicable and available) during its above meetings. The Company Secretary acts as the Secretary to the Committee.

(xi) REVIEW COMMITTEE:

The Company being a Middle Layer (ML) Non-Banking Finance Company has constituted Review in accordance with RBI Master Directions on Treatment of Wilful Defaulters and Large Defaulters dated November 28, 2025.

Brief Description of Terms of Reference

The Review Committee was established by the Board of Directors of the Company to oversight the examination and review the cases of willful/ large defaulters.

The key responsibilities of the Review Committee includes reviewing cases of willful and large defaulters, as recommended by the Internal Risk Management Committee being the identification committee **("IRMC"),** authorize officials to issue show cause notices to such defaulters, to discusses the IRMC's recommendations for Non-Performing Assets accounts with outstanding amounts of INR 25 lakh or above, examine the need for criminal proceedings against these defaulters, take appropriate measures and monitor reporting to Credit Information Companies of any such cases, compromise settlements with defaulters, fix accountability of third-party engaged in credit sanction/ disbursement for any negligence or deficiency in their work.

The terms of reference are also available on the website of the Company. The link of the same is re-produced herein below:

DETAILS OF BOARD COMMITTEES_AKCF.pdf

Composition of Review Committee and Meetings held/ attended by members of the Committee during Financial Year 2025-26:

SN	Name of the Member	Member of Committee since	Category	No. of Meetings held	No. of Meetings attended	No of shares held in the NBFC
1	Mr. A. K. Mittal	October 30, 2024	Managing Director	-	-	Equity Shares: 12,80,180 CCPS: 22,50,000
2	Mr. Deepak Maheshwari	October 30, 2024	Non-Executive Independent Director	-	-	-
3	Ms. Bindu Shah	October 30, 2024	Non-Executive Independent Director	-	-	-

Note: During the period under review, no cases of wilful and large defaulters had been identified/ reported; hence no committee meeting was conducted.

(3) OPERATIONAL COMMITTEES

In addition to the above referred Committees, which are constituted pursuant to the applicable regulatory requirements, the Board has constituted the following operational committees and delegated thereto powers and responsibilities with respect to specific purposes:

A) Internal Risk Management Committee

B) Investment and Credit Committee

C) Debenture Committee

D) Banking and Operations Committee

E) Finance Committee

Post closure of the Financial Year, the Board has constituted the Those Charged with Governance (TCWG) Committee in accordance with the National Financial Reporting Authority (NFRA) Circular on Effective Communication Between Statutory Auditors and Those Charged with Governance, Including Audit Committees dated January 7, 2026, to facilitate an effective, timely and well-documented two-way communication process between the Statutory Auditors and Those Charged with Governance.

(4) GENERAL MEETINGS:

All the resolutions moved at the last Annual General Meeting (AGM) of the Company were passed with requisite majority of members present at the AGM.

The date, time and venue of the last three AGM's of the Company are as follows:

Financial Year	Date	Time	Venue*	Special resolutions passed
2024-25	September 06, 2025	11.00 a.m.	601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz(E), Mumbai – 400 098	Issuance of Commercial Paper of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores) within the borrowing limits set forth under Section 180 of the Companies Act, 2013
2023-24	September 06, 2024	11.00 a.m.	601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz(E), Mumbai – 400 098	Issuance of Commercial Paper of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores) within the borrowing limits set forth under Section 180 of the Companies Act, 2013
2022-23	September 09, 2023	11.00 a.m.	601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz(E), Mumbai – 400 098	• To approve alteration in Articles of Association of the Company. • Issuance of Commercial Paper of nominal value aggregating up to INR 500 Crores (Indian Rupees Five Hundred Crores) within the borrowing limits set forth under Section 180 of the Companies Act, 2013. • To approve Selling, Assignment of Its Receivables/ Book Debts Upto INR 250 Crore

Further, Two Extra-ordinary General Meetings (EOGM) was held during the financial year. The date, time and venue of EOGM of the Company are as follows:

Financial Year	Date	Time	Venue*	Special resolutions passed
2025-26	March 07, 2026	11.00 a.m.	601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz(E), Mumbai – 400 098	• To re-appoint Ms. Bindu Darshan Shah (DIN: 07131459) as Non-Executive Independent Director of the Company. • To appoint Mr. Dipesh Mehta (DIN: 07479438) as a Non-Executive, Independent Director of the Company • To consider issuance of Compulsorily Convertible Preference Shares ('CCPS') on a private placement / preferential allotment basis upto an amount of INR 100 Crores.
2025-26	March 23, 2026	05:30 p.m.	601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz(E), Mumbai – 400 098	To consider issuance of Compulsorily Convertible Preference Shares ('CCPS') on a private placement / preferential allotment basis upto an amount of INR 42.50 Crores.

*Pursuant to General Circular Nos. 03/2025 dated September 22, 2025 and incontinuation of earlier circulars issued in this regard (collectively referred to as **"MCA Circulars"**) and the SEBI Circulars issued in this regard and in compliance with the provisions of the Act and, the last Three AGM's (17th, 18th and 19th) and last 2 EGMs as mentioned above of the Company were conducted through VC/ OAVM Facility, which does not require physical presence of Shareholders at a common venue. The deemed venue for the last Three AGM's (17th, 18th and 19th) and EGMs was the Registered Office of the Company.

No postal ballot was conducted during the Financial Year 2025-26.

Currently, the Company do not have any plans with respect to passing of resolutions through Postal Ballot.

However, considering the business requirement(s) the Company may prefer to pass appropriate resolution through circulation(s)/ postal ballot. The procedure for Postal Ballot shall be communicated together with notice of passing resolution through Postal Ballot, if required.

(5) **GENERAL SHAREHOLDER INFORMATION:**

I. Details of the 20th Annual General Meeting of the Company

The 20th Annual General Meeting of the Company will be held on **05, September, 2026 at 11.00 a.m.,** through Video Conferencing/ Other Audio Visual Means (VC/ OAVM), which does not require physical presence of members at a common venue.

Guidelines for participation in the AGM through VC/ OAVM are laid down in the Notice convening the said meeting and shall be made available on the Company's website at https://www.akgroup.co.in/investor-relation

II. Financial year of the Company

The financial year of the Company covers the period from April 1 to March 31.

III. Dividend payment date

The payment of dividend, if any, shall be paid within 30 days from the date of declaration at the AGM.

IV. Listing of Non-Convertible Debentures on Stock Exchanges:

The Company is a Debt Listed entity as non-convertible debentures of the Company are listed on the Wholesale Debt Market segment of below mentioned stock exchanges:

BSE Limited	Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai – 400 001
National Stock Exchange of India Limited	Exchange Plaza, Plot no. C/1, G Block, Bandra – Kurla Complex, Mumbai – 400 051

Further, the Company has complied with listing fee requirements.

V. Confirmation/ Undertaking:

The Directors of the Company be and hereby confirm that in no event the securities of the Company were suspended from trading during the Financial Year 2025-26.

VI. Distribution of Shareholding

Shareholding Pattern of the Company as on March 31, 2026:

EQUITY SHARES:

Sr. No.	Name of Shareholder	No. of equity shares held (INR 10/- each)	Percentage (in %)
1.	A. K. Capital Services Limited	2,52,47,486	95.12
2.	Mr. A. K. Mittal	12,80,180	4.82
3.	Ms. Aditi Mittal	16,080	0.06
4.	Ms. Shraddha Gaurav Joshi Kute#	1*	0.00
5.	Mr. Brajender Kumar	1*	0.00
6.	Mr. Mitesh Kapadia	1*	0.00
7.	Ms. Annu Garg	1*	0.00
	Total	**2,65,43,750**	**100.00**

**Nominee Shareholders of A K Capital Services Limited*

#Ms. Shraddha Joshi has been appointed as an Additional (Executive) Director of the Company with effect from May 14, 2026

PREFERENCE SHAREHOLDING:

Compulsorily Convertible Preference Shares			
Sr. No.	**Name of the Shareholders**	**No. of Shares held (INR 100/- each)**	**Holding (in %)**
1.	A. K. Capital Services Limited	1,00,00,000	70.18
2.	Mr. Atul Kumar Mittal	22,50,000	15.79
3.	Ms. Aditi Mittal	17,50,000	12.28
4.	A. K. Services Private Limited	2,50,000	1.75
	TOTAL	**1,42,50,000**	**100.00**

VII. Dematerialization of shares and liquidity

As on March 31, 2026, the total equity & preference share capital of the Company was held in dematerialized form. As both equity shares & preference share of the Company are not listed on the Stock Exchange,the shares were not traded on the Stock Exchange.

VIII. Outstanding Global Depository Receipts (“GDRs”) / American Depository Receipts (“ADRs”) / Warrants or any Convertible Instruments, Conversion Date and likely impact on equity

The Company had issued 1,42,50,000 Compulsorily Convertible Preference Shares **(“CCPS”)** of INR 100/- each.

The details of the same are provided in Directors’ Report.

As on March 31, 2026, the Company has 1,42,50,000 Compulsorily Convertible Preference Shares **(“CCPS”)** of INR 100/- each.

IX. Commodity Price Risk or Foreign Exchange Risk And Hedging Activities

The Members of the Company may note that Company is not involved in the Commodities Market. Further the operations of the Company are not exposed to Foreign Exchange Risk and Hedging Activities.

X. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A)

The Company is a debt listed entity, hence the given regulation is not applicable to the Company.

XI. Plant locations

Since the Company is engaged in the business of providing financial services, including investment and funding to its corporate and institutional clients, the Company does not have any manufacturing units/ plants.

XII. Address for Correspondence:

Investors and shareholders can correspond with the share transfer agent of the Company or the Company at the following addresses:

Registrar to an Issue and Share Transfer Agent MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited) C-101, 247 Park, L.B.S. Marg, Vikhroli (West) Mumbai - 400 083 **Contact Person:** Mr. Ganesh Jadhav **Tel:** +91 22 49186000 **Fax:** +91 22 49186060 **E-mail:** ganesh.jadhav@in.mpms.mufg.com	**Website:** www.in.mpms.mufg.com **Company Secretary** A. K. Capital Finance Limited 601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz - (East), Mumbai – 400098 **Tel:** +91 22 67546500 **Fax:** +91 22 66100594 **E-mail:** csakcfl@akgroup.co.in **Website:** www.akgroup.co.in

For queries relating to the financial statements and investors information, other than those relating to shares/ dividend, please write to:

Chief Financial Officer
A. K. Capital Finance Limited
601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz - (East), Mumbai – 400 098
Tel: +91 22 67546500 I Fax: +91 22 66100594
E-mail: akmumbai@akgroup.co.in **I Website:** www.akgroup.co.in

XIII. Share transfer system:

Members may please note that SEBI has mandated the Listed Companies to issue securities in demat form only while processing service requests viz. issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/folios; Transmission and Transposition. Accordingly, Shareholders are requested to make service requests by submitting a duly filled and signed Form ISR–4. It may be noted that any service request can be processed only after the folio is KYC compliant. SEBI has mandated that all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialisation, Members are advised to dematerialise the shares held by them in physical form. Members can contact the Company or RTA, for assistance in this regard.

XIV. List of all credit Rating obtained by the Company

The credit rating details are disclosed in the Directors Report forming part of this Annual Report.

(6) OTHER DISCLOSURES:

I. Disclosure on Materially Significant Related Party Transactions that may have potential conflict with the Interest of Listed Entity at Large:

All the Related Party Transactions (RPTs) that were entered during the Financial Year 2025-26 were on arm's length basis and were in the ordinary course of business. The Company presents a statement of related party transactions before the Audit Committee on a quarterly basis specifying inter alia the nature & value of the transactions. Prior omnibus approval of the Audit Committee is obtained for the transactions which are foreseen and/ or repetitive in nature.

All Related Party Transactions entered during the Financial Year 2025-26 are disclosed in Note No. 34 of Notes to the Standalone Financial Statements and Note No. 35 of Notes to the Consolidated Financial Statements of your Company.

II. During the year under review, there were no instances of non-compliance with respect to the provisions of the Act including compliance of accounting and secretarial standards. The Company complies with the requirements of the Companies Act, 2013 including with respect to compliance with accounting and secretarial standards, relevant Reserve Bank of India Directions as applicable to the NBFCs and such other regulations to the extent applicable to the Company.

III. No penalty or strictures has been imposed on the Company by the Stock Exchanges or the Securities and Exchange Board of India, Reserve Bank of India or any other Statutory Authorities during the last three years.

IV. There is no breach of covenants by the Company with respect to the borrowings availed and securities issued by the Company.

V. **Divergence in Asset Classification and Provisioning:** The given conditions with respect to Divergence in Asset Classification and Provisioning are not triggered hence the relevant disclosures are not applicable.

VI. The Audit Committee has established a Vigil Mechanism and adopted a Whistle-Blower Policy, which provides a formal mechanism for all Directors and employees of the Company to approach the Audit Committee and make protective disclosures to the Committee about unethical behavior, actual or suspected fraud or violation of the Company's Code of Conducts or ethic policy. The Company affirms that no Director or employee has been denied access to the Audit Committee.

VII. **Policy on dealing with Related Party Transactions**

In accordance with the provisions of Act, relevant RBI Directions and other applicable laws, the Company has formulated a Policy on Dealing with Related Party Transactions. It can be accessed on the Company' website at the link:

Https://www.akgroup.co.in/docs/Policy%20on%20Materiality%20&%20Dealing%20With%20Related%20Party%20Transactions.pdf

VIII. The Company is not exposed to commodity price risk or foreign exchange risk and hedging activities.

IX. **Certificate from Practicing Company Secretary:**

The Certificate from the Practicing Company Secretary, M/s. Ragini Chokshi & Co., Practicing Company Secretaries, confirming that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed/ continuing as directors of the Company by SEBI and/or Ministry of Corporate Affairs and/or any such authority forms part of this Annual Report.

X. The Members of the Company are informed that the Board has accepted all the recommendations of its Committees.

XI. M/s B G J C & Associates LLP, Chartered Accountants (Firm Registration No. 003304N), are the Statutory Auditors of the Company appointed for a term of 3 (three) consecutive years from August 05, 2024. The remuneration paid to the Statutory Auditors for the Services rendered during the period from April 01, 2025 to March 31, 2026 is disclosed in the Financial Statements of the Company. The Subsidiaries of the Company have not availed any Services from the statutory auditors of the Company.

Neither the Company nor its subsidiaries have availed the Services of any network firm/ network entity of which statutory auditor is a part.

xii. Details of fees paid/payable to the Statutory Auditors and all entities in the network firm/network entity of which the Statutory Auditor is a part, by the Company and its subsidiaries, during the year, are given below:

(Rs. in Lakhs)

Particulars	By the Company	By the Subsidiaries	Total Amount
Statutory Audit	7.75	-	7.75
Tax Audit	-	-	-
Other Services	3.38	-	3.38
Total	**11.13**	**-**	**11.13**

xiii. Disclosure in relation to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:

Internal Complaints Committee (ICC) is constituted at group level consisting of such members and representatives as prescribed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 read with the rules made thereunder.

The details of Complaints received under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, are as below:

Sr. No.	Particulars	Details
1	Sexual Harassment Complaints received	Nil
2	Sexual Harassment Complaints disposed off	Nil
3	Number of Sexual Harassment Complaints pending beyond 90 days	Nil

xiv. Disclosure by listed entity and its subsidiaries of Loans and advances in the nature of loans to firms/ companies in which directors are interested: Please refer Note No. 34 of the Standalone Financial Statement of the Company and Note No. 35 of the Consolidated Financial Statement of the Company.

xv. Details of material subsidiaries of the listed entity in the financial year 2025-26; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries:

As on March 31, 2026, there is no material subsidiary of the Company.

xvi. The disclosures in relation to adoption of discretionary requirements as specified in Part E of Schedule II is not applicable to the Company pursuant to SEBI notification dated March 27, 2025.

(7) <u>CEO/ CFO Certification:</u>

The CEO/CFO have certified to the Board, inter alia the accuracy of financial statements and adequacy of internal controls for the financial year ended March 31, 2026. The said certificate is annexed to and forms part of this Report.

For and on behalf of A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377

Aditi Mittal
Executive Director
DIN: 00698397

Date: August 06, 2026
Place: Mumbai

DECLARATION ON COMPLIANCE WITH THE CODE OF CONDUCT

The Company has adopted a Code of Conduct for Directors and Senior Management, which is posted on the website of the Company. The Code lays down, in detail, the standards of business conduct, ethics, and governance. The Board Members and Senior Management Personnel have affirmed compliance with the Code of Conduct in respect of the Financial Year 2025-26.

For A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN: 00698377)

Place: Mumbai
Date: May 14, 2026

CERTIFICATE FROM THE MANAGING DIRECTOR AND CHIEF FINANCIAL OFFICER

To,

The Board of Directors

A. K. Capital Finance Limited

601-602, 6th Floor, Windsor, Off CST Road, Kalina,

Santacruz - (East), Mumbai – 400 098

We, the undersigned, in the capacity of Managing Director of A. K. Capital Finance Limited **("Company")**, certify that:

A. We have reviewed the Audited Standalone and Consolidated Financial Statements of the Company for the financial year ended March 31, 2026 and certify that:
   1. The Financial Statements do not contain any untrue statement or omit any fact or contain statements that might be misleading;
   2. The Financial Statements present a true and fair view of the Company's affairs. Further, the Financial Statements are prepared and maintained in compliance with applicable Indian Accounting Standards (IND AS) and other applicable laws and regulations.

B. No transaction entered into by the Company during the year which is fraudulent, illegal or violate of the Company's code of conduct.

C. Company has efficient internal controls for financial reporting and that regular evaluation of the effectiveness of internal control systems of the Company pertaining to financial reporting has been ensured and there has been no deficiency in the design or operation of such internal controls of which I am aware.

D. We have indicated to the auditors and the Audit Committee that there are:
   1. No significant change in internal control over financial reporting during the year;
   2. Pursuant to the applicable law for the time being in force, the Company has adopted IND AS for preparations of the financial statements and that requisite disclosure with respect to accounting policies have been disclosed in the notes to the financial statements; and
   3. There has been no instance of significant fraud.

For A. K. Capital Finance Limited

A. K. Mittal **Managing Director** **(DIN: 00698377)**	**Mahesh Bhootra** **Chief Financial Officer**

Place: Mumbai
Date: May 14, 2026

To,
The Members of
A. K. Capital Finance Limited
601-602, 6th Floor, Windsor,
Off CST Road, Kalina, Santacruz, Mumbai -400 098

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of A. K. Capital Finance Limited having **(CIN: U51900MH2006PLC214277)** and having registered office at 601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz , Mumbai - 400 098 (hereinafter referred to as 'the Company'), produced before us, by the Company for the purpose of issuing this Certificate.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its Officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending March 31, 2026 have been debarred or disqualified from being appointed or continuing as Directors of the Company, by the Securities and Exchange Board of India, Ministry of Corporate Affairs or any such other Statutory Authority:

Sr. No.	Name of the Director	Designation	Date of Last Appointment	DIN
1	Mr. Vinod Kumar Kathuria	Non-Executive Independent Director & Chairperson	18-12-2023	06662559
2	Mr. A.K. Mittal	Managing Director	30-11-2012	00698377
3	Ms. Aditi Mittal	Executive Director	02-12-2022	00698397
4	Ms. Bindu Darshan Shah	Non-Executive Independent Director	28-03-2024	07131459
5	Mr. Deepak Maheshwari	Non-Executive Independent Director	06-02-2023	00750047
6	Mr. Dipesh Mehta	Non-Executive Independent Director	31-01-2026	07479438

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Ragini Chokshi & Co,
Company Secretaries

Umashankar K. Hegde
Partner
M.No- ACS 22133 # C.P. No-11161
UDIN: A022133G000342772
ICSI Unique Code: P1988MH05 6900
Peer Review Certificate No -4166/2023

Place: Mumbai
Date: 14/05/2026

MANAGEMENT DISCUSSION AND ANALYSIS REPORT

OVERVIEW OF INDIAN ECONOMY:

The global economy remained resilient through much of 2025 despite an increasingly complex macroeconomic environment marked by evolving trade dynamics, geopolitical uncertainties and divergent regional growth trends. Technology-led investments, resilient labour markets and relatively supportive financial conditions underpinned economic activity, although the momentum moderated during the latter part of the year. Escalating trade tensions, with tariff rates reaching multi-decade highs, prompted businesses to accelerate imports in anticipation of higher trade barriers, resulting in significant front-loading of global trade. As these effects gradually dissipated, global growth softened amid persistent policy uncertainty and supply chain adjustments.

According to the International Monetary Fund (IMF), global GDP growth stabilised at **3.4% in 2025** and is projected to moderate to **3.1% in 2026** before improving marginally to **3.2% in 2027**. While growth remains below historical averages, the global economy continues to demonstrate resilience despite successive economic and geopolitical shocks.

Global Macroeconomic Indicators:

Indicator	2025	2026E*	2027E*
Global GDP Growth (%)	3.4	3.1	3.2
Advanced Economies (%)	1.9	1.8	1.7
Emerging Markets & Developing Economies (%)	4.4	3.9	4.2
Global Inflation (%)	4.1	4.4	3.7
Global Trade Growth (%)	5.1	2.8	3.8

*E: Estimated

Source: IMF World Economic Outlook Update, April 2026.

Economic performance continued to vary across regions. The United States experienced slower growth as elevated borrowing costs, higher input prices and policy uncertainty weighed on business investment despite a resilient labour market. China's economy continued to face structural headwinds from a subdued property sector and trade-related challenges, while the Euro Area recorded modest growth amid weak industrial production and energy market volatility. In contrast, India remained one of the fastest-growing major economies, supported by strong domestic consumption, manufacturing expansion and sustained public infrastructure investment.

GDP Growth Across Major Economies (2025):

Economy	GDP Growth (%)	Key Growth Drivers
India	~6.3–6.5	Strong domestic demand, manufacturing growth and government capital expenditure
China	~4.0	Consumption recovery offset by property sector weakness and trade headwinds
United States	~1.8–1.9	Resilient labour market amid policy uncertainty and softer investments
Euro Area	~1.0	Weak industrial output, subdued consumer spending and energy price volatility

The global disinflation trend became less synchronised during 2025 as geopolitical developments and higher energy prices interrupted the easing cycle witnessed in several economies. The outbreak of conflict in the Middle East during early 2026 further intensified supply chain disruptions and commodity price pressures, resulting in a temporary rise in global inflation expectations.

Reflecting these differing economic conditions, central banks adopted varied monetary policy approaches. While the U.S. Federal Reserve initiated a gradual easing cycle following signs of moderating inflation and a softer labour market, the European Central Bank and the Bank of England accelerated policy rate cuts to support economic activity. In contrast, the Bank of Japan continued to normalise monetary policy, raising interest rates to address domestic inflationary pressures and strengthen currency stability

Monetary Policy Snapshot:

Central Bank	Policy Stance (2025–26)	Key Focus
U.S. Federal Reserve	Gradual Rate Cuts	Balancing inflation control with slowing economic growth
European Central Bank	Rate Cuts	Supporting economic recovery amid weak demand
Bank of England	Rate Cuts	Addressing moderating inflation and slower growth
Bank of Japan	Rate Hikes	Policy normalisation and inflation management

Global financial markets remained broadly stable despite heightened geopolitical risks and trade fragmentation. Capital continued to flow towards economies with strong macroeconomic fundamentals, while artificial intelligence, digital transformation and advanced manufacturing emerged as key drivers of productivity, investment and long-term competitiveness.

Looking ahead, the global economic outlook remains cautiously optimistic. Although geopolitical conflicts, elevated public debt levels, commodity price volatility and trade fragmentation continue to pose downside risks, sustained investments in technology, infrastructure and structural reforms are expected to support medium-term growth. In an increasingly multipolar global environment, economic resilience will continue to depend on prudent policymaking, innovation and the ability to adapt to evolving global challenges.

OVERVIEW OF INDIAN ECONOMY:

India continued to stand out as one of the world's fastest-growing major economies during FY 2025–26, demonstrating resilience amid a challenging global environment characterised by geopolitical uncertainties, evolving trade dynamics and volatile commodity prices. The economy was supported by robust domestic consumption, sustained public investment, healthy private sector participation and a stable macroeconomic framework, reinforcing its position as a key driver of global economic growth.

According to the Economic Survey 2025–26, India's GDP expanded by **7.4%** during the year, underpinned by strong household consumption and continued investment activity. Government initiatives aimed at enhancing manufacturing competitiveness, expanding digital infrastructure and improving the ease of doing business continued to strengthen the country's long-term growth potential, while policy support remained focused on improving productivity and fostering private sector participation.

Key Macroeconomic Indicators – India:

Indicator	FY 2025–26
GDP Growth	7.4%
Fiscal Deficit (% of GDP)	4.3%
Capital Expenditure (Union Budget 2026–27)	₹12.2 lakh crore
IMF Growth Forecast (2026)	6.5%

Source: Economic Survey 2025–26, Union Budget 2026–27 and IMF.

The Union Budget 2026–27 reaffirmed the Government's commitment to balancing fiscal discipline with growth-oriented investments. A continued emphasis on infrastructure development, logistics, digital public infrastructure and manufacturing is expected to enhance productive capacity, crowd in private investments and improve the overall competitiveness of the economy. The budgeted capital expenditure of **₹12.2 lakh crore**, together with a targeted fiscal deficit of **4.3% of GDP,** reflects a calibrated approach towards sustaining economic momentum while preserving macroeconomic stability.

India's economic fundamentals remained robust throughout the year. Strong tax collections, a well-capitalised banking system, resilient financial markets and healthy credit growth continued to support economic activity. At the same time, increasing formalisation of the economy, rapid digital adoption and rising disposable incomes strengthened consumer demand and expanded financial inclusion, providing a solid foundation for broad-based and sustainable growth.

Key Growth Drivers:

Growth Driver	**Outlook**
Domestic Consumption	Supported by rising incomes and improving consumer confidence
Infrastructure Investment	Continued government focus on transport, logistics and urban development
Manufacturing	Driven by policy initiatives and capacity expansion
Digital Economy	Accelerating digital adoption and technology-led productivity
Financial Sector	Healthy banking system, improving credit demand and strong financial inclusion

Despite global headwinds, India's relatively strong domestic demand and prudent macroeconomic management have enabled it to remain resilient. The International Monetary Fund (IMF) projects the Indian economy to grow by **6.5% in 2026**, positioning it among the fastest-growing major economies globally.

Looking ahead, India's medium-term growth outlook remains favourable. Continued policy reforms, infrastructure investments, expanding manufacturing capabilities and increasing private sector participation are expected to sustain investment activity and consumption-led growth. Supported by strong macroeconomic fundamentals and a rapidly evolving digital ecosystem, the economy is well positioned to create significant opportunities across industries, including financial services, manufacturing and consumer-driven sectors.

INDUSTRY STRUCTURE AND DEVELOPMENTS:

The Indian financial services sector continued to demonstrate resilience and adaptability during FY 2025-26, supported by sustained economic growth, improving domestic consumption, robust infrastructure investments, rapid digital transformation, and a stable regulatory framework. India's GDP growth remained among the highest globally, driven by government capital expenditure, private sector investments, and increasing formalisation of the economy. The financial sector played a pivotal role in facilitating credit expansion, enhancing financial inclusion, and supporting the country's long-term growth aspirations.

Within the financial ecosystem, Non-Banking Financial Companies (NBFCs) continued to serve as an important pillar of the credit delivery mechanism by catering to customer segments and sectors that are underserved by traditional banking institutions. NBFCs have established themselves as critical intermediaries by providing customised financing solutions to retail customers, small and medium enterprises (SMEs), infrastructure projects, real estate, and capital market participants.

During FY 2025-26, the NBFC sector witnessed healthy credit growth, supported by sustained demand across retail lending, vehicle finance, MSME financing, housing finance, and corporate lending. Asset quality across the sector remained broadly stable, aided by prudent underwriting standards, improved collections, enhanced risk management practices, and strengthening capital positions. Digital lending, data analytics, artificial intelligence, and technology-enabled customer acquisition continued to transform business models, improve operational efficiency, and enhance customer experience.

The Reserve Bank of India (RBI) continued to strengthen the regulatory architecture for NBFCs through its scale-based regulatory framework, enhanced governance standards, stronger risk management practices, and increased emphasis on capital adequacy, liquidity management, cybersecurity, and customer protection. While regulatory compliance requirements have increased, these measures have contributed to strengthening the resilience and long-term sustainability of the sector.

The domestic debt capital markets also remained active during the year, supported by healthy corporate fund-raising, diversified investor participation, and increasing demand for structured financing solutions. Companies increasingly accessed capital through bonds, debentures, securitisation, and other market-linked instruments, creating significant opportunities for investment banking and debt advisory businesses.

Despite a positive macroeconomic environment, the industry continued to face challenges arising from global geopolitical uncertainties, fluctuating interest rates, inflationary pressures in certain economies, evolving regulatory expectations, and increased competitive intensity from banks, fintech companies, and digital lending platforms. Consequently, maintaining prudent risk management, portfolio diversification, adequate liquidity buffers, and operational efficiency remained key priorities across the sector.

Looking ahead, the long-term outlook for the Indian NBFC industry remains favourable. Continued government focus on infrastructure development, manufacturing, MSME growth, financial inclusion, digital public infrastructure, increasing formalisation of the economy, and expanding credit penetration are expected to drive sustained demand for financial services. The adoption of advanced technologies, coupled with sound governance and disciplined risk management, is expected to further strengthen the sector's ability to support India's economic growth.

OUTLOOK OF THE COMPANY:

The long-term outlook for the Indian financial services sector remains positive, supported by strong macroeconomic fundamentals, increasing credit demand, expanding financial inclusion, continued infrastructure development, digital transformation, and a stable regulatory framework. As the economy continues to grow and capital markets deepen, well-governed NBFCs are expected to play an increasingly important role in meeting the evolving financing requirements of businesses and individuals.

Against this backdrop, A. K. Capital Finance Limited ("Company" or "AKCFL") remains well positioned to capitalise on emerging opportunities by leveraging the strong market presence, diversified financial services platform, and established client relationships of the A.K. Capital Group. The Company will continue to pursue profitable and sustainable growth across its business segments while maintaining a prudent approach to risk management and capital allocation.

During the year ahead, the Company will focus on conservative lending practices, disciplined asset-liability management, active liquidity management, and capital conservation to ensure financial resilience amid evolving market conditions. The business teams will continue to strengthen key customer relationships while expanding the Company's structured finance portfolio and selectively pursuing attractive opportunities in the debt capital markets.

The Company will also continue to emphasise balanced and measured growth by maintaining high asset quality, strengthening risk management practices, enhancing operational efficiency, and leveraging digital technologies and data analytics to improve customer experience and decision-making. In addition, AKCFL will seek to maximise cross-selling opportunities across the A.K. Capital Group's integrated financial services platform, enabling it to deliver comprehensive financial solutions to its clients.

Backed by a strong governance framework, prudent underwriting standards, experienced management, and a customer-centric approach, the Company remains confident of delivering sustainable long-term value to its stakeholders while preserving financial strength and adapting to the evolving business and regulatory environment.

SWOT Analysis:

a) Strengths

- Strong brand name and established market presence in the financial services sector.
- Experienced senior management team with stability at the leadership level and deep industry expertise.
- Well-defined and scalable organizational structure based on product specialization, territorial reach, and process knowledge.
- Consistent financial track record with moderate growth in Assets Under Management (AUM) and a healthy capital base.
- Strong relationships with public and private sector banks, financial institutions, investors, and corporate clients, enabling effective business sourcing and execution.
- Robust risk management, liquidity management, and asset-liability management practices that support sustainable growth.
- Diversified capabilities in structured finance and customized lending solutions backed by prudent credit appraisal processes.

b) Weaknesses

- Business growth is closely linked to the overall GDP growth and macroeconomic performance of the country.
- Any adverse change in the financial health or creditworthiness of borrowers may directly impact the Company's asset quality and financial performance.
- Dependence on wholesale funding sources may expose the Company to fluctuations in funding costs and liquidity conditions.
- Relatively smaller scale compared with large banks and leading NBFCs may limit market reach and pricing flexibility.

c) Opportunities

- The Company anticipates steady and consistent growth in its loan book, supported by increasing demand for credit across sectors.
- The Company is focusing on extending loans to unrated or lower-rated entities that face challenges in obtaining financial assistance from banks and other financial institutions. Management believes that many of these businesses possess strong growth potential and innovative business models, creating opportunities to expand the loan portfolio while supporting underserved segments.
- To safeguard against the risks associated with such lending, the Company intends to maintain stringent credit appraisal standards, impose robust loan covenants, and undertake continuous monitoring of the loan portfolio.
- Greater emphasis on maintaining asset quality, automation of processes, effective utilization of structured financing solutions, and strengthening the capital base is expected to enhance operational efficiency and support sustainable growth.
- Increasing infrastructure investment, corporate financing requirements, and demand for customized financial solutions present significant opportunities for business expansion.
- Digital transformation and technology-driven credit assessment can improve customer acquisition, operational efficiency, and risk management.
- Cross-selling opportunities through existing relationships with banks, institutions, and investors can further diversify revenue streams.

d) Threats

- Persistent inflationary pressures may increase borrowing costs, reduce credit demand, and affect repayment capacity of borrowers.
- Geopolitical uncertainties and global economic disruptions may adversely impact financial markets and business sentiment.
- Increasing competition from captive finance companies, small finance banks, commercial banks, fintech companies, and other NBFCs may exert pressure on margins and market share.
- The evolving regulatory landscape, including stricter compliance and reporting requirements, may increase operational costs and compliance burden.
- Rising interest rates, liquidity constraints, and volatility in capital markets could impact funding costs and profitability.
- Any deterioration in asset quality or increase in credit defaults due to adverse economic conditions may negatively affect the Company's financial performance.

SEGMENT–WISE OR PRODUCT-WISE PERFORMANCE:

During FY 2025-26, the Company continued to maintain a diversified asset portfolio comprising corporate lending and investments in fixed income securities. The Company's business strategy remained focused on balancing lending activities with treasury investments while maintaining strong capital adequacy and prudent risk management.

1. Lending Business

The Company's total lending portfolio stood at **₹849.97 crore (Ind AS basis)** as on 31 March 2026.

Corporate lending continued to remain the Company's principal business segment, accounting for over **94%** of the lending portfolio. The Company maintained its strategy of providing structured credit solutions primarily to corporates and financial institutions while selectively expanding lending opportunities in other borrower categories.

Further, the secured loan portfolio constituted approximately 96% of the total loan book (₹819.22 crore out of **₹849.97** crore), demonstrating the Company's conservative credit approach and focus on secured lending.

2. Investment Portfolio

The Company continued to maintain a significant treasury and investment portfolio.

Total investments stood at approximately: **₹2,194.06 crore**

Major components:

Investment Category	**Amount**
Debentures and bonds	₹1,379.80 crore
Government securities	₹621.92 crore
Equity investments	₹45.22 crore
Pass Through Certificates (PTC's)	₹147.12 crore

Sector-wise, investments were diversified across:

- Government Securities and State Development Loans
- Banking Sector
- NBFCs
- Microfinance Institutions
- Housing Finance Companies
- Non-Financial Corporates
- Pass Through Certificates (PTCs)
- Equity investment in Subsidiary

This diversification reduced concentration risk while providing stable treasury income.

3. Borrowing Profile

The Company's total borrowings, including TREPS, stood at **₹2,511.69 crore** as on 31 March 2026.

Borrowing Source	**Amount (₹ Crore)**
Non-Convertible Debentures	862.61
Bank Term Loans	585.91
Bank Working Capital	281.94
NBFC Term Loans	113.61
Public Sector Undertaking	82.62
NBFC Working Capital	30.00
TREPS	555.00
Total	**2,511.69**

The Company maintained a diversified funding mix across banks, NBFCs, debt capital markets and money market borrowings. The lower cost of TREPS funding helped optimize the Company's overall cost of funds.

4. Asset Quality and Risk Profile

The Company continued to maintain a high-quality balance sheet supported by prudent credit underwriting and a predominantly secured loan portfolio.

Key highlights include:

- Cash & Government Securities carried **0% risk weight,** providing strong liquidity support.
- Capital Adequacy Ratio (CRAR) remained strong at **35.63%**, significantly above the regulatory minimum, reflecting a robust capital position to support future business growth.

Overall Performance

During FY 2025-26, the Company maintained a balanced business model with a strong focus on corporate lending and fixed-income investments. The loan portfolio remained predominantly secured, while the investment portfolio was well diversified across sovereign and high-quality debt instruments. A diversified liability profile, competitive cost of borrowings, strong capital adequacy of 35.63%, and disciplined risk management practices enabled the Company to sustain financial stability and remain well positioned to capitalize on future growth opportunities while maintaining prudent asset quality and liquidity standards.

KEY RISKS & CONCERNS:

As a diversified financial services company operating across multiple asset classes and client segments, A.K. Capital Finance Limited ("AKCFL") is exposed to various risks inherent in its lending and financial services business. The Company has established a comprehensive Enterprise Risk Management (ERM) framework supported by robust governance, internal controls, periodic monitoring, and Board oversight to identify, assess, mitigate, and monitor these risks. The key risks faced by the Company are as follows:

a) Credit Risk

Credit risk represents the possibility of financial loss arising from a borrower's or counterparty's failure to meet its contractual obligations. AKCFL's credit risk framework encompasses comprehensive pre-sanction due diligence, periodic credit assessments, collateral evaluation, portfolio monitoring, and independent credit review mechanisms.

The Company maintains prudent exposure limits across borrowers, sectors, and counterparties to avoid concentration risk. Careful selection and continuous monitoring of collateral, regular portfolio reviews, and proactive risk management have enabled the Company to maintain strong asset quality with **NIL delinquencies as on March 31, 2026.**

b) Market Risk

Market risk arises from fluctuations in interest rates, equity prices, debt securities, credit spreads, foreign exchange rates, and other market variables that may adversely impact the Company's earnings or portfolio value.

The Company has implemented a comprehensive market risk management framework that includes monitoring of portfolio positions, Value at Risk (VaR), duration analysis, sensitivity analysis, exposure limits, and early warning indicators. Regular reviews by management ensure timely corrective actions whenever prescribed limits are approached or breached.

c) Liquidity and Asset Liability Management Risk

Liquidity risk refers to the inability to meet financial obligations as they become due without incurring unacceptable losses.

The Company maintains a robust Asset Liability Management (ALM) framework under the oversight of the Asset Liability Committee (ALCO). Liquidity positions, funding concentrations, maturity profiles, and asset-liability mismatches are regularly monitored to ensure adequate liquidity buffers for business operations and unforeseen contingencies. Funding strategies are continuously aligned with the Company's asset profile to maintain a balanced maturity structure.

d) Interest Rate Risk

Interest rate risk arises from adverse movements in market interest rates, which may affect the Company's Net Interest Income (NII), borrowing costs, and overall profitability.

The ALCO actively manages interest rate risk through periodic gap analysis, repricing strategies, balance sheet planning, and continuous monitoring of interest rate sensitivities. Borrowing and lending portfolios are structured to minimize repricing mismatches and preserve margins under varying interest rate scenarios.

e) Operational Risk

Operational risk arises from failures in internal processes, people, systems, or external events. It includes fraud risk, legal risk, process failures, human errors, third-party risks, environmental events, and physical disruptions.

The Company has established an operational risk management framework comprising standardized operating procedures, maker-checker controls, internal audits, risk-based monitoring, employee training, and continuous process reviews. These measures support compliance with the Companies Act, 2013 requirements relating to adequate internal financial controls and their operating effectiveness. The Company also maintains a comprehensive Business Continuity Plan (BCP), which is periodically tested to ensure operational resilience.

f) Business and Strategic Risk

Business and strategic risks arise from changes in economic conditions, competitive dynamics, customer preferences, regulatory developments, technological disruption, and strategic execution.

The Company mitigates these risks through business diversification across products, customer segments, industries, and geographies, while maintaining disciplined growth, prudent provisioning policies, balanced asset-liability management, and continuous evaluation of emerging business opportunities.

G) Reputation Risk

The Company's reputation is fundamental to sustaining stakeholder confidence and long-term business growth. Reputation risk may arise from adverse publicity, governance failures, customer grievances, regulatory actions, operational lapses, or poor financial performance.

AKCFL manages this risk through strong corporate governance practices, a comprehensive Code of Conduct, transparent stakeholder communication, effective customer grievance redressal mechanisms, and adherence to high ethical standards. Continuous engagement with customers, investors, regulators, employees, and other stakeholders helps reinforce trust and protect the Company's reputation.

h) Technology and Cybersecurity Risk

Rapid technological advancements and increasing digitalization have significantly transformed financial services while simultaneously increasing cybersecurity threats.

The Company continues to invest in modern technology infrastructure, layered security architecture, cybersecurity controls, access management systems, disaster recovery capabilities, and business continuity arrangements. User access is governed through role-based authorization, independent provisioning, and privileged access controls. The Company continuously enhances its cyber resilience framework to mitigate risks relating to malware, ransomware, phishing, denial-of-service attacks, data breaches, and other cyber threats through continuous monitoring, vulnerability assessments, and periodic security reviews.

i) Compliance and Regulatory Risk

The financial services sector operates within an evolving regulatory environment governed by the Reserve Bank of India (RBI), Securities and Exchange Board of India (SEBI), the Companies Act, 2013, and other applicable laws and regulations.

The Company maintains a comprehensive Compliance Policy and dedicated compliance function to monitor regulatory developments, advise business functions, review products and processes prior to implementation, conduct periodic compliance testing, and update internal policies in line with evolving regulatory requirements. Regular certifications, monitoring, and internal audits further strengthen the Company's compliance framework.

j) Macroeconomic Risk

The Company's performance is influenced by macroeconomic factors such as GDP growth, inflation, interest rate movements, liquidity conditions, geopolitical developments, fiscal policies, and global financial market volatility. Economic slowdowns or adverse market conditions may impact borrower creditworthiness, capital market activity, and demand for financial services.

The Company continuously monitors macroeconomic developments and incorporates stress testing, scenario analysis, and portfolio diversification into its risk management practices to enhance resilience under varying economic conditions.

k) Counterparty Risk

Counterparty risk arises from the possibility that financial institutions, market intermediaries, borrowers, or other counterparties may fail to fulfill their contractual obligations.

The Company manages this risk through stringent counterparty selection, exposure limits, periodic financial reviews, diversification of counterparties, and continuous monitoring of market developments.

l) Environmental, Social and Governance (ESG) Risk

Increasing focus on sustainable finance, climate-related risks, and ESG expectations from regulators, investors, and other stakeholders may influence business operations and investment decisions. Physical and transition risks associated with climate change may indirectly affect borrowers and counterparties.

The Company continues to monitor evolving ESG developments and progressively integrates sustainability considerations into its governance and risk management framework.

Overall Risk Management Framework

The Company's risk management framework is designed to proactively identify, assess, monitor, and mitigate risks across all business functions. Oversight is provided by the Board of Directors and its Committees, supported by senior management through clearly defined policies, internal controls, independent assurance functions, regular stress testing, and continuous monitoring. This integrated approach enables the Company to maintain financial resilience, operational stability, regulatory compliance, and sustainable long-term growth while safeguarding stakeholder interests.

Details of significant changes in key financial ratios along with explanation

The key financial ratios of the Company along with explanation for significant changes (i.e., for change of 25% or more as compared to the immediately previous financial year will be termed as 'significant changes'), has been provided hereunder:

Sr. No.	Particulars	Financial Year 2025-26	Financial Year 2024-25
1.	Debt Equity Ratio	2.51	2.81
2.	Net profit margin %	19.84	20.31
3.	Return on average net worth	8.09	8.54
Sector specific equivalent ratios			
4.	Gross Stage 3 (%)	NIL	NIL
5.	Net Stage 3 (%)	NIL	NIL
6.	Capital to risk-weighted assets ratio (%)	35.63	31.64

Notes:

1. Debtors Turnover Ratio, Interest Coverage Ratio, Operating profit margin %, Inventory Turnover Ratio and Current Ratio are not applicable to the Company.

Disclosure of Accounting Treatment:

These standalone financial statements have been prepared in accordance with Indian Accounting Standards **("Ind AS")** notified under section 133 of the Companies Act 2013 **("the Act")**, read with the Companies (Indian Accounting Standards) Rules, 2015 as amended along with other relevant provisions of the Act, the updated Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025 as amended from time to time and other applicable RBI circulars/notifications. The Company uses accrual basis of accounting in preparation of financial statements (other than Statement of Cash Flows) except in case of significant uncertainties.

The standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention except for certain financial instruments which are measured at fair values, and on the basis of accounting principle of a going concern in accordance with generally accepted accounting principles **("GAAP")**. Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The Financial Statements are presented in Lakhs or decimal thereof unless otherwise specified.

Accounting policies have been consistently applied except where a newly issued accounting standard initially adopted or a revision to an existing accounting standard required a change in the accounting policy hitherto in use.

With effect from April 1, 2017, the Company has adopted all the Ind AS and the adoption was carried out in accordance with Ind AS 101 First time adoption of Indian Accounting Standards, with April 1, 2017 as the transition date. The transition was carried out from Indian Accounting Principles generally accepted in India as prescribed under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014 (IGAAP), which was the previous GAAP.

The standalone financial statements have been presented in accordance with Schedule III-Division III General Instructions for Preparation of financial statements of a Non-Banking Financial Company (NBFC) that is required to comply with Ind AS.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY:

A.K. Capital Finance Limited **("AKCFL")** has established a comprehensive and robust internal control framework commensurate with the size, scale, and complexity of its business operations. The Company's internal control systems are designed to safeguard assets, ensure the accuracy and reliability of financial reporting, promote operational efficiency, facilitate compliance with applicable laws and regulations, and support effective risk management and corporate governance.

The internal control environment is built on clearly defined organizational structures, documented policies and standard operating procedures, delegated authority matrices, maker-checker mechanisms, segregation of duties, and periodic management reviews. The framework encompasses all key business functions, including credit appraisal and monitoring, treasury operations, investments, finance and accounting, information technology, procurement, regulatory compliance, and customer servicing.

The Company has a robust Internal Audit and Control framework that independently evaluates the adequacy and effectiveness of internal controls across all business units and functions. The Internal Audit and Control function adopts a risk-based audit approach and is responsible for assessing compliance with internal policies, operating procedures, regulatory requirements, and governance standards. Internal audits are conducted on a quarterly basis through a combination of independent external audit firms and an experienced in-house audit team. In addition, selected operational processes are subject to concurrent audits to provide continuous assurance over critical business activities. The audit methodology and scope are periodically reviewed and strengthened to enhance audit effectiveness, relevance, and timeliness.

The internal control procedures include comprehensive authorization controls through defined delegation of authority, adherence to approved authorization matrices, segregation of roles and responsibilities, maker-checker controls, independent reconciliations, third-party confirmations, physical verification of assets, exception reporting, and preventive compliance checks. The Company also maintains robust controls over accounting processes, financial reporting, investments, treasury operations, customer transactions, and information systems to ensure the integrity and reliability of financial information.

Credit risk management is supported by well-defined underwriting standards, comprehensive due diligence, collateral evaluation, independent credit appraisal, portfolio monitoring, exposure limits, and periodic reviews. These controls enable prudent credit decision-making, effective monitoring of borrower performance, and timely identification of emerging credit risks.

The Company has also implemented a robust Asset Liability Management (ALM) framework under the supervision of the Asset Liability Committee (ALCO), which periodically reviews liquidity positions, funding profiles, maturity mismatches, interest rate sensitivities, and capital adequacy. This framework enables proactive management of liquidity and interest rate risks while ensuring compliance with applicable regulatory requirements.

Technology forms an integral component of the Company's internal control environment. Layered information security architecture, role-based access controls, privileged access management, cybersecurity monitoring, automated system validations, regular vulnerability assessments, data backup protocols, disaster recovery arrangements, and a comprehensive Business Continuity Plan (BCP) provide resilience against operational disruptions and cyber threats. The BCP and disaster recovery framework are periodically tested to ensure business continuity under adverse scenarios.

The internal audit function follows Generally Accepted Auditing Practices, Internal Auditing Standards, and analytical audit procedures. Audit coverage includes enterprise-wide risk assessment, detailed process reviews, evaluation of internal financial controls, verification of accounting records and supporting documentation, review of statutory compliances, examination of related party transactions, system audits, asset verification, assessment of compliance with accounting standards, and adherence to applicable laws, regulations, RBI guidelines, Companies Act, 2013, SEBI regulations, and other statutory requirements. Audit observations, together with management responses and corrective action plans, are periodically reviewed by the Audit Committee of the Board until satisfactory closure.

The Audit Committee provides independent oversight of the Company's financial reporting process, internal financial controls, risk management framework, internal and statutory audit functions, and regulatory compliance. The Committee regularly reviews significant audit observations, monitors implementation of corrective actions, evaluates the effectiveness of the internal control framework, and provides strategic guidance to further strengthen governance practices.

AKCFL has institutionalized a strong compliance culture across the organization, recognizing that transparency, integrity, and stakeholder confidence are fundamental to sustainable business growth. A centralized Compliance Department continuously monitors adherence to applicable laws, regulatory requirements, and internal policies while providing advisory support to business functions on evolving regulatory matters. The Compliance function also oversees implementation of key governance policies, including the Code of Conduct, Prevention of Insider Trading Policy, Anti-Money Laundering (AML) framework, Know Your Customer (KYC) requirements, and other compliance programmes under the guidance of the Board of Directors.

In addition, the Company maintains a robust whistle-blower mechanism, fraud risk management framework, customer grievance redressal system, periodic compliance certifications, employee awareness programmes, and continuous monitoring initiatives to reinforce a culture of ethics, accountability, and operational excellence across the organization.

Based on the reviews conducted by the management, Internal Audit function, statutory auditors, and the Audit Committee during the year under review, the Board is of the opinion that the Company has adequate internal financial controls with reference to financial statements, and that such controls were operating effectively throughout the financial year. The Company remains committed to continuously strengthening its governance, internal control, risk management, and compliance framework through process automation, digital transformation, evolving technology solutions, and adoption of industry best practices to support sustainable and responsible growth.

DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE:

The financial performance of A. K. Capital Finance Limited during FY 2025-26 reflects the impact of its operational strategy of expanding lending activities, maintaining a high-quality investment portfolio, strengthening capital position, and efficiently managing liquidity and funding requirements.

1. Growth in Core Business Operations

The Company's operational performance remained focused on its NBFC activities, comprising lending operations, investment activities, and related financial services.

During FY 2025-26:

The Company maintained a healthy lending portfolio with total advances of approximately **₹849.97 crore.**

The loan portfolio remained fully performing, with:

- **Gross NPAs: Nil**
- **Net NPAs: Nil**
- No Stage 3 assets under Ind AS 109 classification.

The absence of stressed assets indicates effective credit underwriting practices, prudent risk management, and strong monitoring of borrowers.

2. Revenue and Profitability Performance

The Company recorded strong operational income growth during FY 2025-26.

Key financial indicators:

Particulars	FY 2025-26
Profit before tax	₹98.94 crore
Income tax expense	₹25.41 crore
Effective tax rate	25.69%

The profitability performance was supported by:

- Growth in fee and commission income.
- Income from financial services activities.
- Returns generated from investment operations.
- Efficient management of funding costs and operating expenses.

This indicates improvement in business activity and increased operational throughput.

3. Lending Operations and Asset Quality

The lending portfolio remained stable and demonstrated strong credit performance.

Operational highlights:

- Total advances increased compared with the previous year.
- Secured lending constituted the majority of the portfolio:

Category	Amount
Secured advances	₹819.22 crore
Unsecured advances	₹30.75 crore
Total advances	**₹849.97 crore**

The Company maintained conservative lending practices, with only a small portion of unsecured advances.

Expected credit loss provisioning under Ind AS 109 remained low:

- Stage 1 assets: ₹849.97 crore
- Expected credit loss provision: ₹3.47 crore

This reflects strong borrower quality and effective portfolio management.

4. Investment Operations

The Company continued to maintain a significant treasury and investment portfolio.

Total investments stood at approximately: **₹2,194.06 crore**

Major components:

Investment Category	Amount
Debentures and bonds	₹1379.80 crore
Government securities	₹621.92 crore
Pass Through Certificates (PTC)	₹147.12 crore
Equity investments	₹45.22 crore

The investment strategy supported:

- Liquidity management.
- Stable treasury income.
- Deployment of surplus funds.

The high proportion of government securities and debt instruments indicates a focus on maintaining liquidity and capital preservation.

5. Funding and Liquidity Management

Operational expansion was supported through diversified funding sources.

Major funding sources included:

- Secured non-convertible debentures.
- Term loans.
- Working capital facilities.
- CCIL borrowings.

Total borrowings were approximately: **₹2,511.69 crore**

The Company maintained adequate liquidity through:

- Investment portfolio.
- Government securities holdings.
- Asset-liability management framework.

The Asset Liability Committee (ALCO) and Risk Management Committee continued to monitor liquidity and market risks.

6. Capital Strength and Business Expansion Capability

The Company maintained a strong capital base.

Capital adequacy:

Parameter	FY2025-26
CRAR	35.63%
Tier I Capital Ratio	35.50%

The strong capital position provides:

- Capacity for future business growth.
- Protection against unexpected credit losses.
- Compliance with RBI regulatory requirements.

7. Operational Efficiency and Risk Management

Operational performance was supported by effective governance and risk controls.

During FY 2025-26:

- No RBI penalties were imposed.
- No frauds were reported.
- No covenant breaches occurred.
- No regulatory violations were identified.
- No material impairment of non-financial assets was observed.

The Company continued to strengthen its operational framework through:

- Credit risk assessment.
- Portfolio monitoring.
- Liquidity risk management.
- Regulatory compliance systems.

Overall Assessment

The financial performance of A. K. Capital Finance Limited during FY 2025-26 was supported by stable operational performance, strong asset quality, increased fee-based income, and prudent treasury management.

The Company demonstrated:

Positive operational factors

- Strong growth in revenue-generating activities.
- Healthy lending portfolio.
- Zero reported NPAs.
- Strong capital adequacy.
- Adequate liquidity position.

Areas requiring continued focus

- Managing dependence on wholesale funding.
- Monitoring funding concentration.
- Maintaining asset quality while expanding lending operations.
- Managing refinancing requirements of upcoming NCD maturities.

Overall, the Company's FY 2025-26 performance indicates a **well-capitalized NBFC with stable operational execution, disciplined risk management, and sustainable financial performance.**

HUMAN RESOURCES:

At A.K. Capital Finance Limited, employees continue to remain one of the most valuable assets of the organization and play a critical role in supporting the Company's business objectives, operational effectiveness and long-term sustainability. As a financial services institution, the Company recognizes that its success is closely linked to the knowledge, expertise, commitment and ethical conduct of its employees.

The Company remains committed to developing a capable and engaged workforce by providing opportunities for professional growth, continuous learning and skill enhancement. The Company strives to create a workplace environment that promotes collaboration, innovation, accountability and a healthy work-life balance, enabling employees to perform effectively while contributing towards the Company's objectives and serving its customers efficiently.

As on March 31, 2026, the Company had 148 employees on its payroll. The Company continues to focus on strengthening its human capital by attracting competent professionals, nurturing talent and aligning employee capabilities with evolving business requirements in the financial services sector.

Diversity & Inclusion

A.K. Capital Finance Limited believes that diversity and inclusion contribute significantly towards building a stronger and more effective organization. The Company follows a fair and transparent approach in recruitment and employee development, providing equal opportunities based on merit, skills and potential.

The Company encourages an inclusive workplace culture where employees from diverse backgrounds can contribute their perspectives, ideas and expertise. Such an environment enables the Company to better understand the requirements of its customers and the changing dynamics of the financial services industry.

The Company's Management Trainee programme provides opportunities to young professionals from management and professional institutes. The programme focuses on developing fresh talent through structured learning, practical exposure and mentoring by experienced professionals, thereby creating a pool of skilled resources for future requirements.

As on March 31, 2026, the total employee strength of the Company stood at 148 employees, comprising 97 male employees and 51 female employees. The presence of a significant number of women employees reflects the Company's continued focus towards promoting diversity and providing equitable opportunities across the organization.

The Company believes that gender diversity contributes positively towards a balanced workplace culture, enhanced collaboration and effective decision-making. The Company remains committed to maintaining an inclusive work environment where employees across genders can contribute meaningfully and build successful professional careers.

Teamwork & Leadership

The Company believes that teamwork, collaboration and shared responsibility are essential for achieving sustainable business growth. Employees across different functions work collectively by leveraging their respective expertise and contributing towards common organizational goals.

A culture of ownership and leadership is encouraged throughout the organization, enabling employees to take initiative, demonstrate accountability and contribute towards improving operational efficiency. The Company continues to identify and nurture individuals who demonstrate professional competence, commitment and alignment with organizational values.

Employee Engagement & Capability Development

The Company recognizes that continuous employee engagement and capability development are essential for maintaining a motivated and productive workforce. Various initiatives are undertaken to encourage employee interaction, strengthen team relationships and enhance professional development.

The Company organizes employee engagement activities, including annual sports events such as cricket tournaments involving employees across functions, which help promote teamwork, interpersonal relationships and cross-functional collaboration.

Birthday celebrations, festive gatherings and team outings provide opportunities for employees to connect beyond their regular work responsibilities and contribute towards creating a positive and inclusive workplace culture.

The Company also encourages learning and knowledge-sharing initiatives to enhance employee capabilities and ensure that employees remain equipped to address the changing requirements of the financial services industry.

Industrial Relations & Workplace Culture

The Company maintains cordial and constructive relations with its employees and believes that a positive workplace environment is essential for sustainable growth. The Company promotes open communication, mutual respect and professional conduct across all levels of the organization.

As an NBFC, the Company's operations are largely driven by intellectual capital, financial expertise, risk assessment capabilities and customer relationship management. Accordingly, the Company places strong emphasis on maintaining a culture of integrity, compliance and responsible business practices.

The Company continues to invest in strengthening its human resource capabilities, improving employee engagement and developing a skilled workforce capable of supporting its business growth, regulatory responsibilities and commitment towards its customers, lenders and debt security holders.

CONCLUDING COMMENTS:

The Company has built adequate liquidity buffer to pay all its liabilities over the period of next six months. The Company continues to focus on lending and investment to small companies for onward lending to SME and MSME customers. The Company will enhance its product basket with new structured products catering to a larger universe. We, therefore, expect to generate greater customer acquisition, higher customer loyalty, more profitable cross-selling and better margins for each of our businesses. Simply put, FY2026 should be at least as good as Fy2025.

CAUTIONARY STATEMENT:

This report contains forward-looking statements extracted from reports of Government Authorities / Bodies, Industry Associations etc., available in the public domain, which may involve risks and uncertainties including, but not limited to, economic conditions, government policies, dependence on certain businesses, and other factors. Actual results, performance, or achievements could differ materially from those expressed or implied in such forward-looking statements. This report should be read in conjunction with the financial statements included herein and the notes thereto. The Company does not undertake to update these statements.

For and on behalf of A. K. Capital Finance Limited

A. K. Mittal	Vinod Kumar Kathuria
Managing Director	Independent Director (Chairperson)
DIN: 00698377	DIN: 06662559

Date: August 6, 2026

Place: Mumbai

INDEPENDENT AUDITOR'S REPORT

To the Members of
A.K. Capital Finance Limited

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone Ind AS financial statements of A.K. Capital Finance Limited ("the Company") which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity, and the Statement of Cash Flows for the year then ended and notes to the standalone financial statements including a summary of material accounting policies and other explanatory information (hereinafter 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 prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, its profit, total 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 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and Rules thereunder and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Standalone Financial Statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the standalone financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters, we have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's response
1	**Measurement of investments in accordance with Ind AS 109 "Financial Instruments"** On initial recognition, investments are recognized at fair value, in case of Investments which are recognised at fair value through profit and loss (FVTPL) subsequently, its transaction cost is recognised in the statement of profit and loss. In other cases, the transaction costs are attributed to the acquisition value of the investments. The Company's investments are subsequently classified into following categories based on the objective of its business model to manage the cash flows and options available in the standard: • Debt instruments at amortised cost • Debt instruments and other instruments at fair value through profit or loss (FVTPL) • Equity instruments measured at fair value through other comprehensive income FVTOCI The Company has assessed following two business model: - • Held to collect contractual cash flows • Realising cash flows through the sale of investments. The Company makes decisions based on the assets' fair values and manages the assets to realise those fair values.	**Principal Audit Procedures** • Obtained an understanding of Company's business model assessment in accordance with Ind AS 109; • Evaluated the Company's assessment of business model; • Obtained an understanding of the determination of the measurement of the investments and tested the reasonableness of the significant judgments applied by the management; • Evaluated the design of internal controls relating to the measurement and also tested the operating effectiveness of the aforesaid controls; • Checked that the Company has used valuation methodology that is appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs, also checked the reasonableness of judgements & assumptions • Obtained and assessed the valuation certificate issued by Independent Chartered Accountant in practice in respect of fair value of investments; and • Assessed the appropriateness of the disclosure in the standalone financial statements in accordance with the applicable financial reporting framework.

Sr. No.	Key Audit Matter	Auditor's response
	Since valuation of investments involves critical assumptions, significant risk in valuation and complexity in assessment of business model and fair valuation, the valuation of investments as per Ind AS 109 is determined to be a key audit matter in our audit of the standalone financial statements. Refer Note 1, 5, 6, 35, 36 and 39 to the Standalone financial statements.	
2	**IT systems and control** Financial accounting and reporting processes, especially in the financial services sector are fundamentally reliant on IT systems and IT controls to process significant transaction volumes, hence we identified IT systems and controls over financial reporting as a key audit matter for the Company. Automated accounting procedures and IT environment controls, which include IT governance, general IT controls over program development and changes, access to programs and data and IT operations, are required to be designed and to operate effectively to ensure reliable financial reporting.	**Principal Audit Procedures** • We tested the design and operating effectiveness of the Company's IT access controls over the information systems that are important to financial reporting and various interfaces, configuration, and other identified application controls. • We tested IT general controls (logical access changes management and aspects of IT operational controls). • We tested the Company's periodic review of access rights. We also tested requests of changes to systems for approval and authorization. • In addition to the above, we tested the design and operating effectiveness of certain automated controls that were considered as key internal controls over financial reporting.

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

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

Our opinion on the Ind AS standalone financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

Based on the work we have performed, if we conclude that there is a material misstatement of this other information then we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Directors' Responsibility for the Standalone Financial Statements

The Company's Management and the 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, financial performance including other comprehensive income, changes in equity, and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively forensuring 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, the Management and the 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 management either intends to liquidate the Company or to cease operation, or has no realistic alternative but to do so.

The 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, 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 financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Materiality is the magnitude of misstatements in the standalone financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

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

Report on Other Legal and Regulatory Requirements

(1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, we give in "Annexure 1", a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

(2) As required by section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;

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

c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, 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 Ind AS specified under section 133 of the Act;

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

f. With respect to the adequacy of the internal financial controls with reference to financial statements of the Company and the operating effectiveness of such controls, we give our separate report in "Annexure 2".

g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

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

(i) The Company does not have any pending litigations which would impact its financial position;

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

(iii) There is no amount required to be transferred to the Investor Education and Protection Fund by the Company.

(Iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries

(b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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 the audit procedures that has been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

(v) The interim dividend declared and paid by the Company during the year and until the date of its audit report is in accordance with section 123 of the Companies Act, 2013.

As stated in Note 62 to the standalone financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

(vi) Based on our examination which included test checks, 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. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.

The Company is using independent software's for debt securities and payroll processing which are not integrated with the accounting system of the Company. Based on the output of these software's, the Company account for the entries related to debt securities and payroll on a timely basis. Accordingly, in our view, the reporting under Rule 11(g) is not applicable in respect of such software.

Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration No. 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

UDIN: 26423629JGVKQN8133

Date: May 14, 2026
Place: New Delhi

ANNEXURE 1 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of A.K. Capital Finance Limited on the Ind AS standalone financial statements for the year ended March 31, 2026]

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

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

(a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and relevant details of Right of Use assets.

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

(b) The Company has a regular process of physical verification of its property, plant and equipment and right of use assets under which the assets are physically verified, which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the process, the Company has conducted physical verification of all of its property, plant and equipment except immovable property during the year ended March 31, 2026 and no material discrepancies were noticed on such verification.

(c) The title deeds of all the immovable properties (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 included in property, plant and equipment are held in the name of the Company as at the balance sheet date.

(d) The Company has not revalued its Property, Plant and Equipment (and Right of Use assets) or intangible assets during the year.

(e) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder. Accordingly, reporting under clause 3(i)(e) of the Order is not applicable to the Company.

(ii) (a) The Company is in the business of providing loans, dealing in debt securities and investments and does not have any physical inventories. Accordingly, the provision of clause 3(ii)(a) of the Order is not applicable.

(b) The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. In our opinion, the quarterly returns or statements filed by the Company with such banks are in agreement with the books of account of the Company.

(iii) The Company has not provided guarantee or security or granted any advances in the nature of loans, secured or unsecured, to companies, firms, limited liability partnerships or any other parties during the year. The Company has made investments and granted loans to various parties in the normal course of its business as a Non-Banking Finance Company to companies during the year. The Company has not made investments and granted loans firms, Limited Liability Partnerships or other parties,

(a) The Company is a Non-Banking Finance Company, and its principal business is to give loans. Accordingly, reporting under clause 3(iii)(a) of the Order is not applicable to the Company.

(b) The terms and conditions of the grant of all loans are not, prima facie, prejudicial to the interest of the Company. The investments made are not, prima facie, prejudicial to the interest of the Company.

(c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated except for loan granted to one related party where the principal repayment of loan is not stipulated and the repayments or receipts are regular during the year.

(d) There is no overdue amount in respect of loans.

(e) The Company is a Non-Banking Finance Company, and its principal business is to give loans. Accordingly, reporting under clause 3(iii)(e) of the Order is not applicable to the Company.

(f) The company has granted loans which are repayable on demand to related parties as defined in clause (76) of section 2 of the Companies Act, 2013.

₹ in Lakhs

Particulars	All Parties	Promoters	Related Parties
Aggregate of loans outstanding		-	
- Repayable on demand (A)	-	-	-
- Agreement does not specify any terms or period of repayment (B)	-	-	-
Total (C=A+B)	-	-	-
Percentage of the total loans exposure	-	-	-

(iv) The Company has not granted any loans, made investments, or provided guarantees in contravention of provisions of section 185 of the Act. The Company has complied with the provisions of Section 186(1) of the Act, the other provisions of section 186 of the Act are not applicable to the Company.

(v) The Company has not accepted any deposits and there are no amounts which have been considered as deemed deposit within the meaning of sections 73 to 76 of the Act and the Companies (Acceptance of Deposits) Rules, 2014 (as amended). Accordingly, reporting under clause 3(v) of the Order is not applicable to the Company.

(vi) The Central Government has not specified maintenance of cost records under sub-section (1) of section 148 of the Act, in respect of Company's business activities. Accordingly, reporting under clause 3(vi) of the Order is not applicable.

(vii) (a) In our opinion, and according to the information and explanations given to us, the Company is generally 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, as applicable, with the appropriate authorities. Further, no undisputed amounts payable in respect thereof were outstanding at the year-end for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us, there are no statutory dues referred to in subclause (a) above that have not been deposited with the appropriate authorities on account of any dispute.

(viii) According to the information and explanations given to us, no transactions were surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961) which have not been recorded in the books of accounts.

(ix) (a) According to the information and explanations given to us, the Company has not defaulted in repayment of its loans or borrowings or in the payment of interest thereon to any lender.

(b) According to the information and explanations given to us and written 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 a willful defaulter by any bank or financial institution or other lender.

(c) In our opinion and according to the information and explanations given to us, money raised by way of term loans were applied for the purposes for which these were obtained.

(d) In our opinion and according to the information and explanations given to us, and on an overall examination of the financial statements of the Company, funds raised by the Company on short term basis have not been utilised for long term purposes.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary. The Company does not hold any investment in any associate or joint venture (as defined under Companies Act, 2013) during the year ended March 31, 2026.

(f) According to the information and explanations given to us, the Company has not raised any loans during the year on the pledge of securities held in its subsidiary. The Company does not hold any investment in any associate or joint venture (as defined under Companies Act, 2013) during the year ended March 31, 2026.

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

(b) During the year, the Company has made preferential allotment/private placement of Compulsorily Convertible Preference Shares (CCPS). In our opinion, the requirements of Sections 42 and 62 of the Companies Act, 2013 and rules framed thereunder have been complied with and the funds raised have been used for the purposes for which they were raised. According to the information and explanations given to us, the Company has not made any preferential allotment or private placement of fully, partially or optionally convertible debentures during the year.

(xi) (a) To the best of our knowledge and according to the information and explanations given to us, no fraud on or by the Company has been noticed or reported during the year, nor we have been informed of any such case by the Management.

(b) No report under section 143(12) of the Act has been filed with the Central Government for the period covered by our audit.

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

(xii) The Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it. Accordingly, reporting under clause 3(xii) of the Order is not applicable to the Company.

(xiii) In our opinion and according to the information and explanations given to us, all transactions entered into by the Company with the related parties are in compliance with sections 177 and 188 of the Act, where applicable. Further, the details of such related party transactions have been disclosed in the financial statements, as required under Indian Accounting Standard (Ind AS) 24, Related Party Disclosures specified in Companies (Indian Accounting Standards) Rules 2015 as prescribed under section 133 of the Act.

(Xiv)(a) In our opinion and according to the information and explanations given to us, the Company has an internal audit system as required under section 138 of the Act which is commensurate with the size and nature of its business.

(b) We have considered the reports issued by the Internal Auditors of the Company till date for the period under audit.

(xv) According to the information and explanation given to us, the Company has not entered into any non-cash transactions with its directors or persons connected with them and accordingly, provisions of section 192 of the Act are not applicable to the Company.

(xvi)(a) The Company is required to be registered under section 45-IA of the Reserve Bank of India Act, 1934 and such registration has been obtained by the Company.

(b) According to the information and explanations given to us, the Company has conducted Non-Banking Financial activities during the year under a valid Certificate of Registration (CoR) from the RBI as per the Reserve Bank of India Act, 1934.

(c) According to the information and explanations given to us, the company is not a core investment company (CIC) as defined in the regulations made by the rbi. accordingly, reporting under clause 3(xvi)(c) of the order is not applicable to the company.

(d) According to the information and explanations given to us, the company does not have more than one core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

(xvii) The Company has not incurred any cash loss in the current as well as the immediately preceding financial year.

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

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

(xx) (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII of the Companies Act, 2013 in compliance with second proviso to sub-section (5) of Section 135 of the Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable to the Company.

(b) The Company has not undertaken any ongoing projects in relation to its CSR activities. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable to the Company.

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

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration No. 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

UDIN: 26423629JGVKQN8133

Date: May 14, 2026
Place: New Delhi

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of A.K. Capital Finance Limited on the Ind AS standalone financial statements for the year ended March 31, 2026]

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

We have audited the internal financial controls over financial reporting of A.K. Capital Finance Limited ("the Company") as of March 31, 2026 in conjunction with our audit of the Ind AS standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration No. 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

UDIN: 26423629JGVKQN8133

Date: May 14, 2026
Place: New Delhi

AUDITOR'S ADDITIONAL REPORT

To

The Board of Directors

A.K. Capital Finance Limited,

601-602, 6th Floor, Windsor, Off CST Road,

Kalina, Santacruz (east), Mumbai- 400098

Report on the Financial Statements

We report that the statutory audit of A.K. Capital Finance Limited ("The Company") was conducted by us in pursuance of the provisions of the Companies Act, 2013 and we have annexed hereto a copy of our Audit Report dated May 14, 2026 with a copy of each of the audited balance sheet as at March 31, 2026, statement of profit and loss (including other comprehensive income), the statement of changes in equity and the statement of cash flows of the Company for the year ended on March 31, 2026 along with the documents declared by the relevant Act to be part of, or annexed to, the statement of profit and loss and the balance sheet.

In addition to the said report made under Section 143 of the Companies Act, 2013 ("the Act") on the financial statements of the Company for the year ended March 31, 2026 and as required by Non-Banking Financial Companies Auditor's Report (Reserve Bank) Directions, 2016 ('The Direction'), issued by the Reseve Bank of India ('RBI') vide notification No. DNBS PPD.03/66.15.001/2016-17/ dated 29th September 2016 pursuant to the powers conferred in therms of Sub-Section (1A) of Section 45MA of the Reserve Bank of India Act, 1934, we report on the matters specified in paragraphs 3 and 4 of the said Directions, to the extent applicable, as follows:

Management's Responsibility for the Financial Statements

The Company's management is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the state of affairs, profit and other comprehensive income, 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 accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

The Company's management is responsible for ensuring that the Company complies with the requirements of the RBI Master Direction (the 'Master Directions'). This responsibility includes the design, implementation and maintenance of internal control relevant to the compliance with the Master Directions.

Auditor's Responsibility

Pursuant to the requirements of the Directions, it is our responsibility to examine the books of account and records of the Company and report on the matters specified in the Directions, to the extent applicable to the Company.

We conducted our examination in accordance with the 'Guidance Note on Reports or Certificates for Special Purposes (Revised 2016)' issued by the Institute of Chartered Accountants of India. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the Institute of Chartered Accountants of India.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information, and Other Assurance and Related Services Engagements.'

Conclusion

Based on our examination of the financial statements as at and for the year ended March 31, 2026, books of account and records of the Company as produced for our examination and according to the information and explanations given to us, we further report that:

1. **Para 3(A)**

   i. The Company is engaged in the business of Non-Banking Financial Company as defined under clause (ii) of Section 45-IC of the Reserve Bank of India Act, 1934. The Company has obtained a Certificate of Registration numbered N-13.01991 from Mumbai R.O. of the Reserve Bank of India (RBI) dated May 24, 2011 as amended on January 15, 2019 issued by Mumbai Regional office for registration as a "Non-Banking Financial Company (not accepting public deposits)" in lieu of the earlier certificate no. N-05.06698 dated July 12, 2007 issued by Kolkata R.O. of the RBI.

   ii. On the basis of the financial statements for the year ended March 31, 2026 audited by us and as per Paragraph 37 and 38 of Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025, the Company is entitled to continue to hold such Certificate of Registration in terms of its asset pattern as on March 31, 2026.

   iii. Based on the net owned fund requirement as laid down in Paragraph 39 of Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025, the Company is meeting the required net owned fund requirement.

2. Para 3(B)

As indicated in Clause 1 above, since the Company has Certificate of Registration as "Non-Banking Financial Company Not Accepting Public Deposits", the matters referred to in Para 3(B) of the Directions are not applicable to the Company.

3. Para 3(C)

i. The Board of Directors has passed a resolution in the meeting of Board of Directors held on April 21, 2025 for the non-acceptance of any public deposits.

ii. The Company has not accepted any Public Deposit during the year.

iii. The Company has complied with the prudential norms relating to income recognition, accounting standards, assets classification and provisioning for bad and doubtful debts as applicable to it in terms of Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Income Recognition, Asset Classification and Provisioning) Directions, 2025, in the preparation of financial statements for the year ended March 31, 2026.

iv. The Company being a Systemically Important Non-Deposit taking NBFC as defined in Paragraph 3 (xxxi) of the Non-Banking Financial Company – Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 and now referred as NBFC-Middle Layer as referred in Paragraph A.2 of Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Registration, Exemptions and Framework for Scale Based Regulation) Directions, 2025.

a) The Capital adequacy ratio as disclosed in the return submitted to the RBI in form DNBS-03 has been correctly arrived at and such ratio is in compliance with the minimum capital to risk asset ratio ('CRAR') prescribed by RBI; and

b) The Company has furnished to the RBI, the statement of capital funuds, risk assets / exposures and risk asset ratio (DNBS-03) within the stipulated period.

V. Based on the criteria set forth by the RBI in Paragraph 8.3 of the Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Microfinance Institution) Directions, 2025, for classification of NBFC's as NBFC-MFI's, the Company is not classified as a Micro Finance Institution with reference to the business carried on by it during the year ended March 31, 2026.

4. Para 3(D)

Since as per RBI, the Company is required to hold Certificate of Registration, the matters referred to in Para 3(D) of the Directions are not applicable to the Company.

Restrictions of use

We have no responsibility to update this Report for events and circumstances occurring after the date of this report.

This report is issued pursuant to our obligations under Non-Banking Financial Companies Auditors' Report (Reserve Bank) Directions, 2016 to submit a report on additional matters as stated in the Directions of the RBI. Our report should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number.: 003304N/N500056

Manish Kumar
Partner
Membership No.: 423629

UDIN: 26423629FFIKMF7480
Date: May 14, 2026
Place: New Delhi

BALANCE SHEET AS AT MARCH 31, 2026

₹ in Lakhs

	Note No.	As at 31-03-2026	As at 31-03-2025
ASSETS			
(1) Financial assets			
(a) Cash and cash equivalents	2(a)	5,520.35	1,018.33
(b) Bank balances other than (a) above	2(b)	9.73	218.72
(c) Receivables			
(i) Trade Receivables	3	527.30	-
(d) Loans	4	84,650.62	64,615.74
(e) Investments	5	2,19,399.58	2,02,395.12
(f) Other financial assets	6	42,715.08	45,564.89
Total financial assets		**3,52,822.66**	**3,13,812.80**
(2) Non-financial assets			
(a) Current tax assets (net)		-	587.36
(b) Property, plant and equipment	7	1,906.25	1,864.43
(c) Intangible assets	8	56.22	22.03
(d) Other non financial assets	9	249.68	115.57
Total non-financial assets		**2,212.15**	**2,589.39**
TOTAL ASSETS		**3,55,034.81**	**3,16,402.19**
LIABILITIES AND EQUITY			
LIABILITIES			
(1) Financial liabilities			
(a) Trade payables	10		
(i) Total outstanding dues of micro enterprises and small enterprises		17.38	14.57
(ii) Total outstanding dues of creditors other than micro and small enterprises		76.39	269.12
(b) Debt securities	11	86,261.37	59,004.82
(c) Borrowings (other than debt securities)	12	1,64,907.98	1,71,024.20
(d) Other financial liabilities	13	2,732.06	3,565.32
Total financial liabilities		**2,53,995.18**	**2,33,878.03**
(2) Non-financial liabilities			
(a) Current tax liabilities (net)		323.72	-
(b) Provisions	14	281.52	237.06
(c) Deferred tax liabilities (net)	15	86.88	364.72
(d) Other non-financial liabilities	16	335.35	165.48
Total non-financial liabilities		**1,027.47**	**767.26**
TOTAL LIABILITIES		**2,55,022.65**	**2,34,645.29**
EQUITY			
(a) Equity share capital	17(a)	2,654.38	2,654.38
(b) Instruments entirely equity in nature	17(b)	14,250.00	-
(c) Other equity	17(c)	83,107.78	79,102.52
TOTAL EQUITY		**1,00,012.16**	**81,756.90**
TOTAL LIABILITIES AND EQUITY		**3,55,034.81**	**3,16,402.19**

Summary of material accounting policies and other explanatory information **1**

The accompanying notes (1 to 64) are an integral part of standalone financial statements
As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056
Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated : 14 May 2026

STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

Particulars	Note No.	Current Year 2025-2026	Previous Year 2024-2025
Revenue from operations			
Interest income	18	27,610.32	25,174.16
Fees and commission income	19	5,750.99	1,902.64
Net gain on fair value changes	20	3,620.30	6,208.59
Net gain on derecognition of financial instruments under amortised cost category	21	0.39	97.79
Total revenue from operations		**36,982.00**	**33,383.18**
Other income	22	78.26	13.53
Total income		37,060.26	**33,396.71**
EXPENSES			
Finance costs	23	18,534.10	17,516.20
Fees and commission expenses	24	1,785.37	1,615.55
Impairment on financial instruments (net)	25	65.71	30.19
Employee benefits expense	26	4,819.30	4,127.19
Depreciation and amortization	7, 8	337.44	373.62
Other expenses	27	1,624.39	1,362.42
Total expenses		**27,166.31**	**25,025.17**
Profit before exceptional items and tax		9,893.95	8,371.54
Exceptional items		-	-
Profit before tax		**9,893.95**	**8,371.54**
Tax expense:			
Current tax		2,829.00	1,510.00
Tax adjustment for earlier years		(10.62)	0.19
Deferred tax charge		(276.93)	79.72
Profit for the year [A]		**7,352.50**	**6,781.63**
Other comprehensive income, net of tax			
Item that will not to be reclassified to the statement of profit or loss		(3.64)	(22.88)
Less: Income tax expense on above		0.91	5.76
Other comprehensive income for the year [B]		**(2.73)**	**(17.12)**
Total comprehensive Income for the year [A+B]		**7,349.77**	**6,764.51**
Earnings per equity share (Rs.)	32		
Basic earnings per share		27.70	25.55
Diluted earnings per share		27.53	25.55
Face value per share (Rs.)		10.00	10.00

Summary of material accounting policies and other explanatory information 1

The accompanying notes (1 to 64) are an integral part of standalone financial statements
As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056
Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Place: Mumbai
Dated : 14 May 2026

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Cash flow from operating activities		
Profit before tax	9,893.95	8,371.54
Adjustment for:		
Depreciation and amortization	337.44	373.62
Loss on sale of property, plant and equipment	4.55	-
Gain on termination of lease	(25.39)	-
Amortisation of processing fees income	75.17	58.79
Other interest income	(9.77)	(15.66)
Net gain on fair value changes on investments	(918.80)	(4,484.02)
Net gain on derecognition of financial instruments under amortised cost category	(0.39)	(97.79)
Net gain on fair value changes on stock of securities - unrealised	(570.71)	(356.90)
Effective interest rate on held till maturity securities	1.52	0.59
Impairment on financial instruments	65.71	30.19
Other interest expenses	64.98	68.93
Movement in working capital:		
Decrease in trade payable and other financial liabilities	(713.44)	(2,213.49)
Decrease / (increase) in trade receivables and other financial assets	(89.44)	181.60
Increase in loans	(20,133.31)	(7,517.18)
Decrease/ (Increase) in stock of securities	2,964.58	(14,728.86)
Increase in other non financial assets	(67.12)	(236.92)
Increase in provision	40.82	3.86
Increase / (decrease) in other non financial liabilities	169.87	(49.21)
Cash used in operations	**(8,909.78)**	**(20,610.91)**
Income tax paid (net)	(1,924.71)	(1,888.64)
Cash used in operations [A]	**(10,834.49)**	**(22,499.55)**
Cash flow from investing activities		
Proceeds from sales / (payment for purchases) of investments (net)	(16,084.30)	(4,161.22)
Payment for acquisition of property, plant and equipments including capital advances	(430.04)	(23.53)
Payment for acquisition of intangible assets	(45.76)	-
Proceeds from redemption of fixed deposit	208.99	190.95
Proceeds from sale of Property, plant and equipments and asset held for sale	2.32	-
Cash used in investing activities [B]	**(16,348.79)**	**(3,993.80)**
Cash flow from financing activities		
Proceeds from long-term borrowings	85,919.45	99,900.00
Repayment of long-term borrowings	(60,402.24)	(75,979.83)
Proceeds from / (repayment) of short-term borrowings (net)	(4,455.03)	4,234.39
Repayment of lease liabilities	(245.96)	(222.82)
Interest paid on lease liabilities	(36.41)	(64.88)
Dividends paid	(3,344.51)	(2,019.01)
Proceeds from issue of preference share capital	14,250.00	-
Cash generated from financing activities [C]	**31,685.30**	**25,847.85**
Net (decrease)/increase in cash and cash equivalents [A+B+C]	**4,502.02**	**(645.50)**
Add: Cash and cash equivalents at the beginning of the year	1,018.33	1,663.83
Cash and cash equivalents at the end of the year	5,520.35	1,018.33

Refer Note 38 for changes in liability arising from financing activities

Summary of material accounting policies and other explanatory information (refer note 1)

The accompanying notes (1 to 64) are an integral part of standalone financial statements
As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056
Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated : 14 May 2026

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

A EQUITY SHARE CAPITAL

	Number of shares	Amount
Equity Shares		
Opening balance as at 01 April 2024	**2,32,93,750**	**2,329.38**
Changes in equity share capital due to prior period errors	-	-
Restated opening balance as at 01 April 2024	**2,32,93,750**	**2,329.38**
Issue of equity share capital due to Conversion of compulsory convertible preference share capital into equity share capital	32,50,000	325.00
At 31 March 2025	**2,65,43,750**	**2,654.38**
Opening balance as at 01 April 2025	**2,65,43,750**	**2,654.38**
Changes in equity share capital due to prior period errors	-	-
Restated opening balance at 01 April 2025	**2,65,43,750**	**2,654.38**
Issue of share capital	-	-
At 31 March 2026	**2,65,43,750**	**2,654.38**
Instruments entirely equity in nature		
Compulsory convertible preference shares		
Opening balance as at 01 April 2024	**65,00,000**	**6,500.00**
Changes in compulsory convertible preference share capital due to prior period errors	-	-
Restated opening balance as at 01 April 2024	65,00,000	6,500.00
Conversion of compulsory convertible preference share capital into equity share capital	**(65,00,000)**	**(6,500.00)**
At 31 March 2025	**-**	-
Opening balance as at 01 April 2025	-	-
Changes in compulsory convertible preference share capital due to prior period errors	-	-
Restated opening balance at 01 April 2025	-	-
Issue of share capital	1,42,50,000	14,250.00
At 31 March 2026	**1,42,50,000**	**14,250.00**

B OTHER EQUITY

₹ in Lakhs

Particulars	Reserves and surplus			Items of other comprehensive income		Total
	Special reserve	Securities premium	Retained earnings	Actuarial gain/ (loss) on defined benefits obligations	Equity instruments through other comprehensive income	
Opening balance as at 1 April 2024	**9,332.00**	**27,321.88**	**33,255.50**	**(99.12)**	**(1,628.24)**	**68,182.02**
Changes in accounting policy/prior period errors	-	-	-	-	-	**-**
Restated opening balance as at 1 April 2024	**9,332.00**	**27,321.88**	**33,255.50**	**(99.12)**	**(1,628.24)**	**68,182.02**
Profit for the year	-	-	6,781.63	-	-	**6,781.63**
Addition during the year	-	6,175.00	-	-	-	**6,175.00**
Other comprehensive income net of tax for the year	-	-	-	(17.12)	-	**(17.12)**
Transfer (to) /from reserves	1,357.00	-	(1,357.00)	-	-	**-**
Dividend paid on CCPS	-	-	(771.45)	-	-	**(771.45)**
Dividend paid on equity shares	-	-	(1,247.56)	-	-	**(1,247.56)**
Balance at 31 March 2025	**10,689.00**	**33,496.88**	**36,661.12**	**(116.24)**	**(1,628.24)**	**79,102.52**
Opening balance as at 1 April 2025	**10,689.00**	**33,496.88**	**36,661.12**	**(116.24)**	**(1,628.24)**	**79,102.52**
Changes in accounting policy/prior period errors	-	-	-	-	-	**-**
Restated opening balance at 01 April 2025	**10,689.00**	**33,496.88**	**36,661.12**	**(116.24)**	**(1,628.24)**	**79,102.52**
Profit for the year	-	-	7,352.50	-	-	**7,352.50**
Other comprehensive income net of tax for the year	-	-	-	(2.73)	-	**(2.73)**
Transfer (to) /from reserves	1,471.00	-	(1,471.00)	-	-	**-**
Dividend on equity shares	-	-	(3,344.51)	-	-	**(3,344.51)**
Balance at 31 March 2026	**12,160.00**	**33,496.88**	**39,198.11**	**(118.97)**	**(1,628.24)**	**83,107.78**

The accompanying notes (1 to 64) are an integral part of standalone financial statements
As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056
Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Place: Mumbai
Dated : 14 May 2026

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 1

CORPORATE INFORMATION

A. K. Capital Finance Limited (hereinafter referred to as the Company) was incorporated on February 3, 2006. It is a Subsidiary of A. K. Capital Services Limited; SEBI Category I Merchant Banker in India. The Company is registered with Reserve Bank of India as Middle Layer Company (NBFC). The Company is also member of the TREPS Segment of The Clearing Corporation of India Limited (CCIL) and the Company is classified as a Qualified Institutional Buyer (QIB) under SEBI (Issue of Capital and Disclosure Requirements) Regulations 2009 vide SEBI notification dated May 31, 2017. The Company is primarily involved in Debt Market and is into trading of Debt securities (Non-SLR) and Investment in Government securities (SLR) and other securities . The Company provides funding to the Corporates and other entities, thereby catering to the diversified needs of the clients. The Company also offers multitude of fee-based financial services to its Corporate and Institutional clients, across various business sectors. The registered address of the Company is situated at 601-602, 6th Floor, Windsor, Off CST Road, Kalina, Santacruz East, Mumbai - 400098. The standalone financial statements are approved for issue by the Company's Board of Directors on 14 May 2026.

1 Summary of material accounting policies and other explanatory information

1.01 Basis of preparation of standalone financial statements

These standalone financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act 2013 ("the Act"), read with the Companies (Indian Accounting Standards) Rules, 2015 as amended along with other relevant provisions of the Act, the updated Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023 as amended from time to time and other applicable RBI circulars/notifications. The Company uses accrual basis of accounting in preparation of financial statements (other than Statement of Cash Flows) except in case of significant uncertainties

The standalone financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention except for certain financial instruments which are measured at fair values, and on the basis of accounting principle of a going concern in accordance with generally accepted accounting principles (GAAP). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The Financial Statements are presented in Lakhs or decimal thereof (except for disclosures as required by the RBI Master Directions which are specifically stated and presented in crores or decimal thereof) unless otherwise specified.

The standalone financial statements have been presented in accordance with Schedule III-Division III General Instructions for Preparation of financial statements of a Non-Banking Financial Company (NBFC) that is required to comply with Ind AS.

1.02 Functional and presentation currency

Items included in the standalone financial statements of Company are measured using the currency of the primary economic environment in which the Company operates ("the functional currency"). Indian rupee is the functional currency of the Company. All amounts are rounded to two decimal places to the nearest lakh (except for disclosures as required by the RBI Master Directions which are specifically stated and presented in crores), unless otherwise stated.

1.03 Material accounting estimates, judgements and assumptions

The preparation of standalone financial statements in conformity of Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and contingent liabilities at the date of standalone financial statements, income and expenses during the year. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

Application of accounting policies that require critical accounting estimates, judgements and assumption having the most significant effect on the amounts recognised in the standalone financial statements are:

- Fair value of financial instruments
- Impairment of financial assets
- Measurement of defined employee benefit obligation
- Useful life of property, plant and equipment
- Business model assessment
- Provisions

1.04 Fair value measurement and heirachy

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

In the principal market for the asset or liability, or

In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

All assets and liabilities for which fair value is measured or disclosed in the standalone financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the standalone financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's Management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Company's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.05 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured,regardless of when the payment is being made. Revenue is measured at the transaction value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Ind AS 115 "Revenue from contracts with Customers" provides a control-based revenue recognition model and provides a five step application approach to be followed for revenue recognition.

A) Identify the contract(s) with a customer;

B) Identify the performance obligations;

C) Determine the transaction price;

D) Allocate the transaction price to the performance obligations;

E) Recognise revenue when or as an entity satisfies performance obligation.

Interest income

a) Under Ind AS 109, Interest income is recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial assets other than credit-impaired assets and financial assets classified as measured at fair value through Profit and loss (FVTPL).

   The EIR in case of a financial aset is computed

   a. As the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset.

   b. By considering all the contractual terms of the financial instruments in estimating the cash flows

   c. Including all fees received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premium or discounts.

Any subsequent changes in the estimation of the future cash flows is recognised in interest income with the corresponding adjustment to the carying amount of the assets.

Fees and commission income

Revenue from fee-based activities are recognized when the services are rendered. Fees earned from contract with customer is recognised as and when performance obligation is satisfied. Fees or compnents of fees that are linked to certain performance are recognised after fulfilling the corresponding criteria. Further income on loan foreclosure and prepayment are recognised on realisation

Net gain on fair value changes

Any differences between the fair values of financial assets classified as fair value through the profit or loss held by Company on the balace sheet date is recognised as an unrealised gain / loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL and debt instruments measured at Fair value through Other Comprehensive Income ("FVOCI") is recognised in net gain\loss on fair value changes.

However, net gain / loss on derecognition of financial instruments classified as amortised is presented separetely under the respective head in the Statement of Profit and Loss.

Dividend income

Dividend income is recognised

a. When the right to receive the payment is established.

b. it is probable that the economic benefits associated with the dividend will flow to the entity and

c. the amount of the dividend can be measured reliably

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

1.06 Taxes

The tax expense for the period comprises of current tax and deferred tax. Tax is recognised in the Statement of Profit and Loss except to the extent it relates to items recognised in the other comprehensive income or equity. In which case, the tax is also recognised in other comrehensive income or equity.

Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

Current income taxes are recognized in profit or loss except to the extent that the tax relates to items recognized outside profit or loss, either in other comprehensive income or directly in equity. Management periodically evaluates position taken in the tax returns with respect to situations in which applicable tax regulations are subjected to interpretation and establishes provisions, where appropriate.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the standalone financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised , based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exist to set-off current tax assets and current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

1.07 Property, plant and equipment

Property, plant and equipement are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent cost

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Depreciation

Depreciation on PPE is provided using the straight-line method at the rates specified in Schedule II to the Act. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Derecognition of assets

An item of property plant & equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the income statement when the asset is derecognised.

1.08 Intangible assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, are recognized in profit or loss as incurred.

Derecognition of assets

An item of intangible asset and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the income statement when the asset is derecognized.

Intangible assets comprising of Software are amortised on a straight line basis over its estimated useful life or maximum 5 years, whichever is shorter.

1.09 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

1.10 Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Company expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the company or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The contingent liability is not recognized in books of account but its existence is disclosed in standalone financial statements.

A contingent assets, where an inflow of economic benefits is probable, an entity shall disclose a brief description of the nature of the contingent assets at the end of the reporting period, and, where practicable, an estimate of their financial effect, measured using the principles set out for provisions in Ind AS 37.

1.11 Impairment of assets

a) Financial assets

<u>Overview of the ECL principles</u>

The Company records allowance for expected credit losses for all loans, other debt financial assets not held at FVTPL, together with financial guarantee contracts, in this section all referred to as 'financial instruments. Equity instruments are not subject to impairment under Ind AS 109.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Both Lifetime ECLs and 12-month ECLs are calculated on either an individual basis or a collective basis.

The Company has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Company does the assessment of significant increase in credit risk at a borrower level. If a borrower has various facilities having different past due status, then the highest days past due (DPD) is considered to be applicable for all the facilities of that borrower. In addition, the Company uses reasonable and supportable information on future economic conditions including macroeconomic factors. Since incorporating these forward looking information increases the judgment as to how the changes in these macroeconomic factor will affect ECL, the methodology and assumptions are reviewed regularly.

Based on the above, the Company categorises its loans into Stage 1, Stage 2 and Stage 3 as described below:

Stage 1

All exposures where there has not been a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date and that are not credit impaired upon origination are classified under this stage. The Company classifies all standard advances and advances up to 0-30 days default under this category. Stage 1 loans also include facilities where the credit risk has improved, and the loan has been reclassified from Stage 2.

Stage 2

All exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired are classified under this stage. Further financial assets past due for 31-90 days are classified under this stage. Stage 2 loans also include facilities where the credit risk has improved, and the loan has been reclassified from Stage 3.

Stage 3

All exposures assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred are classified in this stage. For exposures that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the effective interest rate to the amortised cost (net of provision) rather than the gross carrying amount. Further financial assets which are more than 90 days Past Due are considered as default for classifying financial instruments as credit impaired. If an event warrants a provision higher than as mandated under ECL methodology, the Company may classify the financial asset in Stage 3 accordingly.

The Company recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12 months ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized as an impairment gain or loss in the Statement of profit or loss.

Financial assets (and the related impairment allowances) are written off in full, when there is no realistic prospect of recovery. The Company may apply enforcement activities to certain qualifying financial assets written off.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

b) Non-financial assets

The Company assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset. unless the asset does not generate cash inflows that are largely independent of those from other assets.

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

1.12 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.

The classification depends on the contractual terms of the financial assets' cash flows and the Company's business model for managing financial assets which are explained below:

Business model assessment

The Company determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

(a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the entity's key management personnel

(b) The risks that affect the performance of the business model (and the financial assets held within that business model) and the way those risks are managed

(c) How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected)

(d) The expected frequency, value and timing of sales are also important aspects of the Company's assessment. The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account.

If cash flows after initial recognition are realised in a way that is different from the Company's original expectations, the Company does not change the classification of the remaining financial assets held in that business model but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

The Solely Payments of Principal and Interest (SPPI) test

As a second step of its classification process, the Company assesses the contractual terms of financial assets to identify whether they meet the SPPI test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium/ discount). In making this assessment, the Company considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

Financial assets

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instrument.

On initial recognition, a financial asset is recognised at fair value, except for trade receivable which are initially measured at transaction price. In case of Financial assets which are recognised at fair value through profit and loss (FVTPL), its transaction cost are recognised in the statement of profit and loss. In other cases, the transaction cost are attributed to the acquisition value of the financial asset. Financial assets, with the exception of loans and advances are initially recognised on the trade date, i.e., the date that the Company becomes a party to the contractual provisions of the instrument. Loans and advances are recognised when funds are disbursed to the customers. The classification of financial instruments at initial recognition depends on their purpose and characteristics and the management's intention when acquiring them.

Financial assets are subsequently classified as measured at

Amortised cost: Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortization of EIR and loss arising from impairment, if any is recognized in the Statement of Profit and Loss.

Fair value through profit and loss (FVTPL): A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, is recognised in the Statement of Profit and Loss.

Fair value through other comprehensive income (FVOCI): Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognized in OCI is reclassified from the equity to the Statement of Profit and Loss.

Financial assets are not reclassified subsequent to their recognition, except if and in the period the Company changes its business model for managing financial assets.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Receivables and Loans:

Trade receivables which are initially measured at transaction price and loans are recognised when funds are disbursed to the customers. Subsequently, these assets are held at amortised cost, using the effective interest rate (EIR) method net of any expected credit losses. The EIR is the rate that discounts estimated future cash income through the expected life of financial instrument.

Debt Instruments:

Debt instruments are initially measured at amortised cost, fair value through other comprehensive income ('FVOCI') or fair value through profit or loss ('FVTPL') till derecognition on the basis of (i) the entity's business model for managing the financial assets and (ii) the contractual cash flow characteristics of the financial asset.

(a) Measured at amortised cost: Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortisation of EIR and loss arising from impairment, if any is recognised in the Statement of Profit and Loss.

(b) Measured at fair value through other comprehensive income: Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity in the Statement of Profit and Loss.

(c) Measured at fair value through profit or loss: A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, except interest income and dividend income if any, recognized as 'Net gain on fair value changes ' in the Statement of Profit and Loss. Interest income /dividend income on financial assets measured at FVTPL is recognised separately from net gain on fair value changes in the statement of profit and loss.

Equity Instruments:

All investments in equity instruments other than investments in subsidiary companies classified under financial assets are initially measured at fair value , the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised as other income in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognised in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised in the Statement of Profit and Loss.

Derecognition

The Company derecognises a financial asset (or, where applicable, a part of a financial asset) when:

- The right to receive cash flows from the asset has expired such as repayments in the financial asset, sale of the financial asset etc.; or
- The Company has transferred its right to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under an assignment arrangement and the Company has transferred substantially all the risks and rewards of the asset. Once the asset is derecognised, the Company does not have any continuing involvement in the same.

A write-off of a financial asset constitutes a derecognition event.

On derecognition of a financial asset in its entirety, the difference between the carrying amount (measured at the date of derecognition) and the consideration received (including any new asset obtained less any new liability assumed) is recognised in the Statement of Profit and Loss.

Financial assets measured at amortised cost are generally held for collection of contractual cashflow. The Company on looking at economic viability of certain portfolios measured at amortised cost may enter into immaterial and infrequent transaction for sale of portfolios which doesn't affect the business model of the Company.

Write-off

Financial assets are written off when the Company has no reasonable expectation of recovery or expected recovery is not significant basis experience. Where the amount to be written off is greater than the accumulated loss allowance, the difference is recorded as an expense in the period of write-off

Financial Liabilities:

Initial recognition and measurement

Financial liabilities are recognized when the Company becomes a party to the contractual provisions of the instrument. All financial liabilities are recognised initially at fair value and in the case of borrowings trade payables and other financial liabilities, net of directly attributable transaction costs. The Company's financial liabilities include borrowings, trade payables and other financial liabilities.

Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.

(a) Borrowings: Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the EIR method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(b) Trade and Other Payables:

These amounts represent liabilities for goods and services provided to the Company prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. Trade and other payables are initially recognised at fair value and net of directly attributable transaction costs, and subsequently measured at amortised cost using the effective interest method

Derecognition

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires.

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability.

The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

1.13 Investments in equity instruments of subsidiaries

Investments in subsidiaries are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiaries, the difference between net disposal proceeds and carrying amounts are recognised in the Statement of Profit and Loss.

1.14 Segment Reporting:

Based on "Management Approach" as defined in Ind AS 108 -Operating Segments, the Chief Operating Decision Maker evaluates the Company's performance and allocates the resources based on an analysis of various performance indicators by business segments.

Segment Policies:

The Company prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the standalone financial statements of the Company as a whole. Common allocable costs are allocated to each segment on an appropriate basis.

Segment information

Companies whole business is being considered as one segment.

1.15 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, as they are considered an integral part of the Company's cash management.

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of noncash future, any deferrals or accruals of past or future operating cash receipts or payments and item of expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated

1.16 Retirement benefits

i) Defined contribution plans

In accordance with Indian Law, eligible employees receive benefits from Provident Fund, Pension Fund and Labour welfare fund which is defined contribution plan. In case of Provident fund, both the employee and employer make monthly contributions to the plan, which is administrated by the Government authorities, each equal to the specific percentage of employee's basic salary. The Company has no further obligation under the plan beyond its monthly contributions. Obligation for contributions to the plan is recognised as an employee benefit expense in the Statement of Profit and Loss when incurred.

ii) Defined benefit plans (Gratuity)

In accordance with applicable Indian Law, the Company provides for gratuity, a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The Gratuity Plan provides a lumsump payment to vested employees, at retirement or termination of employment, and amount based on respective last drawn salary and the years of employment with the Company. The Company's net obligation in respect of the Gratuity Plan is calculated by estimating the amount of future benefits that the employees have earned in return of their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service cost and the fair value of plan assets are deducted. The discount rate is yield at reporting date on risk free government bonds that have maturity dates approximating the terms of the Company's obligation. The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Company, the recognised asset is limited to the total of any unrecognised past service cost and the present value of the economic benefits available in the form of any future refunds from the plan or reduction in future contribution to the plan.

The Company recognises all remeasurements of net defined benefit liability/asset directly in other comprehensive income and presented within equity.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

iii) Short term benefits

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as a related service provided. A liability is recognised for the amount expected to be paid under short term cash bonus or profit sharing plans if the Company has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

iv) Compensated absences

The employees of the Company are entitled to leave as per the leave policy of the Company. The liability in respect of unutilized leave balances is provided at the end of year and charged to the statement of profit and loss.

1.17 Lease

As a lessee:

i) Right of use assets and Lease liability

The Company assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if it conveys the right to control the use of an identified asset for a period in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

a) the contract involves the use of an identified asset;

b) the Company has substantially all the economic benefits from use of the asset through the period of the lease; and

c) the Company has the right to direct the use of the asset.

Recognition and initial measurement

At the lease commencement date, the Company recognizes a Right-of-Use (“RoU”) asset and equivalent amount of lease liability. The rightof-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Company, an estimate of any costs to dismantle and remove the asset at the end of the lease (if any), and any lease payments made in advance of the lease commencement date (net of any incentives received).

Subsequent measurement

The Company depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Company also assesses the right-of-use asset for impairment when such indicators exist.

At the lease commencement date, the Company measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the notional borrowing rate. Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed payments). Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is re-measured to reflect any reassessment or modification, or if there are changes in the in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset or is recorded in statement of profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Presentation

Lease liability and right of use assets have been separately presented in the balance sheet and lease payments have been classified as financing cash flows.

The Company has elected to account for shortterm leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these leases are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

ii) De-recognition

An item of right of use assets and lease liability is de-recognized upon termination of lease agreement. Any difference between the carrying amount of right of use asset and lease liability is recognized in statement of profit or loss.

1.18 Earnings per share

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Company by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

1.19 Recent accounting pronouncements

The Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under the Companies (Indian Accounting Standards) Rules from time to time. During the year ended 31 March 2026, MCA has issued certain amendments to existing Ind AS, including amendments to Ind AS 1– Presentation of Financial Statements, Ind AS 7– Statement of Cash Flows, and Ind AS 109– Financial Instruments. These amendments primarily relate to disclosure requirements and clarifications.

The Company has evaluated the impact of these amendments and based on its assessment, there is no material impact on its financial statements. The Company will continue to monitor the impact of these amendments in future periods.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 2

(a) CASH AND CASH EQUIVALENTS

	As at 31-03-2026	As at 31-03-2025
Cash on hand	0.63	6.43
Balances with banks	5,519.72	1,011.90
	5,520.35	**1,018.33**

(b) BANK BALANCES OTHER THAN CASH AND CASH EQUIVALENTS

	As at 31-03-2026	As at 31-03-2025
Fixed deposits with bank*	9.73	218.72
	9.73	**218.72**

* Lien against overdraft accounts with banks and term loan accounts with financial institutions

NOTE - 3

TRADE RECEIVABLES

	As at 31-03-2026	As at 31-03-2025
Undisputed trade receivables considered good - unsecured	527.30	-
	527.30	**-**
Undisputed trade receivable - considered good		
Outstanding for following periods from due date of payment;		
Less than 6 months	527.30	-
6 months - 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
	527.30	**-**

a) There are no disputed receivables as on 31 March 2026 and 31 March 2025.
b) There are no unbilled revenues as on 31 March 2026 and 31 March 2025.

NOTE - 4

LOANS (AT AMORTISED COST)

	As at 31-03-2026	As at 31-03-2025
(A) Loans		
(i) Loans repayable on demand	-	3,000.00
(ii) Term loans	84,997.32	61,894.23
Total (A) -Gross	**84,997.32**	**64,894.23**
Less: Impairment loss allowance	346.70	278.49
Total (A) - Net	**84,650.62**	**64,615.74**
(B) Out of above		
(i) Secured by book debts and other assets	81,922.40	61,740.70
(ii) Unsecured	3,074.92	3,153.53
Total (B)-Gross	**84,997.32**	**64,894.23**
Less: Impairment loss allowance	346.70	278.49
Total (B)-Net	**84,650.62**	**64,615.74**
(C) Out of above		
(I) Loans in India		
(i) Public sector	-	-
(ii) Others	84,997.32	64,894.23
(II) Loans outside India	-	-
Total (C)- Gross	**84,997.32**	**64,894.23**
Less: Impairment loss allowance	346.70	278.49
Total(C)-Net	**84,650.62**	**64,615.74**
	84,650.62	**64,615.74**

Refer Note - 34 for related party disclosures
Refer Note - 48 C1 - 15

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 4 LOANS (AT AMORTISED COST)

4 (a) Summary of Effective interest rate impact on loans

₹ in Lakhs

Particular	As at 31-03-2026	As at 31-03-2025
Gross loans	85,279.76	65,101.50
Less: Effective interest rate Impact	282.44	207.27
	84,997.32	**64,894.23**

4 (b)Disclosure in relation to loans or advances in the nature of loans are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are;

(a) REPAYBLE ON DEMAND

Type of Borrower	As on 31 March 2026 Amount of loan or advance in the nature of loans outstanding (₹ In lakhs)	Percentage to the loan or advance in the nature of loans outstanding
Promoters	-	-
Directors	-	-
KMPs	-	-
Related parties	-	-

Type of Borrower	As on 31 March 2025 Amount of loan or advance in the nature of loans outstanding (₹ In lakhs)	Percentage to the loan or advance in the nature of loans outstanding
Promoters	-	-
Directors	-	-
KMPs	-	-
Related parties	3,000.00	4.62%

(B) The Company has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are without specifying any terms or period of repayment as on 31 March 2026 and 31 March 2025

4 (c) (a) Credit quality of assets

Particular	As at 31-03-2026	As at 31-03-2025
Stage 1	84,997.32	64,894.23
Stage 2	-	-
Stage 3	-	-

(b) (i) An analysis of changes in gross carrying amount and corresponding Impairment Loss allowances in relation to lending as at 31 March 2026 is as follows;

Particulars	Stage 1		Stage 2		Stage 3	
	Gross carrying amount	Impairment allowances	Gross carrying amount	Impairment allowances	Gross carrying amount	Impairment allowances
Gross carrying amount opening balance	**64,894.23**	**278.49**	**-**	**-**	**-**	**-**
New assets orginated / repaid (excluding write offs)	20,103.09	68.21	-	-	-	-
Transfer (to) / from Stage 1	-	-	-	-	-	-
Transfer (to) / from Stage 2	-	-	-	-	-	-
Transfer (to) / from Stage 3	-		-	-	-	-
Amount written off	-	-	-	-	-	-
Gross carrying amount closing balance	**84,997.32**	**346.70**	**-**	**-**	**-**	**-**

(b) (ii) An analysis of changes in gross carrying amount and corresponding Impairment Loss allowances in relation to lending as at 31 March 2025 is as follows;

Particulars	Stage 1		Stage 2		Stage 3	
	Gross carrying amount	Impairment allowances	Gross carrying amount	Impairment allowances	Gross carrying amount	Impairment allowances
Gross carrying amount opening balance	**57,441.09**	**240.64**	-	-	-	-
New assets orginated / repaid (excluding write offs)	7,453.14	37.85	-	-	-	-
Transfer (to) / from Stage 1	-	-	-	-	-	-
Transfer (to) / from Stage 2	-	-	-	-	-	-
Transfer (to) / from Stage 3	-	-	-	-	-	-
Amount written off	-	-	-	-	-	-
Gross carrying amount closing balance	**64,894.23**	**278.49**	-	-	-	-

Refer Note - 36 for methodology of impairment allowance

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 5

INVESTMENTS

₹ in Lakhs

As at 31-03-2026						
Particulars	Amortised cost	At fair value			At cost	Total
		Through other comprehensive Income*	Through profit or loss	Subtotal		
(I) Government securities	**-**	**-**	**62,191.96**	**62,191.96**	**-**	**62,191.96**
i) Quoted	-	-	62,191.96	62,191.96	-	62,191.96
(II) Debt securities	**1,290.30**	**-**	**1,36,689.94**	**1,36,689.94**	**-**	**1,37,980.24**
i) Quoted	1,290.30	-	1,36,689.94	1,36,689.94	-	1,37,980.24
(III) Pass through certificates	**35.27**	**-**	**14,676.83**	**14,676.83**	**-**	**14,712.10**
i) Quoted	-	-	13,936.11	13,936.11	-	13,936.11
ii) Unquoted	35.27	-	740.72	740.72	-	775.99
(IV) Equity instruments	**-**	**-**	**-**	**-**	**-**	**-**
i) Unquoted						
- in other companies	-	-	-	-	-	-
221,000 Equity shares of Neesa Leisure Limited of Rs.10 each*	-	-	-	-	-	-
(V) Others	**-**	**-**	**-**	**-**	**4,521.87**	**4,521.87**
- in subsidiaries	-	-	-	-	4,521.87	4,521.87
38,500,000 Equity shares of Family Home Finance Pvt. Ltd. of Rs 10 each	-	-	-	-	4,521.87	4,521.87
Total – Gross (A)	**1,325.57**	**-**	**2,13,558.73**	**2,13,558.73**	**4,521.87**	**2,19,406.17**
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	1,325.57	-	2,13,558.73	2,13,558.73	4,521.87	2,19,406.17
Total (B)	**1,325.57**	**-**	**2,13,558.73**	**2,13,558.73**	**4,521.87**	**2,19,406.17**
Less: Allowance for Impairment loss (C)	**6.59**	**-**	**-**	**-**	**-**	**6.59**
Total – Net D= (A)-(C)	**1,318.98**	**-**	**2,13,558.73**	**2,13,558.73**	**4,521.87**	**2,19,399.58**

₹ in Lakhs

As at 31-03-2025						
Particulars	Amortised cost	At fair value			At cost	Total
		Through other comprehensive Income*	Through profit or loss	Subtotal		
(I) Government securities	**-**	**-**	**76,201.14**	**76,201.14**	**-**	**76,201.14**
i) Quoted	-	-	76,201.14	76,201.14	-	76,201.14
(II) Debt securities	**1,152.72**	**-**	**1,19,827.19**	**1,19,827.19**	**-**	**1,20,979.91**
i) Quoted	1,152.72	-	1,19,827.19	1,19,827.19	-	1,20,979.91
(III) Pass through certificates	**701.29**	**-**	**-**	**-**	**-**	**701.29**
i) Unquoted	701.29	-	-	-	-	701.29
(IV) Equity instruments	-	-	-	-	-	-
i) Unquoted						
- in other companies	-	-	-	-	-	-
221,000 Equity shares of Neesa Leisure Limited of Rs.10 each*	-	-	-	-	-	-
(V) Others	-	-	-	-	4,521.87	4,521.87
- in subsidiaries	-	-	-	-	4,521.87	4,521.87
38,500,000 Equity shares of Family Home Finance Private Limited of Rs 10 each	-	-	-	-	4,521.87	4,521.87
Total – Gross (A)	**1,854.01**	**-**	**1,96,028.33**	**1,96,028.33**	**4,521.87**	**2,02,404.21**
(i) Investments outside India	-	-	-	-	-	-
(ii) Investments in India	1,854.01	-	1,96,028.33	1,96,028.33	4,521.87	2,02,404.21
Total (B)	**1,854.01**	**-**	**1,96,028.33**	**1,96,028.33**	**4,521.87**	**2,02,404.21**
Less: Allowance for Impairment loss (C)	9.09	-	-	-	-	9.09
Total – Net D= (A)-(C)	**1,844.92**	**-**	**1,96,028.33**	**1,96,028.33**	**4,521.87**	**2,02,395.12**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 6
OTHER FINANCIAL ASSETS

	As at 31-03-2026	As at 31-03-2025
(A) Stock of securities (Quoted)		
(measured at fair value through profit or loss)		
(I) Debt securities	29,838.72	41,514.21
(II) Exchange Traded Funds	2.27	-
(III) Government securities	9,279.35	-
Total (A)	**39,120.34**	**41,514.21**
(i) Stock of securities outside India	-	-
(ii) Stock of securities in India	39,120.34	41,514.21
Total (A)	**39,120.34**	**41,514.21**
(B) Other financial assets		
At amortised cost		
Deposits		
Earnest money deposits	2.00	3.00
Rental deposits -		
i) with relatives and directors	-	82.96
ii) with other parties	113.00	102.94
Other deposits	165.39	420.39
Receivable from/Balance with stock broker	141.84	-
Other receivables	9.04	8.64
At fair value through profit and loss account		
Interest accrued but not due on financial instruments	3,163.47	3,432.75
Total (B)	**3,594.74**	**4,050.68**
Total (A+B)	**42,715.08**	**45,564.89**

NOTE - 7
PROPERTY, PLANT AND EQUIPMENT

₹ in Lakhs

Particulars	Computers	Office equipments	Furniture and fixtures	Vehicles	Building Owner-occupied property	Leasehold Improvements	Building Right-of-use (Refer note 36)	Total
Cost								
Opening balance as at 01 April 2024	130.51	53.19	86.39	122.06	1,334.64	208.59	1,186.31	**3,121.69**
Additions	5.53	7.58	1.30	-	5.63	-	85.65	**105.69**
Disposals	-	-	-	-	-	-	-	**-**
As at 31 March 2025	**136.04**	**60.77**	**87.69**	**122.06**	**1,340.27**	**208.59**	**1,271.96**	**3,227.38**
Additions	255.65	7.23	0.85	184.94	-	-	111.26	**559.93**
Disposals	-	4.10	6.39	-	-	-	260.60	**271.09**
As at 31 March 2026	**391.69**	**63.90**	**82.15**	**307.00**	**1,340.27**	**208.59**	**1,122.62**	**3,516.22**
Depreciation:								
Opening balance as at 01 April 2024	99.11	24.12	43.83	81.46	148.81	77.68	528.66	**1,003.67**
Additions	22.38	8.61	8.59	14.69	22.95	49.06	233.00	**359.28**
Disposals	-	-	-	-	-	-	-	**-**
As at 31 March 2025	**121.49**	**32.73**	**52.42**	**96.15**	**171.76**	**126.74**	**761.66**	**1,362.95**
Additions	14.98	9.50	7.72	14.89	22.99	49.06	202.61	**321.75**
Disposals	-	2.13	1.49	-	-	-	71.11	**74.73**
As at 31 March 2026	**136.47**	**40.10**	**58.65**	**111.04**	**194.75**	**175.80**	**893.16**	**1,609.97**
Net Block								
As at 31 March 2025	**14.55**	**28.04**	**35.27**	**25.91**	**1,168.51**	**81.85**	**510.30**	**1,864.43**
As at 31 March 2026	**255.22**	**23.80**	**23.50**	**195.96**	**1,145.52**	**32.79**	**229.46**	**1,906.25**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 7 (CONTD.)

PROPERTY, PLANT AND EQUIPMENT

1) Vehicles include vehicles hypothecated against loan taken having net block of as at 31 March 2026 Rs. 70.27 lakhs (as at 31 March 2025 Rs.NIL)

2) Building include premises situated at Chennai mortgaged against non convertible debentures issued having net block as at 31 March 2025 Rs. 9.13 lakhs. However as at 31 March 2026 the said property is not mortagaged against non convertible debentures

3) The Company has not revalued any of its Property, Plant and Equipment (including Right-of-Use Assets).

4) The title deed of all immovable properties are held in the name of the Company

₹ in Lakhs

Description of item of property	Building	Building	Building	Building	Total
Gross carrying value	731.70	10.50	501.48	96.59	1,340.27
Title deeds held in the name of	Company	Company	Company	Company	Company
Whether title deed holder is relative of promoter/director or employee of promoter/director	No	No	No	No	No
Property held since which date	28-Mar-14	13-Jun-17	13-Jul-17	23-Nov-22	NA
Reason for not being held in the name of the Company	NA	NA	NA	NA	

₹ in Lakhs

NOTE - 8

INTANGIBLE ASSETS

	Software	Total
Cost		
Opening balance as at 01 April 2024	**102.22**	**102.22**
Additions	-	-
Disposals	-	-
As at 31 March 2025	**102.22**	**102.22**
Additions	49.88	49.88
Disposals	-	-
As at 31 March 2026	**152.10**	**152.10**
Accumulative amortisation:		
Opening balance as at 01 April 2024	**65.85**	**65.85**
Additions	14.34	14.34
Disposals	-	-
As at 31 March 2025	**80.19**	**80.19**
Additions	15.69	15.69
Disposals	-	-
As at 31 March 2026	**95.88**	**95.88**
Net book value:		
As at 31 March 2025	**22.03**	**22.03**
As at 31 March 2026	**56.22**	**56.22**

1) The Company has not revalued any of its Intangible Assets

₹ in Lakhs

NOTE - 9

OTHER NON-FINANCIAL ASSETS

	As at 31-03-2026	As at 31-03-2025
Balance with government authorities	1.11	1.31
Prepaid expenses	231.75	112.03
Other advances	16.82	2.23
Total	**249.68**	**115.57**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

	As at 31-03-2026	As at 31-03-2025
NOTE - 10		
TRADE PAYABLES		
Total outstanding dues of micro enterprises and small enterprises	17.38	14.57
Total outstanding dues of creditors other than micro and small enterprises	76.39	269.12
Total	**93.77**	**283.69**

Following disclosures as required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 has been made to the extent information available with the Company and the same have been relied upon by the auditors:

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	25.62	14.57
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprise Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
(iv) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006.	-	-
(v) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(vi) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006	-	-

Note - Principal amount remaining unpaid to any supplier as at the end of the accounting year are subsequently paid within due dates
Note - Principal amount remaining unpaid to any supplier as at the end of the accounting year includes amount payable to creditors for capital goods amounting to Rs. 8.24 Lakhs as at 31 March 2026; previous year Rs. NIL (Refer note 13) and the said amounts are subsequently paid within due dates.

Trade Payables ageing schedule as at 31 March 2026

₹ in Lakhs

Particular	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed dues - MSME	6.98	10.40	-	-	-
(ii) Undisputed dues - Others	2.45	73.77	0.17	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	**9.43**	**84.17**	**0.17**	**-**	**-**

Trade Payables ageing schedule as at 31 March 2025

₹ in Lakhs

Particular	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed dues - MSME	7.34	7.23	-	-	-
(ii) Undisputed dues - Others	2.43	266.23	0.46	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	**9.77**	**273.46**	**0.46**	-	**-**

(I) There are no unbilled disputed dues as on 31 March 2026 and 31 March 2025

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 11
DEBT SECURITIES (AT AMORTISED COST)

	As at 31-03-2026	As at 31-03-2025
Non-convertible debentures (Refer note no. 47)	86,261.37	59,004.82
Total (A)	**86,261.37**	**59,004.82**
Debt securities in India	86,261.37	59,004.82
Debt securities outside India	-	-
Total (B)	**86,261.37**	**59,004.82**

11 (a) The Company has registered all the charges towards outstanding secured debt securities issued outstanding as on 31 March 2026 and 31 March 2025. There is no satisfaction of charge pending on secured debt securities issued which are matured or repurchased during the financial year ended 31 March 2026 and 31 March 2025.

₹ in Lakhs

NOTE - 12
BORROWINGS (OTHER THAN DEBT SECURITIES) (AT AMORTISED COST)

	As at 31-03-2026	As at 31-03-2025
(A)Term loans		
(i) from banks#	58,521.65	62,250.93
(ii) from public sector undertaking - public financial institution##	8,262.23	8,717.85
(iii) from NBFCs###	11,360.62	8,912.58
(b) Loans repayable on demand		
(i) from banks*	28,194.03	34,842.84
(ii) from NBFC**	3,000.00	3,800.00
(c) Other loans		
Triparty repo dealing and settlement (TREPS)^	55,500.00	52,500.00
Vehicle Loan from bank^^	69.45	-
Total (A)	**1,64,907.98**	**1,71,024.20**
Borrowings in India	1,64,907.98	1,71,024.20
Borrowings outside India	-	-
Total (B)	**1,64,907.98**	**1,71,024.20**
Secured	1,64,907.98	1,71,024.20
Unsecured	-	-
Total (C)	**1,64,907.98**	**1,71,024.20**

Loan from banks are repayable in 6 semi-annually, 10 to 20 quarterly and 24 to 48 monthly installments along with interest from the date of loan. The loans are secured by Pari- passu first charge by way of hypothecation / assignment over the identfied business assets including current and future receivables of the Company, in favour of the security trustee.

Loan from public sector undertaking - public financial institution is repayable in 31 monthly installments after a principal moratorium period of 6 months along with interest from each tranche of disbursement. The loans are secured by exclusive charge by way of hypothecation on the identified book debts and receivables of the loans provided by the Company.

Loan from NBFC is repayable in 14 quarterly after a principal moratorium of 6 months and 24 monthly installments after principal moratorium of 2 months. The loans are secured by first pari passu charge by way of hypothecation over the identified "business assets" i.e. securities/receivables of the Company, in favour of the security trustee.

* (a) Loan repayable on demand from bank is secured against pledge/lien on government securities and other debt securities and demand promissory note. The Holding Company, A. K. Capital Services Limited has given corporate guarantee on loan taken by Company from banks as disclosed in Note 34 - Related Party Disclosure.

* (b) Loan against receivables is secured by first pari passu charge by way of hypothecation/ assignment over the identfied business assets including current and future receivables of the company, in favour of the security trustee.

** Loan from NBFCs is secured against pledge on approved list of debt securities of the NBFCs.

^ Loan from Triparty repo dealing and settlement (TREPS) is secured against lien on government securities and deposit.

^^ Vehicle loans from bank is repayable in 60 equated monthly installments along with interest from the date of loan. The loans are secured by hypothecation of motor vehicle purchased there against.

12 (a) The Company has used the borrowings from banks and financial institutions for the specific purpose for which it was sanctioned at the balance sheet date.

12 (b) The quarterly returns and / or statements of current assets filed by the Company with banks or financial institutions are in agreement with books of accounts and there is no discrepancies in the same.

12 (c) The Company is not declared a wilful defaulter by any bank or financial institution or other lender.

12 (d) The Company has registered all the charges towards secured borrowings outstanding as on 31 March 2026 and 31 March 2025. There is no satisfaction of charge pending on secured borrowings which are repaid during the financial year ended 31 March 2026 and 31 March 2025.

12 (e) There are no instances of breach of any covenant and security cover towards loan avalied or debt securities issued by the Company.

12 (f) Refer Note - 54

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 13
OTHER FINANCIAL LIABILITIES

	As at 31-03-2026	As at 31-03-2025
Interest accrued but not due on borrowings	2,207.22	2,760.92
Creditors for capital goods	28.79	-
Lease liabilities (Refer note no. 33)	272.81	605.30
Employee dues	223.24	199.10
Total	**2,732.06**	**3,565.32**

NOTE - 14
PROVISIONS

	As at 31-03-2026	As at 31-03-2025
Provision for employee benefits		
Gratuity (Refer note no.41)	281.52	237.06
Total	**281.52**	**237.06**

NOTE - 15
DEFERRED TAX (ASSETS) / LIABILITIES (NET)

	As at 31-03-2026	As at 31-03-2025
Deferred tax liabilities		
On account of:		
Depreciation	158.84	148.51
Fair value gain on financial instruments	210.49	526.22
Right of use assets	55.70	120.06
Less: Deferred tax assets:		
Disallowance of share issue expenses	(16.26)	-
Impairment allowance on loans and advances	(87.26)	(70.09)
EIR on HTM Securities	(2.11)	(1.73)
Impairment allowance on investments	(1.66)	(2.29)
Long term capital loss	(16.11)	(90.44)
Lease liabilities	(68.66)	(152.34)
Transaction cost on financial liabilities	(4.16)	(1.35)
Expenses allowable on payment basis (gratuity)	(70.85)	(59.66)
Transaction cost on financial assets	(71.08)	(52.17)
Deferred tax (assets) / liabilities (net)	**86.88**	**364.72**

₹ in Lakhs

NOTE - 16
OTHER NON-FINANCIAL LIABILITIES

	As at 31-03-2026	As at 31-03-2025
Statutory dues	334.86	165.39
Others	0.49	0.09
Total	**335.35**	**165.48**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 17

(a) EQUITY SHARE CAPITAL

(i) Share Capital

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of Shares	Amount ₹ in Lakhs	Number of Shares	Amount ₹ in Lakhs
Authorized:				
Equity shares of ₹ 10 each	3,00,00,000	3,000.00	3,00,00,000	3,000.00
		3,000.00		**3,000.00**
Issued, subscribed and paid-up:				
Equity shares of ₹ 10 each fully paid up	2,65,43,750	2,654.38	2,65,43,750	2,654.38
		2,654.38		**2,654.38**

(ii) Details of the shares held by its holding company (i.e. A. K.Capital Services Limited):

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
Equity shares of Rs.10 per share	2,52,47,490	95.12%	2,52,47,490	95.12%

(iii) Details of shareholders holding more than 5% equity shares in the Company :

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	2,52,47,490	95.12%	2,52,47,490	95.12%

(Iv) Details of shares held by promoters in the Company :

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	2,52,47,490	95.12%	2,52,47,490	95.12%
A. K. Mittal	12,80,180	4.82%	12,80,180	4.82%
Aditi Mittal	16,080	0.06%	16,080	0.06%

There is no percentage change in the shareholding of promoters during the financial year ended 31 March 2026

During financial year ended 31 March 2025, shareholding of A. K. Capital Services Limited and A. K. Mittal has changed by 9.78% and 356.91% resepectively. The change is on account of the conversion of 65,00,000 compulsorily convertible preference shares (CCPS) into 32,50,000 equity shares, in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each shall be convertible into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each on the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS.

(V)The reconciliation of the number of shares outstanding:

Particulars	As at 31-03-2026	As at 31-03-2025
Shares at the beginning of the year	2,65,43,750	2,32,93,750
Add :Issue of equity share capital due to Conversion of compulsory convertible preference share capital into equity share capital	-	32,50,000
Shares at the end of the year	**2,65,43,750**	**2,65,43,750**

(Vi) **Rights, preferences and restrictions attached to equity shares**

The Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share.

In the event of the liquidation of the Company, the holder 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.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

17(b) Instruments entirely equity in nature - Compulsory convertible preference shares

(i) Share Capital

Name of the holder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Amount (Rs. in lakhs)	Number of Shares	Amount (Rs. in lakhs)
Authorized:				
Preference shares of Rs.100 each	1,50,00,000	15,000.00	65,00,000	6,500.00
Issued, subscribed and paid-up:		**15,000.00**		6,500.00
Compulsorily convertible preference shares of Rs.100 each fully paid up	1,42,50,000	14,250.00	-	-
		14,250.00		**-**

(ii) Details of the shares held by its holding company (i.e. A. K.Capital Services Limited):

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
Compulsorily convertible preference shares of Rs.100 per share	1,00,00,000	70.18%	-	-

(iii) Details of shareholders holding more than 5% compulsory convertible preference shares in the Company on reporting date:

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	1,00,00,000	70.18%	-	-
A. K. Mittal	22,50,000	15.79%	-	-
Aditi Mittal	17,50,000	12.28%	-	-

(iv) Details of shares held by promoters in the Company :

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	1,00,00,000	70.18%	-	-
A. K. Mittal	22,50,000	15.79%	-	-
Aditi Mittal	17,50,000	12.28%	-	-

During financial year ended 31 March 2026, shareholding of A. K. Capital Services Limited, A. K. Mittal and Aditi Mittal has changed by 70.18%, 15.79% and 12.28% resepectively due to fresh issuance of Compulsory Convertible Preference Shares.

(v) The reconciliation of the number of Compulsory convertible preference shares outstanding:

Particulars	As at 31-03-2026	As at 31-03-2025
Shares at the beginning of the year	-	65,00,000
Add :Shares issued during the year	1,42,50,000	-
Less: Conversion of compulsory convertible preference share capital into equity share capital	-	(65,00,000)
Shares at the end of the year	**1,42,50,000**	**-**

The Board of Direcotrs of the Company in their board meeting held on 26 September 2024, had approved the conversion of 65,00,000 compulsorily convertible preference shares (CCPS) into 32,50,000 equity shares, in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each and were converted into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each on the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(vi)Rights, preferences and restrictions attached to Non Cumulative Compulsory Convertible Preference Shares

For the financial year ended 31 March 2026

During the year, the Company has issued 1,42,50,000 Compulsory Convertible Preference Shares (CCPS) of Rs 100 each fully paid-up. The Company has only one class of CCPS fully participating with equity having par value of Rs.10 per share.

Each CCPS shall carry a dividend of 12% per annum exclusive of any applicable taxes, up to the date of their conversion into equity shares of the Company,subject to the approval of the Board of Directors and Shareholders of the Company. The dividend on CCPS shall be on Non-Cumulative basis.CCPS shall be converted in the ratio of 4: 1 i.e. 4 CCPS of face value of Rs. 100 each shall be convertible into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.390 each. The CCPS holders may convert in full/ (part) at any time after three months from the date of issue but before the expiry of sixty months from the date of issue (i.e.10 March 2026 & 30 March 2026) of the CCPS. If the CCPS are not converted within 60 months from the date of issue, then the CCPS shall be automatically converted into equity shares.

For the financial year ended 31 March 2025

The Company had issued 6,500,000 Compulsory Convertible Preference Shares (CCPS) of Rs 100 each fully paid-up on 28 September 2017. Each CCPS carried a dividend of 12% per annum exclusive of any applicable taxes, up to the date of their conversion into equity shares of the Company,subject to the approval of the Board of Directors and Shareholders of the Company. The dividend on CCPS were on Non-Cumulative basis.CCPS were to be converted in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each to be converted into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each. The CCPS holders could convert in full/ (part) at any time after three months from the date of issue but before the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS. If the CCPS were not converted within 84 months from the date of issue, then the CCPS would be automatically converted into equity shares.

The Board of Direcotrs of the Company in their board meeting held on 26 September 2024, had approved the conversion of 65,00,000 compulsorily convertible preference shares (CCPS) into 32,50,000 equity shares, in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each and were converted into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each on the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS."

The Company has not bought back any of its shares during the five year period immedaitely proceeding the year ended 31 March 2026.

₹ in Lakhs

(b) Other equity	**As at 31-03-2026**	**As at 31-03-2025**
Special reserve		
At the beginning of the year	10,689.00	9,332.00
Add: Current year transfer	1,471.00	1,357.00
Closing balance of special reserve (A)*	**12,160.00**	**10,689.00**
Security Premium Account		
At the beginning of the year	33,496.88	27,321.88
Add: Current year transfer	-	6,175.00
Closing balance of security premium account (B)	**33,496.88**	**33,496.88**
Other comprehensive income		
At the beginning of the year	(1,744.48)	(1,727.36)
Add: Other comprehensive income for the year	(2.73)	(17.12)
Closing balance of other comprehensive income (C)	**(1,747.21)**	**(1,744.48)**
Retained earnings		
At the beginning of the year	36,661.12	33,255.50
Add: Profit for the year	7,352.50	6,781.63
Less: Dividend paid on CCPS	-	771.45
Less: Dividend paid on Equity Shares	3,344.51	1,247.56
Less: Transfer to special reserve	1,471.00	1,357.00
Closing balance of retained earnings (D)	**39,198.11**	**36,661.12**
Total (A+B+C+D)	**83,107.78**	**79,102.52**

Refer Note - 54

*Special Reserve represents the reserve created pursuant to the Reserve Bank of India Act, 1934 ("the RBI Act"). In terms of Section 45-IC of the RBI Act, a Non-banking Finance Company is required to transfer an amount not less than 20% of its net profit to a reserve fund before declaring any dividend. Appropriation from this Reserve Fund is permitted only for the purpose specified by the RBI.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 18
INTEREST INCOME

₹ in Lakhs

Particulars	Current Year 2025-2026			Previous Year 2024-2025		
	On financial assets measured at amortised cost	Interest income on securities classified at fair value through profit or loss	Total	On financial assets measured at amortised cost	Interest income on securities classified at fair value through profit or loss	Total
Interest on loans	7,629.21	-	7,629.21	6,327.45	-	6,327.45
Processing fees income	220.16	-	220.16	177.24	-	177.24
Interest income on financial instruments	237.87	19,496.13	19,734.00	314.11	18,295.47	18,609.58
Interest on deposits with banks	12.75	-	12.75	32.35	-	32.35
Other interest income	14.20	-	14.20	27.54	-	27.54
Total	**8,114.19**	**19,496.13**	**27,610.32**	**6,878.69**	**18,295.47**	**25,174.16**

₹ in Lakhs

	Current Year 2025-2026	Previous Year 2024-2025
NOTE - 19		
FEES AND COMMISSION INCOME		
Syndication and other fees	5,750.99	1,902.64
Total	**5,750.99**	**1,902.64**
NOTE - 20		
NET GAIN/(LOSS) ON FAIR VALUE CHANGES		
Net gain/(loss) on financial instruments at fair value		
-Investments	918.80	4,484.02
-Stock of securities	2,701.50	1,724.57
	3,620.30	**6,208.59**
Net gain/(loss) on financial instruments at fair value		
-Realised	3,481.37	4,327.89
-Unrealised	138.93	1,880.70
Total	**3,620.30**	**6,208.59**
Additional Information :		
Profit / (loss) on sale of Investments (actual) (A)	2,797.84	4,524.13
Net gain/(loss) on investments due to fair value change (B)		
-Realised	(1,447.26)	(1,563.91)
-Unrealised	(431.78)	1,523.80
Total (A+B)	**918.80**	**4,484.02**
Profit on sale of stock of securities (actual) (C)	2,414.61	1,246.85
Net gain/(loss) on stock of securities due to fair value change (D)		
-Realised	(283.82)	120.82
-Unrealised	570.71	356.90
Total (C+D)	**2,701.50**	**1,724.57**
NOTE - 21		
NET GAIN ON DERECOGNITION OF FINANCIAL INSTRUMENTS UNDER AMORTISED COST CATEGORY		
On financial instruments measured at amortised cost		
Loans (in form of unlisted debentures)	0.39	78.82
Investments	-	18.97
Total	**0.39**	**97.79**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

	Current Year 2025-2026	Previous Year 2024-2025
NOTE - 22		
OTHER INCOME		
Support services	12.00	-
Interest received on income tax refund	34.54	9.71
Other income	6.33	3.82
Gain on termination of lease	25.39	-
Total	**78.26**	**13.53**
NOTE - 23		
FINANCE COSTS (ON FINANCIAL LIABILITIES MEASURED AT AMORTISED COST)		
Interest on borrowings	12,624.23	12,418.65
Interest on debt securities	5,556.30	4,732.92
Interest on income tax	17.41	-
Other interest expense	336.16	364.63
Total	**18,534.10**	**17,516.20**
NOTE - 24		
FEES AND COMMISSION EXPENSE		
Referral fees expenses	1,785.37	1,615.55
Total	**1,785.37**	**1,615.55**
NOTE - 25		
IMPAIRMENT OF FINANCIAL INSTRUMENTS		
On financial instruments measured at amortised cost		
Loans (net)	68.21	37.85
Investments (Refer note no.36)	(2.50)	(7.66)
Total	**65.71**	**30.19**
NOTE - 26		
EMPLOYEE BENEFITS EXPENSES		
Salaries and wages	4,543.41	3,888.72
Gratuity (Refer note no.41)	57.16	48.09
Employers contribution to provident fund and other funds	122.45	103.83
Staff welfare expenses	96.28	86.55
Total	**4,819.30**	**4,127.19**
NOTE - 27		
OTHER EXPENSES		
Rent, taxes and energy costs	292.54	79.96
Travelling expense	246.48	166.65
Repairs and maintenance	44.96	62.45
Advertisement and business promotion expenses	50.63	22.84
Auditor's fees and expenses		
-for audit fees	8.34	6.95
-for tax audit fees	0.06	0.71
-for other services	3.76	4.87
Legal and professional charges	339.47	210.48
Loss on sale of property, plant and equipment (net)	4.55	-
Corporate social responsibilities (Refer note no.31)	153.37	144.38
Insurance expenses	15.81	15.49
Communication costs	14.55	14.54
Software expenses	161.98	328.56
Director's fees, allowances and expenses	11.90	10.90
Miscellaneous expenses	275.99	293.64
Total	**1,624.39**	**1,362.42**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 28
OTHER COMPREHENSIVE INCOME

	Current Year 2025-2026	Previous Year 2024-2025
Items that will not be reclassified to profit or loss		
a. Remeasurement of defined benefit obligation	(3.64)	(22.88)
b. Equity instruments through other comprehensive income	-	-
Total	**(3.64)**	**(22.88)**

NOTE - 29
SEGMENT REPORTING

In accordance with Indian Accounting Standard (Ind AS) 108, the Company operates in a single operating segment i.e. "Financing and Investment Activity" within India. Accordingly, no separate disclosure is required. The Board of Directors of the Company are collectively Chief Operating Decision Makers (CODMs) of the Company.

NOTE - 30

The ratios pertaining to Capital to risk-weighted assets ratio (CRAR), Tier I CRAR and Tier II CRAR are as under:

Particulars	As at 31-March-2026	As at 31-March-2025	% of Variance
CRAR (%)	35.63	31.64	12.61
CRAR - Tier I capital (%)	35.50	31.52	12.63
CRAR - Tier II capital (%)	0.13	0.12	8.33

*Liquidity Coverage Ratio is not applicable to the Company

**There is no major variance in the aforesaid regulatory ratios

NOTE - 31
CORPORATE SOCIAL RESPONSIBILITY (CSR) EXPENDITURE

As per Section 135 of the Companies Act, 2013, a CSR committee has been formed by the Company. The areas for CSR activities are eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water, promoting education, promoting gender equality, empowering women and ensuring environmental sustainability.

₹ in Lakhs

Particulars	For the year ended 31-March-2026	For the year ended 31-March-2025
Amount required to be spent by the company during the year	153.37	144.38
Less: Previous years' excess	-	(0.03)
Net amount required to be spent by the Company during the financial year	**153.37**	**144.35**
Amount of expenditure incurred	153.37	144.35
Short fall / (Excess) in CSR Expenditure	-	-
Total of previous year shortfall	Nil	Nil
Reason for shorfall	NA	NA
Nature of CSR activities	Contribution to any fund set up by the Central Government for socio-economic development and relief qualifies	
Details of related party transaction	NA	NA

NOTE - 32
EARNINGS PER SHARE (EPS)

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Net profit after tax available for equity share holders (Rs in lakhs.) [A]	7,352.50	6,781.63
Weighted average number of equity shares outstanding during the year for basic earnings per share (Nos.) [B]	2,65,43,750	2,65,43,750
Increase in weighted average number of equity shares on dilution of non cumulative compulsory convertible preference shares (Nos.) [C]	1,65,240	-
Weighted average number of equity shares outstanding during the year for diluted earnings per share (Nos.)* [D]	2,67,08,990	2,65,43,750
Basic earnings per share (Rs.) [A/B]	27.70	25.55
Diluted earnings per share (Rs.) [A/D]	27.53	25.55
Nominal value of share (Rs.)	10.00	10.00

*For year ending 31st March 2026 and 31st March 2025 the weighted average number of equity shares outstanding includes weighted average numbers of compulsorily convertibles preference shares.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 33

LEASE:

Lease commitments as lessee:

The Company has entered into agreements for taking on lease certain guest house and office on lease and licence basis. The current lease terms is for a period of 60 months. The Company has contracts which have fixed rentals.

Following are the changes in the carrying value of right-of-use assets (disclosed under note 7 - property, plant and equipment):

₹ in Lakhs

Particulars	As at 31-March-2026	As at 31-March-2025
Opening gross block value of account as per Ind AS 116	**1,271.96**	**1,186.31**
Measurement on account of adoption of Ind AS 116	111.26	85.65
Deduction on account of termination of lease	260.60	-
Closing gross block value of account as per Ind AS 116	**1,122.62**	**1,271.96**
Opening accumulated depreciation of account as per Ind AS 116	**761.66**	**528.66**
Depreciation charged for the year	202.61	233.00
Deduction on account of termination of lease	71.11	-
Closing accumulated depreciation of account as per Ind AS 116	**893.16**	**761.66**
Closing net block value as at 31 March 2026	**229.46**	**510.30**

Carrying value of lease liabilities is disclosed under note 13 - other financial liabilities at Rs. 272.81 Lakhs as at 31-March-2026,and Rs. 605.30 Lakhs as at 31-March-2025

The following is the movement in lease liabilities

₹ in Lakhs

Particulars	As at 31-March-2026	As at 31-March-2025
Balance at the beginning of the year	**605.30**	**765.24**
Additions	108.27	62.88
Finance cost accrued during the year	36.41	64.88
Termination of lease	(194.80)	-
Payment of lease liabilities	(282.37)	(287.70)
Balance at the end of the year	**272.81**	**605.30**

Contractual maturities of lease liabilities:

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

₹ in Lakhs

Particulars	As at 31-March-2026	As at 31-March-2025
Not later than one year	199.96	288.44
Later than one year and not later than five years	103.82	291.87
More than five years	-	72.22

The cash outflow of lease payments with respect to the above lease recognised in the statement of profit and loss for the financial year 2025-2026 is Rs. 282.37 lakhs and for the financial year 2024-25 is Rs. 287.70 lakhs.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 34
RELATED PARTY RELATIONSHIPS:

Holding company
A. K. Capital Services Limited

Subsidiary company
Family Home Finance Private Limited

Fellow subsidiary
A. K. Stockmart Private Limited
A. K. Alternative Asset Managers Private Limited

Directors / Key managerial personnel
Mr. A. K. Mittal (Managing Director)
Ms. Aditi Mittal (Executive Director)
Mr. Vinod Kumar Kathuria (Independent Director)
Mr. Deepak Maheshwari (Independent Director)
Ms. Bindu Darshan Shah (Independent Director)
Mr. Dipesh Mehta (Independent Director) (From 31st January 2026)
Mr. Mahesh Bhootra (Chief Financial Officer)
Ms. Shikha Sharma (Company Secretary)

Enterprise controlled by key management personnel
A. K. Services Private Limited
India Bond Private Limited
IB Future Tech Private Limited

Notes:

a The related party relationships have been determined on the basis of the requirements of the Indian Accounting Standard (Ind AS) - 24 ‘Related Party Disclosures’.

b The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year, except where control exist, in which case the relationships have been mentioned irrespective of transactions with the related party.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 34

RELATED PARTY DISCLOSURES - (CONTD.)

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Brokerage paid		
A. K. Stockmart Private Limited	103.51	100.78
Demat charges paid		
A. K. Stockmart Private Limited	3.02	1.28
Key managerial remuneration *		
Short term benefits	403.16	352.32
Director's sitting fees	11.00	10.00
Rent paid		
Ms. Aditi Mittal	2.00	24.00
Interest income on loan given		
A. K. Services Private Limited	167.99	457.82
A. K. Alternative Asset Managers Private Limited	52.10	49.94
Family Home Finance Private Limited	126.40	208.83
Loan given		
A. K. Services Private Limited	500.00	-
(Revolving Line of Credit in form of Working Capital Demad Loan Limits)		
Family Home Finance Private Limited	1,200.00	900.00
(Term Loan Sanction Limit amounting to Rs.1,500 lakhs (Previous Year Rs.1,000 lakhs))		
A. K. Alternative Asset Managers Private Limited	225.00	-
Repayment of loan given		
A. K. Services Private Limited	3,500.00	2,000.00
(Revolving Line of Credit in form of Working Capital Demad Loan Limits)		
Family Home Finance Private Limited	2,357.15	1,270.13
Purchase of securities (excluding accrued interest)		
A. K. Stockmart Private Limited	1,501.28	-
A. K. Capital Services Limited	7,906.00	747.61
IB Future Tech Private Limited	92.22	-
Sale of securities (excluding accrued interest)		
A. K. Capital Services Limited	818.46	9,644.71
IB Future Tech Private Limited	3,054.68	-
Upfront processing fees paid on issuences of Non Convertible Debentures		
A. K. Services Private Limited	-	36.00
Interest Expenses		
A. K. Services Private Limited	-	0.13
Support services received		
Family Home Finance Private Limited	12.00	12.00
Rent deposit repaid back		
Aditi Mittal	100.00	-
Issuances of Non Convertible Debentures (excluding accrued interest)		
A. K. Services Private Limited	-	3,600.00
Customer Support Fees		
India Bond Private Limited	9.00	27.00
Commission Expenses on Corporate Guarantee		
A. K. Capital Services Limited	275.00	275.00

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 34

RELATED PARTY DISCLOSURES - (CONTD.)

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Referral Fees Expense		
India Bond Private Limited	1,109.47	935.12
Redemption of Non Convertible Debentures (excluding accrued interest)		
A. K. Services Private Limited	-	10.00
Software expenses		
India Bond Private Limited	47.50	183.36
IB Future Tech Private Limited	90.00	108.00
Exitinguishment of Compulsory Convertible Preferene Shares on Conversion to Equity Shares		
A. K. Capital Services Limited	-	4,500.00
Mr. A. K. Mittal	-	2,000.00
Issuance of Equity Shares on Conversion of Compulsory Convertible Preferene Shares		
A. K. Capital Services Limited (including securities premium of Rs.4,275 lakhs)	-	4,500.00
Mr. A. K. Mittal (including securities premium of Rs.1,900 lakhs)	-	2,000.00
Issue of Non Cumulative Compulsory Convertible Preference Shares		
Mr. A. K. Mittal	2,250.00	-
Aditi Mittal	1,750.00	-
A. K. Services Private Limited	250.00	-
A. K. Capital Services Limited	10,000.00	-
Balances Receivable		
A. K. Stockmart Private Limited (towards Stock Broking Contractual Obligations)	141.84	-
Trade payable		
A. K. Stockmart Private Limited	0.62	0.35
India Bond Private Limited	-	161.32
IB Future Tech Private Limited	-	3.24
Investment in subsidiary company		
Family Home Finance Private Limited	4,521.87	4,521.87
Principal loans outstanding		
A. K. Services Private Limited	-	3,000.00
Family Home Finance Private Limited	1,457.14	2,614.29
A. K. Alternative Asset Managers Private Limited	725.00	500.00
Interest accrued but not due on loans outstanding		
Family Home Finance Private Limited	-	2.44
A. K. Alternative Asset Managers Private Limited	11.70	9.81
Security deposit		
Aditi Mittal	-	100.00
Guarantee		
Corporate Guarantee given by holding company to bank for working capital demand loan taken by the Company	27,500.00	27,500.00

Note -

(a) Transaction amount is excluding taxes wherever applicable.

(b) Reimbursement of expenses has not been considered for above disclosure.

* Key managerial remuneration related to retirement benefits (i.e. gratuity) are recognised under employee benefits expenses in statement of profit and loss along with other employees gratuity costs of the Company based on the actuarial valuation carried out by independent actuary.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 35
FINANCIAL INSTRUMENTS

The risk management policies of the Company are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

The Management has overall responsibility for the establishment and oversight of the Company's risk management framework. In performing its operating, investing and financing activities, the Company is exposed to the Credit risk, Liquidity risk and Market risk.

The carrying value of financial instrument by categories as of 31 March 2026 were as follows:

₹ in Lakhs

Particulars	At amortised cost	At Fair value through profit and loss	At fair value through Other Comprehensive Income	Total carrying value
Assets:				
Cash and cash equivalents	5,520.35	-	-	5,520.35
Bank balances other than cash and cash equivalents	9.73	-	-	9.73
Trade Receivables	527.30	-	-	527.30
Loans	84,650.62	-	-	84,650.62
Investments*	1,318.98	2,13,558.73	-	2,14,877.71
Stock of securities	-	39,120.34	-	39,120.34
Other financial assets	431.27	3,163.47	-	3,594.74
TOTAL	**92,458.25**	**2,55,842.54**	**-**	**3,48,300.79**
Liabilities:				
Trade payables	93.77	-	-	93.77
Debt Securities	86,261.37	-	-	86,261.37
Borrowings	1,64,907.98	-	-	1,64,907.98
Other financial liabilities	2,732.06	-	-	2,732.06
TOTAL	**2,53,995.18**	**-**	**-**	**2,53,995.18**

The carrying value of financial instrument by categories as of 31 March 2025 were as follows:

₹ in Lakhs

Particulars	At amortised cost	At Fair value through profit and loss	At fair value through Other Comprehensive Income	Total carrying value
Assets:				
Cash and cash equivalents	1,018.33	-	-	1,018.33
Bank balances other than cash and cash equivalents	218.72	-	-	218.72
Loans	64,615.74	-	-	64,615.74
Investments*	1,844.92	1,96,028.33	-	1,97,873.25
Stock of securities	-	41,514.21	-	41,514.21
Other financial assets	617.93	3,432.75	-	4,050.68
TOTAL	**68,315.64**	**2,40,975.29**	-	**3,09,290.93**
Liabilities:				
Trade payables	283.69	-	-	283.69
Debt Securities	59,004.82	-	-	59,004.82
Borrowings	1,71,024.20	-	-	1,71,024.20
Other financial liabilities	3,565.32	-	-	3,565.32
TOTAL	**2,33,878.03**	-	-	**2,33,878.03**

* Investment in subisidiary is measured at cost as per IND AS 27 - Separate financial statements.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 36
RISK MANAGEMENT

Financial risk management

The risk management policies of the Company are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities. The Management has overall responsibility for the establishment and oversight of the Company's risk management framework. In performing its operating, investing and financing activities, the Company is exposed to the Credit risk, Liquidity risk and Market 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 three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

Credit Risk

Loans

Credit risk is controlled by analysing the credit limits and creditworthiness of the customer on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. An impairment analysis is performed at each reporting date on a portfolio basis. The Company holds collateral as security against the loans. The impairment of the credit risk on the loan is carried out through a detailed ECL model. The ECL model provides for the ECL on a 12 month ECL basis for standard to stage 1 Assets whereas the same is calculated based on a lifetime ECL for stage 2 & 3 level assets. The ECL is calculated based on a probability default (PD)X exposure at default (EAD) X (Loss given default X discount rate - LGD)). The Company calculates the PD by taking into account the past historical trends of the portfolio, rating of the borrower and its credit performance based on a homogenous charateristic of the underlying portfolio. This is calculated based on a 12 month PD perspective. In case of Impaired assets where lifetime PD is applied, the PD is extrapolated to take into account the probability of default over the life time of asset.

Loss given default (LGD) represents estimated financial loss the Company is likely to suffer in respect of default account and it is used to calculate provision requirement on EAD along with PD. The Company uses collection details on previously defaulted cases for calculating LGD including estimated direct cost of collection from default cases. Appropriate discounting rates are applied to calculate present value of future estimated collection net of direct collection cost. LGD thus calculated is used for all Stages, i.e. Stage 1, Stage 2 and Stage 3.

The exposure at default (EAD) represents the gross carrying amount of the financial instruments subject to the impairment calculation;To calculate the ECL for a Stage 1 loan, the Company assesses the possible default events within 12 months for the calculation of the 12 month ECL. For Stage 2 and Stage 3 financial assets, the exposure at default is considered for events over the lifetimeof the instruments.

The Company uses historical empirical data to arrive at factors that are indicative of future credit risk on the basis of combinations of these parameters. Some of the factors that the Company may consider are:

a) Loan to value

b) Type of collateral

c) Cash-flow and income assessment of the borrower

d) Credit Rating of the borrower

e) Repayment track record of the borrower

A) The following table gives details in respect of fees and income from loans generated from top loan customer and top 5 loan customers:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Revenue from top loan customer	821.52	499.11
Revenue from top 5 loan customers	2,531.24	2,150.51

Investments in debt securities measured at amortised cost

Expected credit losses are measured at an amount equal to the 12 months ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The impairment of the credit risk on the investments is carried out through a detailed ECL model. The ECL model provides for the ECL on a 12 month ECL basis for standard to stage 1 Assets whereas the same is calculated based on a lifetime ECL for stage 2 & 3 level assets. The ECL is calculated based on a probability default (PD)X exposure at default (EAD) X (Loss given default X discount rate - LGD)). The Company calculates the PD by taking into account the past historical trends of the portfolio, rating of the security and its credit performance based on a homogenous charateristic of the underlying portfolio. This is calculated based on a 12 month PD perspective. In case of Impaired assets where lifetime PD is applied, the PD is extrapolated to take into account the probability of default over the life time of asset.

Loss given default (LGD) represents estimated financial loss the Company is likely to suffer in respect of default account and it is used to calculate provision requirement on EAD along with PD. The Company uses collection details on previously defaulted cases for calculating LGD including estimated direct cost of collection from default cases. Appropriate discounting rates are applied to calculate present value of future estimated collection net of direct collection cost. LGD thus calculated is used for all Stages, i.e. Stage 1, Stage 2 and Stage 3.

The exposure at default (EAD) represents the gross carrying amount of the financial instruments subject to the impairment calculation;To calculate the ECL for a Stage 1 loan, the Company assesses the possible default events within 12 months for the calculation of the 12 month ECL. For Stage 2 and Stage 3 financial assets, the exposure at default is considered for events over the lifetimeof the instruments.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 36 (CONTD.)

RISK MANAGEMENT

Exposure to credit risk

Financial asset for which loss allowance is measured using expected credit loss model:

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Financial assets at amortised cost		
Trade receivables	527.30	-
Loans	84,997.32	64,894.23
Investments	1,325.57	1,854.01
Other financial assets	431.27	617.93
At end of the year	**87,281.46**	**67,366.17**

The Company's exposure to customers is diversified and no single customer contributes to more than 25% of outstanding loans, investment, and other financial assets which are measured at amortised cost as at 31 March 2026 and 31 March 2025.

The Company has used a practical expedient by computing the expected credit loss allowance for loans and investment taking into account historical credit loss experience.

For other financial assets, the Company assesses and manages credit risk based on reasonable and supportive forward looking information. The Company does not have significant credit risk exposure for these items.

Balances with banks:

The Company holds cash and cash equivalents with bank, which are having highest safety ratings based on ratings published by various credit rating agencies. The Company considers that its cash and cash equivalents have low credit risk based on external credit ratings of the counterparties.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Company has interest rate risk exposure mainly from changes in rate of interest on borrowing, loans & securities. The following table analyse the breakdown of the interest bearing financial assets and liabilities by type of interest rate:

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Financial assets		
Interest bearing		
- fixed interest rate		
Bank balances other than cash and cash equivalent	9.73	218.72
Loans	80,686.20	55,641.45
Investments	2,14,884.30	1,96,110.59
Stock of securities	39,118.07	41,514.21
Other financial assets	113.00	185.90
- floating interest rate		
Loans	4,311.12	9,252.78
Investments	-	1,771.75
- non interest bearing		
Cash and cash equivalent	5,520.35	1,018.33
Trade receivables	527.30	-
Investment	4,521.87	4,521.87
Stock of securites	2.27	-
Other financial assets	3,481.74	3,864.78
Financial Liabilities		
Interest bearing		
- fixed interest rate		
Borrowings (including debt securites)	1,50,625.31	1,16,494.23
Lease liabilities	272.81	605.30
- floating interest rate		
Borrowings	1,00,544.04	1,13,534.79
- non interest bearing		
Trade payable	93.77	283.69
Other financial liabilities	2,459.25	2,960.02

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 36 (CONTD.)

INTEREST RATE SENSITIVITY

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Company's profit before tax is affected through the impact on floating rate borrowings, as follows:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Increase in basis points	50.00	50.00
Effect on profit before tax	(481.16)	(512.55)
Decrease in basis points	50.00	50.00
Effect on profit before tax	481.16	512.55

Liquidity Risk

The Company's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including debt and overdraft from banks at an optimised cost.

The Company's maximum exposure to liquidity risk for the components of the balance sheet at 31 March 2026 and 31 March 2025 is the carrying amounts. The liquidity risk is managed on the basis of expected maturity dates of the financial liabilities. The Company's major financial liabilities include term loans and non convertible debentures with maturity profile ranging between 0 to 9 years and short term borrowings are generally payable within one year. The average credit period taken to settle trade payables is about 30 days. The other payables are with short-term durations. The following table analysis undiscounted financial liabilities by remaining contractual maturities:

₹ in Lakhs

Particulars	On demand	Less than 3 months	3 to12 months	1 to 5 years	>5 years	Total
As at 31 March 2026						
Borrowings including debt securities	-	1,03,578.42	65,547.34	1,02,936.23	-	**2,72,061.99**
Trade and other payables	-	93.77	-	-	-	**93.77**
Other financial liabilities	-	1,600.16	1,059.05	103.82	-	**2,763.03**
	-	**1,05,272.35**	**66,606.39**	**1,03,040.05**	**-**	**2,74,918.79**
As at 31 March 2025						
Borrowings including debt securities	-	1,03,884.63	50,256.33	94,369.95	-	**2,48,510.91**
Trade and other payables	-	283.69	-	-	-	**283.69**
Other financial liabilities	-	1,997.44	1,251.03	291.87	72.22	**3,612.56**
	-	**1,06,165.76**	**51,507.36**	**94,661.82**	**72.22**	**2,52,407.16**

Capital management

The Company actively manages capital base to cover risks inherent in the business and meets the Capital Adequacy Requirements (CRAR) of the Reserve Bank of India (RBI). The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI. The Company has complied in full with all its externally imposed capital requirements over the reported period. The primary objectives of the Company's capital management are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximize shareholder value. The funding requirements are met through equity, non-convertible debentures and other long-term/ short-term borrowings. The Company is aimed to maintain appropriate combination of short-term and long term borrowings. The Company manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

i. Regulatory capital

The Company's regulatory capital consists of the sum of the following elements :

- Tier 1 capital, which includes ordinary share capital, retained earnings,perpetual debt and reserves and deduction for intangible assets,deferred tax asset and other regulatory adjustments relating to items that are not included in equity but are treated differently for capital adequacy purposes.

- Tier 2 capital, which includes impairment provision in respect of Stage 1 assets

₹ in Lakhs

Particulars	Current Year 2025-2026	Current Year 2024-2025	% of Variance
CRAR (%)	35.63	31.64	12.61
CRAR - Tier I capital (%)	35.50	31.52	12.63
CRAR - Tier II capital (%)	0.13	0.12	8.33

*Liquidity coverage ratio is not applicable to the Company

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Ii) Gearing Ratio

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to maximise the shareholder value. The Company manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders. The Company manages its capital structure and makes adjustment in light of changes in business condition. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep optimum gearing ratio. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Borrowings including debt securities	2,51,169.35	2,30,029.02
Trade payables	93.77	283.69
Other financial liabilities	2,732.06	3,565.32
Less: cash and cash equivalents	(5,530.08)	(1,237.05)
Net debt (A)	**2,48,465.10**	**2,32,640.98**
Equity share capital	2,654.38	2,654.38
Instruments entirely equity in nature	14,250.00	-
Other equity	83,107.78	79,102.52
Total member's capital (B)	**1,00,012.16**	**81,756.90**
Capital and net debt (C=A+B)	**3,48,477.26**	**3,14,397.88**
Gearing ratio (%) (A/C)	**71.30**	**74.00**

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call borrowings. There have been no breaches in the financial covenants of any borrowings in the current year.

No changes were made in the objectives, policies or processes for managing capital during the aforesaid financial year.

NOTE - 37

MATURITY ANALYSIS OF ASSETS AND LIABILITIES

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled

₹ in Lakhs

Particulars	As at 31-March-2026			As at 31-March-2025		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
ASSETS						
(1) Financial assets						
(a) Cash and cash equivalents	5,520.35	-	5,520.35	1,018.33	-	**1,018.33**
(b) Bank balances other than (a) above	9.73	-	9.73	217.59	1.13	**218.72**
(c) Receivables						
(i) Trade Receivables	527.30	-	527.30	-	-	**-**
(d) Loans	40,930.94	43,719.68	84,650.62	35,812.43	28,803.31	**64,615.74**
(e) Investments	2,14,729.53	4,670.05	2,19,399.58	1,97,165.68	5,229.44	**2,02,395.12**
(f) Other financial assets	42,709.41	5.67	42,715.08	45,461.95	102.94	**45,564.89**
Total financial assets	**3,04,427.26**	**48,395.40**	**3,52,822.66**	**2,79,675.98**	**34,136.82**	**3,13,812.80**
(2) Non-financial assets						
(a) Current tax assets (net)	-	-	-	587.36	-	**587.36**
(b) Property, plant and equipment	-	1,906.25	1,906.25	-	1,864.43	**1,864.43**
(c) Intangible assets	-	56.22	56.22	-	22.03	**22.03**
(d) Other non financial assets	249.68	-	249.68	115.57	-	**115.57**
Total non-financial assets	**249.68**	**1,962.47**	**2,212.15**	**702.93**	**1,886.46**	**2,589.39**
TOTAL ASSETS	**3,04,676.94**	**50,357.87**	**3,55,034.81**	**2,80,378.91**	**36,023.28**	**3,16,402.19**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 37

MATURITY ANALYSIS OF ASSETS AND LIABILITIES (CONTD.)

₹ in Lakhs

Particulars	As at 31-March-2026			As at 31-March-2025		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
LIABILITIES						
(1) Financial liabilities						
(a) Trade payables						
(i) Total outstanding dues of micro enterprises & small enterprises	17.38	-	17.38	14.57	-	**14.57**
(ii) Total outstanding dues of creditors other than micro & small enterprises	76.39	-	76.39	269.12	-	**269.12**
(b) Debt securities	24,985.40	61,275.97	86,261.37	15,086.06	43,918.76	**59,004.82**
(c) Borrowings (other than debt securities)	1,33,439.81	31,468.17	1,64,907.98	1,29,357.55	41,666.65	**1,71,024.20**
(d) Other financial liabilities	2,644.76	87.30	2,732.06	3,226.77	338.55	**3,565.32**
Total financial liabilities	**1,61,163.74**	**92,831.44**	**2,53,995.18**	**1,47,954.07**	**85,923.96**	**2,33,878.03**
(2) Non-financial liabilities						
(a) Current tax liabilities (net)	323.72	-	323.72	-	-	**-**
(b) Provisions	89.01	192.51	281.52	71.12	165.94	**237.06**
(c) Deferred tax liabilities (net)	-	86.88	86.88	-	364.72	**364.72**
(d) Other non-financial liabilities	335.35	-	335.35	165.48	-	**165.48**
Total non-financial liabilities	**748.08**	**279.39**	**1,027.47**	**236.60**	**530.66**	**767.26**
TOTAL LIABILITIES	**1,61,911.82**	**93,110.83**	**2,55,022.65**	**1,48,190.67**	**86,454.62**	**2,34,645.29**
EQUITY						
(a) Equity share capital	-	2,654.38	2,654.38	-	2,654.38	**2,654.38**
(b) Instruments entirely equity in nature	-	14,250.00	14,250.00	-	-	**-**
(c) Other equity	-	83,107.78	83,107.78	-	79,102.52	**79,102.52**
TOTAL EQUITY	**-**	**1,00,012.16**	1,00,012.16	-	**81,756.90**	**81,756.90**

NOTE - 38

CHANGES IN LIABILITY ARISING FROM FINANCING ACTIVITIES (IND AS 7 'STATEMENT OF CASH FLOWS')

AS AT 31 MARCH 2026

₹ in Lakhs

Particulars	Debt securities	Borrowings other than debt securities	Lease liabilities	Interest accrued but not due aon borrowings
Opening balance as at 1 April 2025	**59,004.82**	**1,71,024.20**	**605.30**	-
Cash Flows	27,231.30	(6,169.12)	(282.37)	(36.41)
Transaction cost	25.25	52.90	(86.53)	36.41
Interest accrual	-	-	36.41	-
As at 31 March 2026	**86,261.37**	**1,64,907.98**	**272.81**	-

AS AT 31 MARCH 2025

₹ in Lakhs

Particulars	Debt securities	Borrowings other than debt securities	Lease liabilities	Interest accrued but not due o n borrowings
Opening balance as at 1 April 2024	**61,824.49**	**1,40,247.68**	**765.24**	-
Cash Flows	(2,727.00)	30,881.56	(287.70)	(64.88)
Transaction cost	(92.67)	(105.04)	62.88	64.88
Interest accrual	-	-	64.88	-
As at 31 March 2025	**59,004.82**	**1,71,024.20**	**605.30**	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 39

FAIR VALUE HIERARCHY

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following table presents fair value hierarchy of assets measured at fair value on a recurring basis as of 31 March 2026:

₹ in Lakhs

Particulars	As at 31-03-2026	Fair value measurement at end of the reporting year using		
		Level 1	Level 2	Level 3
Financial Assets:				
Investments				
Government securities at FVTPL	62,191.96	-	62,191.96	-
Debt instruments at FVTPL	1,36,689.94	-	1,36,689.94	-
Pass through certificates at FVTPL	14,676.83		14,676.83	
Equity instruments at FVTOCI	-	-	-	-
Stock of securities				
Debt instruments at FVTPL	29,838.72	-	29,838.72	-
Exchange Traded funds at FVTPL	2.27	2.27	-	-
Government securities at FVTPL	9,279.35	-	9,279.35	-
Other financial assets				
Interest accrued but not due on financial instruments at FVTPL	3,163.47	-	3,163.47	-

The following table presents fair value hierarchy of assets measured at fair value on a recurring basis as of 31 March 2025:

₹ in Lakhs

Particulars	As at 31-03-2025	Fair value measurement at end of the reporting year using		
		Level 1	Level 2	Level 3
Financial Assets:				
Investments				
Government securities at FVTPL	76,201.14	-	76,201.14	-
Debt instruments at FVTPL	1,19,827.19	-	1,19,827.19	-
Equity instruments at FVTOCI	-	-	-	-
Stock of securities				
Debt instruments at FVTPL	41,514.21	-	41,514.21	-
Other financial assets				
Interest accrued but not due on financial instruments at FVTPL	3,432.75	-	3,432.75	-

Description of techniques and valuation inputs used for Level 2 and Level 3 hierarchy are under:

Assets class	Fair value hierarchy	Valuation techniques and inputs
Debt instruments, Government securities, commercial paper and state development loan	Level 2	Valuation techniques and inputs in order of first preference are as under: 1.Cost of securities only if the securities are allotted within last 20 days or purchased within 7 days from the measurement date, or Latest traded price reported on recognised stock exchange or settlement house close to measurement date i.e. in the range of 0-7 days, whichever is later 2. Weighted average (appropriate weight considered by the company) of; -Future cash flows which are discounted using a discount rate arrived at by adding the spread provided by FIMMDA and -Latest subsequent traded price reported on recognised stock exchange or settlement house close to measurement date i.e. in the range of 0-7 days 3.Future cash flows are discounted using a discount rate arrived at by adding the spread provided by FIMMDA or other approved agencies and annualised government security yield provided by regulatory authorities.
Unquoted equity instruments measured at FVOCI	Level 3	Based on unobservable inputs which generally approximates to the carrying value of the investments unless significantly impaired. Fair value has been considered Nil for significantly impaired investments. Sensitivity change in the unobservable input does not have a significant impact in its value and accordingly, sensitivity disclosure is not given.

a. The Company does not carry any financial asset and liability which it fair values on a non recurring basis

b. During the year there were no transfers across fair value hierarchy (level 1, 2 and 3)

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 40

FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENT NOT MEASURED AT FAIR VALUE

The carrying value and fair value of financial instrument not measured at fair value by categories as of 31 March 2026 were as follows:

₹ in Lakhs

Particulars	Total carrying value	Total fair value Level 1	Total fair value Level 2	Total fair value Level 3
Assets:				
Trade Receivables	527.30	-	-	527.30
Loans	84,650.62	-	-	84,650.62
Investments	1,318.98	-	1,305.51	-
Other financial assets	431.27	-	-	431.27
TOTAL	**86,928.17**	**-**	**1,305.51**	**85,609.19**
Liabilities:				
Trade payables	93.77	-	-	93.77
Debt Securities	86,261.37	-	86,493.45	-
Borrowings (other than debt securities)	1,64,907.98	-	-	1,64,907.98
Other financial liabilities	2,732.06	-	-	2,732.06
TOTAL	**2,53,995.18**	**-**	**86,493.45**	**1,67,733.81**

The carrying value and fair value of financial instrument not measured at fair value by categories as of 31 March 2025 were as follows:

₹ in Lakhs

Particulars	Total carrying value	Total fair value Level 1	Total fair value Level 2	Total fair value Level 3
Assets:				
Loans	64,615.74	-	-	64,615.74
Investments	1,844.92	-	1,831.50	-
Other financial assets	617.93	-	-	617.93
TOTAL	**67,078.59**	**-**	**1,831.50**	**65,233.67**
Liabilities:				
Trade payables	283.69	-	-	283.69
Debt Securities	59,004.82	-	59,473.18	-
Borrowings (other than debt securities)	1,71,024.20	-	-	1,71,024.20
Other financial liabilities	3,565.32	-	-	3,565.32
TOTAL	**2,33,878.03**	**-**	**59,473.18**	**1,74,873.21**

Measurement of fair value

Below are the methodologies and assumptions used to determine fair values for the above financial instruments which are not recorded and measured at fair value in the financial statements, these fair values were calculated for disclosure purpose only.

a. Short term financial assets and liabilities

For financial assets and financial liabilities that have a short term maturity(less than twelve months), the carrying amounts, which are net of impairment, area reasonable approximation of their fair value. Such instruments include: trade receivables, other financial assets (excluding security deposit), trade payables and other financial liabilities.

B. Loans and advances

In case of loans with floating rates, the interest rate represents the market rate. Consequently the carrying amount represents the fair value.

In case of loan with fixed rate, the fair values estimated by discounted cash flow model that incorporates assumptions for credit risk, probability of default and loss given default estimates. As per management assumptions, the fair value of the loans & advances has been at par with the carrying value of the portfolio considering the fact that the competitive interest rates in the operational area of the company and the portfolio in which the company has exposure are more or less as per prevailing market rates.

c. Investments

Refer Note 39 for description of techniques and valuation inputs used for Level 2 hierarchy adopted for fair valuation of investments measured at amortised cost

d. Debt securities

Refer Note 39 for description of techniques and valuation inputs used for Level 2 hierarchy adopted for fair valuation of debt securities measured at amortised cost

e. Borrowings

In case of borrowings , the interest rate represents the market rate. Consequently the carrying amount represents the fair value.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 41

EMPLOYEE BENEFIT OBLIGATION

A. Defined Contribution Plans

The following amount recognized as an expense in statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Contribution to provident fund and other funds	122.45	103.83

B. Defined Benefit Plans

The Company has a unfunded defined benefit gratuity plan. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service as per the provision of the Payment of Gratuity Act, 1972 with total ceiling on gratuity of Rs.20.00 lakhs (31 March 2025 - Rs 20.00 Lakhs)

The following tables summaries the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
(a) Statement of profit and loss		
Net employee benefit expense recognised in the employee cost		
Current service cost	40.59	32.91
Past service cost	-	-
Interest cost on defined benefit obligation	16.57	15.18
(Gain) / losses on settlement	-	-
Total expense charged to profit and loss account (included in salaries, wages and incentives) (A)	**57.16**	**48.09**
(b) Amount recorded in Other Comprehensive Income (OCI)		
Opening amount recognised in Other Comprehensive Income outside profit and loss account		
Remeasurement during the period due to :		
Actuarial loss / (gain) arising from change in financial assumptions	(4.40)	0.15
Actuarial loss / (gain) arising from change in demographical assumptions	(1.52)	0.84
Actuarial loss / (gain) arising on account of experience changes	9.56	21.89
Amount recognised in Other Comprehensive Income (B)	**3.64**	**22.88**
Gratuity expense recognised in the statement of profit and loss and Other Comprehensive Income (A+B)	**60.80**	**70.97**
(c) Reconciliation of net liability / asset		
Opening defined benefit liability / (assets)	237.06	210.32
Expense charged to profit & loss account	57.16	48.09
Amount recognised in outside profit and loss account	3.64	22.88
Benefit paid	(16.34)	(44.23)
Closing net defined benefit liability / (asset)	**281.52**	**237.06**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 41

EMPLOYEE BENEFIT OBLIGATION (CONTD.)

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
(D) Movement in benefit obligation and balance sheet		
Opening defined benefit obligation	237.06	210.32
Current service cost	40.59	32.91
Past service cost	-	-
Interest on defined benefit obligation	16.57	15.18
Remeasurement during the period due to :		
Actuarial loss / (gain) arising from change in financial assumptions	(4.40)	0.15
Actuarial loss / (gain) arising from change in demographic assumptions	(1.52)	0.84
Actuarial loss / (gain) arising on account of experience changes	9.56	21.89
Benefits paid / payable	(16.34)	(44.23)
Closing defined benefit obligation [liability / (asset)] recognised in balance sheet	**281.52**	**237.06**
(E) The principal assumptions used in determining gratuity benefit obligation for the company's plans are shown below:		
Discount rate	7.70%	6.99%
Salary escalation rate (p.a.)	5.00%	5.00%
Withdrawal rate		
Upto 30 Years	30.00%	30.00%
Upto 31-44 Years	27.00%	30.00%
Above 45 Years	30.00%	30.00%
Mortality pre-retirement	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)

(f) A quantitative analysis for significant assumption is as shown below:

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount trade, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period , while holding all other assumptions constant. The result of Sensitivity analysis is given below:

Indian gratuity plan:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Assumptions -Discount rate		
Sensitivity Level (a hypothetical increase / (decrease) by)	0.50%	0.50%
Impact on defined benefit obligation -increase of sensitivity level	(4.13)	(3.41)
Impact on defined benefit obligation -decrease of sensitivity level	4.26	3.51
Assumptions -Future salary escalations rates		
Sensitivity Level (a hypothetical increase / (decrease) by)	0.50%	0.50%
Impact on defined benefit obligation-increase of sensitivity level	4.35	3.56
Impact on defined benefit obligation-decrease of sensitivity level	(4.26)	(3.49)

The following payments are expected contributions to the defined benefit plant in future years.

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Within 1-2 year	135.72	117.95
2-3 year	157.88	138.47
3-4 year	205.86	165.19
4-5 year	218.31	206.90
5-6 year	250.90	221.81

The average duration of the defined benefit plan obligation at the end of the reporting period is 8.73 years (31 March 2025- 8.75 years)

The employees of the Company are entitled to leave as per the leave policy of the Company. The liability in respect of unutilized leave balances is provided at the end of year and charged to the Statement of Profit and Loss.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 42
INCOME TAX

₹ in Lakhs

	Particulars	Current Year 2025-2026	Previous Year 2024-2025
A	**The major components of income tax expense for the years are:**		
	Current income tax:		
	Current income tax charge	2,829.00	1,510.00
	Adjustments in respect of previous year	(10.62)	0.19
	Deferred tax:		
	Relating to origination and reversal of temporary differences	(276.93)	79.72
	Income tax expense reported in the statement of profit or loss	**2,541.45**	**1,589.91**
B	**The reconciliation between the provision of income tax of the Company and amounts computed by applying the Indian statutory income tax rate to profit before taxes is as follows:**		
	Profit before income tax	9,893.95	8,371.54
	Rate of Income tax	25.17%	25.17%
	Computed expected tax expenses	2,490.11	2,106.95
	Tax effect due to non-deductible items	44.27	37.90
	Tax effect due to deductible items	(59.11)	(49.53)
	Tax effect due to recognition / non recognition of deferred tax assets / (liabilities)	75.91	(516.29)
	Adjustments in respect of current income tax of previous year	(10.62)	0.19
	Others	0.89	10.69
	Income tax expense reported in the statement of profit or loss	**2,541.45**	**1,589.91**
C	**The Gross movement in the current income tax asset/(Liability) for the year ended 31 March 2026 and 31 March 2025 is as follows**		
	Net current income tax asset/(liability) at the beginning of the year	587.36	208.91
	Income tax paid	1,924.71	1,888.64
	Current tax expenses	(2,829.00)	(1,510.00)
	Interest on tax expenses	(17.41)	-
	Excess provision of earlier year	10.62	(0.19)
	Net current income tax asset/(liability) at the end of the year	**(323.72)**	**587.36**
D	**The balance comprises temporary differences attributable to the below items and corresponding movement in deferred tax liabilities / assets:**		
	Net deferred tax asset/(liability) at the beginning of the year	**(364.72)**	**(290.76)**
	Property plant and equipments	(10.33)	6.16
	Gratuity	11.19	6.73
	Disallowance of share issue expenses	16.26	-
	Impairment allowance on loans and advances	17.17	9.53
	EIR on HTM Securities	0.38	0.15
	Right-of-use	64.36	38.78
	Lease liabilities	(83.68)	(40.26)
	Impairment allowance on investments	(0.63)	(1.93)
	Fair value gain on financial instruments	315.73	(25.16)
	Long term capital loss	(74.33)	(83.78)
	Transaction cost on financial liabilities	2.81	1.02
	Transaction cost on financial assets	18.91	14.80
	Net deferred tax asset/(liability) at the end of the year	**(86.88)**	**(364.72)**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 43
DISAGGREGATED REVENUE INFORMATION

The table below represents disaggregation of company's revenue from contracts with the customers. The Company believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of its revenues and cash flows are affected by industry, market and other economic factors.

₹ in Lakhs

Particluars	Current Year 2025-2026	Previous Year 2024-2025
Type of goods or service		
Fees and commission Income	5,750.99	1,902.64
Total revenue from contracts with the customers	**5,750.99**	**1,902.64**
Geographical markets		
-India	5,750.99	1,902.64
-Outside India	-	-
Total revenue from contracts with the customers	**5,750.99**	**1,902.64**
Relation with customer		
-Non related party	5,750.99	1,902.64
-Related Party	-	-
Total revenue from contracts with the customers	**5,750.99**	**1,902.64**
Timing of revenue recognition		
-Service transferred over a period of time	-	-
-Service transferred over a point of time	5,750.99	1,902.64
Total revenue from contracts with the customers	**5,750.99**	**1,902.64**

Geographical revenue is allocated based on the location of the services.

NOTE - 44
TRANSFER OF FINANCIAL ASSETS THAT ARE DERECOGNISED IN THEIR ENTIRETY WHERE THE COMPANY HAS CONTINUING INVOLVEMENT

The Company has not transferred any assets that are derecognised in their entirety where the Company continues to have continuing involvement.

NOTE - 45
SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Company's standalone financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Estimates and assumptions are reviewed on periodic basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised.

The key assumptions concerning the future and other key sources of estimation, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities, within the next financial year, are described below. The Company's assumptions and estimates are based on parameters available at the time of preparation of standalone financial statements. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

(a) Employee benefit plans

The cost of the defined benefit plan and other employment benefits plan are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans, the management considers the interest rates of government bonds in currencies consistent with the currencies of the postemployment benefit obligation. The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at intervals in response to demographic changes. Future salary increases are based on expected future inflation rates.

Based on periodic review of the demographic assumptions, attrition rate assumption used for actuarial valuation of liability related to gratuity has been re-assessed during the year ended 31 March 2026. For the purpose of assessing the attrition rate, the Company considered the historical attrition trend and expected rate based on such trend/ experience. The change in assumption resulted in a increase of closing gratuity by Rs. 3.64 Lakhs, for the year ended 31 March 2026.

Further details about gratuity obligations are given in Note - 41.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(b) Valuation of financial instruments other than those measured at amortised cost

The Company measures certain financial instruments on fair value basis at each balance sheet date. The details of Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) and Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs) are further detailed out in Note - 39

(c) Impairment allowance for investments and loans

Recognition and measurement of impairment relating to the investments and loans measured at amortized cost involves significant management judgment and as per the requirements of Ind AS 109, credit loss assessment is based on management's ECL model. Management exercises judgment in determining the quantum of loss based on a range of factors. The most significant areas are:

- Credit ratings of the investments and loans;
- Investment and loans staging criteria
- Calculation of probability of default / Loss given default
- Consideration of probability weighted scenarios and
- Forward looking macro-economic factors.

The Company considered current and anticipated future economic conditions relating to industries the Company deals. In calculating expected credit loss, the Company has also considered credit reports and other related credit information for its investments to estimate the probability of default in future.

(d) Leases

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.

The Company has several lease contracts that include extension and termination options. The Company applies judgement in evaluating whether it is reasonably certain to exercise the option to renew or terminate the lease. It considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Company reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

(E) Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits.

NOTE - 46

CODE ON SOCIAL SECURITY, 2020

On November 21, 2025, the Government of India brought into force provisions of the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020, collectively referred to as the "Labour Codes". The Labour Codes consolidate twenty-nine existing Central labour laws and introduce, among other matters, a uniform definition of wages and certain changes relating to employee benefits.

The Company has assessed the potential financial impact of the Labour Codes on its employee benefit obligations, including gratuity and compensated absences. Based on such assessment, including the basis presently considered by the Company for determining eligible wages for such employee benefits, the impact on the measurement of gratuity and leave encashment liabilities is not material to the financial statements for the year ended March 31, 2026.

Accordingly, no separate incremental adjustment has been recognised in the Standalone Statement of Profit and Loss for the year ended March 31, 2026 on account of the Labour Codes. The Company will continue to monitor further developments, including final notification of applicable Rules and implementation guidance, and will evaluate any impact, if applicable, in future periods.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 47

DETAILS OF SECURED REDEEMABLE NON-CONVERTIBLE DEBENTURES

A Details of secured redeemable non-convertible debentures as at 31 March 2026

Name of Security	Number	Amount (₹ in lakhs)	Allotment Date	Redemption Date
9.08% Non Convertible Debentures - Series U*	5,000.00	5,000.00	17-Jul-23	17-Jul-26
9.35% Non Convertible Debentures	5,000.00	4,166.70	24-Apr-24	24-Apr-27
9.35% Non Convertible Debentures*	2,998.00	2,998.00	13-May-24	13-May-27
9.40% Non Convertible Debentures	5,000.00	2,499.95	03-Oct-24	03-Oct-27
9.29% Non Convertible Debentures*	12,500.00	12,500.00	24-Oct-24	23-Oct-26
9.40% Non Convertible Debentures*	5,000.00	5,000.00	30-Dec-24	30-Dec-27
9.40% Non Convertible Debentures*	5,000.00	5,000.00	14-Jan-25	14-Jan-28
9.50% Non Convertible Debentures*	5,000.00	5,000.00	27-Mar-25	27-Mar-28
8.65% Non Convertible Debentures	5,000.00	4,166.65	30-Jun-25	30-Jun-28
9.15% Non Convertible Debentures*	5,000.00	5,000.00	07-Jul-25	07-Jul-28
8.96% Non Convertible Debentures*	5,000.00	5,000.00	24-Dec-25	24-Dec-28
8.96% Non Convertible Debentures*	5,000.00	5,000.00	11-Feb-26	11-Feb-29
9.00% Non Convertible Debentures*	15,000.00	15,000.00	27-Feb-26	27-Feb-29
8.93% Non Convertible Debentures	5,000.00	5,000.00	30-Mar-26	30-Mar-29
9.05% Non Convertible Debentures*	5,000.00	5,000.00	30-Mar-26	30-Mar-29

1. Face value of all the non convertible debentures is Rs.1,00,000

*Non convertible debentures are redeemable at a call option in the range of 13 months to 33 months.

B Details of secured redeemable non-convertible debentures as at 31 March 2025

Name of Security	Number	Amount (₹ in lakhs)	Allotment Date	Redemption Date
9.75% Non Convertible Debentures - Series K*	6,600.00	6,600.00	28-Jun-18	28-Jun-25
9.95% Non Convertible Debentures - Series N*	3,500.00	3,500.00	18-Sep-18	18-Sep-25
9.08% Non Convertible Debentures - Series U	5,000.00	5,000.00	17-Jul-23	17-Jul-26
9.35% Non Convertible Debentures	5,000.00	5,000.00	24-Apr-24	24-Apr-27
9.35% Non Convertible Debentures*	4,000.00	4,000.00	13-May-24	13-May-27
9.35% Non Convertible Debentures	2,500.00	2,500.00	01-Aug-24	01-Nov-25
9.40% Non Convertible Debentures	5,000.00	5,000.00	03-Oct-24	03-Oct-27
9.29% Non Convertible Debentures*	12,500.00	12,500.00	24-Oct-24	23-Oct-26
9.40% Non Convertible Debentures*	5,000.00	5,000.00	30-Dec-24	30-Dec-27
9.40% Non Convertible Debentures*	5,000.00	5,000.00	14-Jan-25	14-Jan-28
9.50% Non Convertible Debentures*	5,000.00	5,000.00	27-Mar-25	27-Mar-28

1. Face value of all the non convertible debentures is Rs.1,00,000

*Non convertible debentures are redeemable at a call option in the range of 12 months to 48 months.

Non Convertible Debentures (Series K and Series N) are secured by a first charge over the identified "business assets" i.e. securities/receivables of the Company and a Pari-passu charge over the immovable properties of the Company situated at Chennai.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025

C1 - 6 Disclosure on transfer of loan exposure

(a) (i) Details of loans not in default acquired through direct assignments during the year ended 31 March 2026 - Nil

(a) (ii) Details of loans not in default transferred through assignments during the year ended 31 March 2026 - Nil

(b) Details of stressed loans transferred or acquired, during the year ended 31 March 2026 - Nil

₹ in Crores

C1 - 8 Exposures **1 Exposures to real estate sector**	**Current Year 2025-2026**	**Previous Year 2024-2025**
a) Direct exposure (including direct investments)		
(i) Residential mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits	-	-
(ii) Commercial Real Estate - Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits	-	-
(iii) Investments in Mortgage Backed Securities (MBS) and securitised exposures -		
a. Residential	-	-
b. Commercial real estate	-	0.10
Total Exposure to Real Estate Sector	**-**	**0.10**
b) Indirect exposure (including indirect investments)		
(i) Funded and Non Funded Exposures on National Housing Bank (NHB) and Housing Finance Companies (HFCs)	133.56	163.11
Total Exposure to Real Estate Sector	**133.56**	**163.21**
2. Exposures to Capital Market		
(i) Direct investment in equity shares, convertible bonds, convertible debentures and units of equity-oriented mutual funds the corpus of which is not exclusively invested in corporate debt;	45.22	45.22
(ii) Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity-oriented mutual funds;	-	-
(iii) Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security;	-	-
(iv) Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds 'does not fully cover the advances;	-	-
(v) Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers;	-	-
(vi) Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources;	-	-
(vii) Bridge loans to companies against expected equity flows / issues;	-	-
(viii) Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	-	-
(ix) Financing to stockbrokers for margin trading	-	-
(x) All exposures to Alternative Investment Funds:		
(i) Category I	-	-
(ii) Category II	-	-
(iii) Category III	-	-
Total Exposure to Capital Market	**45.22**	**45.22**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025

3 Sectoral exposure

		Current Year 2025- 2026			Previous Year 2024- 2025		
Sr No	Sectors	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ in crore)	Gross NPAs (₹ in crore)	Percentage of Gross NPAs to total exposure in that sector	Total Exposure (includes on balance sheet and off-balance sheet exposure) (₹ in crore)	Gross NPAs (₹ in crore)	Percentage of Gross NPAs to total exposure in that sector
1	**Agriculture and Allied Activities**	-	-	-	-	-	-
2	**Industry**						
	2.1 Micro and Small	-	-	-	-	-	-
	2.2 Medium	-	-	-	-	-	-
	2.3 Large	-	-	-	-	-	-
	2.4 Others	-	-	-	-	-	-
	Total of Industry (2.1+2.2+2.3+2.4)	-	-	-	-	-	-
3	**Services**						
	3.1 Transport Operators	-	-	-	-	-	-
	3.2 Computer Software	-	-	-	-	-	-
	3.3 Professional Services	-	-	-	-	-	-
	3.4 Wholesale Trade (other than Food Procurement)	-	-	-	-	-	-
	3.5 Retail Trade	-	-	-	-	-	-
	3.6 NBFCs	657.65	-	-	487.02	-	-
	3.7 Others	-	-	-	-	-	-
	Total of Services (3.1+3.2+3.3+3.4+3.5+3.6+3.7)	**657.65**	**-**	**-**	**487.02**	**-**	**-**
4	**Personal Loan**	-	-	-	-	-	-
5	**Others, If any**	**192.32**	**-**	**-**	**161.92**	**-**	**-**

4 Intra-group exposures

₹ in Crores

	Particular	Current Year 2025-2026	Previous Year 2024-2025
i)	Total amount of intra-group exposures	21.94	61.27
ii)	Total amount of top 20 intra-group exposures	21.94	61.27
iii)	Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	2.58%	9.44%

5. Unhedged foreign currency exposure

As of balance sheet date, company does not have any Unhedged foreign currency exposure.

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025.

C-9 Related Party Disclosure

₹ in Crores

Related Party	Parent (as per ownership or control)		Subsidiaries		Directors		Relative of Directors		Key Management Personnel		Relative of Key Management Personnel		Others		Others	
Items	**Current Year**	**Previous year**	**Current Year**	**Previous year**	**Current Year**	**Previous year**	**Current Year**	**Previous year**	**Current Year**	**Previous year**	**Current Year**	**Previous year**	**Current Year**	**Previous year**	**Current Year**	**Previous year**
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**-**	**-**
(Maximum o/s during the year)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**-**	**-**
Security deposits towards rented premises	-	-	-	-	-	1.00	-	-	-	-	-	-	-	-	**-**	**1.00**
(Maximum o/s during the year)	-	-	-	-	-	1.00	-	-	-	-	-	-	-	-	**-**	**1.00**
Advances	-	-	14.57	26.15	-	-	-	-	-	-	-	-	7.25	35.00	**21.82**	**61.15**
(Maximum o/s during the year)	-	-	26.15	29.85	-	-	-	-	-	-	-	-	35.00	55.00	**61.15**	**84.85**
Remuneration	-	-	-	-	3.72	3.36	-	-	0.31	0.16	-	-	-	-	**4.03**	**3.52**
Sitting Fees	-	-	-	-	0.11	0.10	-	-	-	-	-	-	-	-	**0.11**	**0.10**
Investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**-**	**-**
(Maximum o/s during the year)	-	-	45.22	45.22	-	-	-	-	-	-	-	-	-	-	**45.22**	**45.22**
Others transactions:																
Purchase of securities (excluding accrued interest)	79.06	7.48	-	-	-	-	-	-	-	-	-	-	15.94	-	**95.00**	**7.48**
Sale of securities (excluding accrued interest)	8.18	96.45	-	-	-	-	-	-	-	-	-	-	30.55	-	**38.73**	**96.45**
Interest received	-	-	1.26	2.09	-	-	-	-	-	-	-	-	2.20	5.08	**3.46**	**7.17**
Brokerage paid	-	-	-	-	-	-	-	-	-	-	-	-	1.04	1.01	**1.04**	**1.01**
Demat charges paid	-	-	-	-	-	-	-	-	-	-	-	-	0.03	0.01	**0.03**	**0.01**
Rent paid	-	-	-	-	0.02	0.24	-	-	-	-	-	-	-	-	**0.02**	**0.24**
Loan given	-	-	12.00	9.00	-	-	-	-	-	-	-	-	7.25	-	**19.25**	**9.00**
Repayment of loan given	-	-	23.57	12.70	-	-	-	-	-	-	-	-	35.00	20.00	**58.57**	**32.70**
Support services received	-	-	0.12	0.12	-	-	-	-	-	-	-	-	-	-	**0.12**	**0.12**
Rent deposit repaid back	-	-	-	-	1.00	-	-	-	-	-	-	-	-	-	**1.00**	**-**
Issuances of Non Convertible Debentures (excluding accrued interest)	-	-	-	-	-	-	-	-	-	-	-	-	-	36.00	**-**	**36.00**
Interest Expenses on Non Convertible Debentures*	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**-**	**-**
Referral Fees Expense	-	-	-	-	-	-	-	-	-	-			11.09	9.35	**11.09**	**9.35**
Commission on Corporate Guarantee	2.75	2.75	-	-	-	-	-	-	-	-	-	-	-	-	**2.75**	**2.75**
Acquisition of Software	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**-**	**-**
Upfront processing fees paid	-	-	-	-	-	-	-	-	-	-	-	-	-	0.36	**-**	**0.36**
Redemption of Non Convertible Debentures (excluding accrued interest)	-	-	-	-	-	-	-	-	-	-	-	-	-	0.10	**-**	**0.10**
Customer Support Services	-	-	-	-	-	-	-	-	-	-	-	-	0.09	0.27	**0.09**	**0.27**
Software expenses	-	-	-	-	-	-	-	-	-	-	-	-	1.38	2.91	**1.38**	**2.91**
Exitinguishment of Compulsory Convertible Preferene Shares on Conversion to Equity Shares	-	45.00	-	-	-	20.00	-	-	-	-	-	-	-	-	**-**	**65.00**
Issuance of Equity Shares on Conversion of Compulsory Convertible Preferene Shares	-	45.00	-	-	-	20.00	-	-	-	-			-	-	**-**	**65.00**
Issue of Non Cumulative Compulsory Convertible Preference Shares	100.00	-	-	-	40.00	-	-	-	-	-			2.50	-	**142.50**	**-**
											-	-				
Other closing balances:											-	-				
Balances Receivable	-	-	-	-	-	-	-	-	-	-	-	-	1.42	-	**1.42**	**-**
Trade payable	-	-	-	-	-	-	-	-	-	-			0.01	1.65	**0.01**	**1.65**
Accrued Interest on Non Convertible Debentures	-	-	-	-	-	-	-	-	-	-	-	-	-	-	**-**	**-**
Interest accrued but not due on loans outstanding	-	-	-	0.02	-	-	-	-	-	-			0.12	0.10	**0.12**	**0.12**
Corporate guarantee taken	275.00	275.00	-	-	-	-	-	-	-	-			-	-	**275.00**	**275.00**

*** Interest expense on non convertible debentures from other parites for the year ended 31st March 2025 is Rs.12,678/-**

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025.

C1 - 9A Exposures to Related Parties

₹ in Crores

Particulars	Current Year 2025-2026	Previous Year 2024-2025
A. Loan to related Parties		
Aggregate value of loans sanctioned to related parties during the year	67.50	110.00
Aggregate value of outstanding loans to related parties as on 31st March	21.82	61.15
Aggregate value of outstanding loans to related parties as a proportion of total credit exposure as on 31st March (in %)	0.03%	0.09%
Aggregate value of outstanding loans to related parties which are categorized as:		
(i) special Mention Accounts as on 31st March	Nil	Nil
(ii) Non-Performing Assets as on 31st March	Nil	Nil
Amount of provisions held in respect of loans to related parties as on 31st March	0.16	0.39
B. Contracts and Arrangements involving Related Parties		
Aggregate value of contracts and arrangements awarded to related parties during the year	150.24	120.95
Aggregate value of outstanding contracts and arrangements involving related parties as on 31st March	Nil	Nil

C1 - 10 Disclosure of Complaints

1 Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

S.no	Paticular	Current Year 2025-2026	Previous Year 2024-2025
	Complaints received by the NBFC from its customers	Nil	Nil
1	Number of complaints pending at beginning of the year		
2	Number of complaints received during the year		
3	Number of complaints disposed during the year		
3.1	of which, number of complaints rejected by the company		
4	Number of complaints pending at the end of the year		
5	Number of maintainable complaints received by the NBFC from Office of Ombudsman		
5.1	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman		
5.2	Of 5, number of complaints resolved through conciliation/mediation/advisories issued by Office of Ombudsman		
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC		
6	Number of Awards unimplemented within the stipulated time (other than those appealed)		

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025.

2 Top five grounds of complaints received by the NBFCs from customers

As at 31-March-2026

S.no	Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
	(1)	(2)	(3)	(4)	(5)	(6)
1	NIL					

As at 31-March-2025

S.no	Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
	(1)	(2)	(3)	(4)	(5)	(6)
1	NIL					

C1 - 11 Loans to directors, senior officers and relative of directors

₹ in Crores

Particular	Current Year 2025-2026	Previous Year 2024-2025
Directors and their relatives	-	-
Entities associates with directors and their relatives*	57.50	105.00
Senior Officers and their relatives	-	-

*(a) Working Capital Limit amounting upto a maximum amount of Rs.50 Crores (Previous Year Rs 100 Crores)

(b) Loans in form of unlisted non convertible debentures amounting to Rs.7.5 Crores (Previous Year Rs. 5 Crores)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

C1 - 13 Liquidity

(i) Funding Concentration based on significant counterparty (both deposits and borrowings):

S.no	Number of Significant Counterparties	Amount (Rs. in Crores)	% of Total deposits	% of Total Liabilities
1	24	2,418.45	NA	94.83%

Notes:

a. A “Significant counterparty” is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the Company's total liabilities.

b. Total liabilities have been computed as Total Assets less Equity share capital less Reserves & Surplus and computed basis extant regulatory ALM guidelines.

(ii) Top 20 large deposits (amount in ₹ crore and % of total deposits): - Not Applicable

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

(iii) Top 10 borrowings:

S.no	Amount (Rs. in Crores)	% of Total Borrowings
1	1,755.76	69.90%

Notes:

a. Total Borrowings have been computed as Gross Total Debt basis extant regulatory ALM guidelines.

(Iv) Funding Concentration based on significant instrument/product:

S.no	Number of Significant Counterparties	Amount (Rs. in Crores)	% of Total deposits
1	Non-convertible debentures	862.61	33.82%
2	Working Capital	311.94	12.23%
3	Term loans	782.14	30.67%
4	TREPS	555.00	21.76%

(v) Stock Ratios:

Sr. No.	Particular	% as on 31 March 2026
1	Commercial Paper to Total Liabilities	NA
2	Commercial Paper to Total Assets	NA
3	Commercial Paper to Public Funds	NA
4	NCDs (Original Maturity < 1 year) to Total Liabilities	NA
5	NCDs (Original Maturity < 1 year) to Total Assets	NA
6	NCDs (Original Maturity < 1 year) to Public Funds	NA
7	Other Short Term Liabilities to Total Liabilities	62.12%
8	Other Short Term Liabilities to Total Assets	44.62%
9	Other Short Term Liabilities to Public Funds	63.08%

Notes:

a. A "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the Company's total liabilities.

b. Total liabilities have been computed as Total Assets less Equity Share Capital less Reserves & Surplus and computed basis extant regulatory ALM guidelines.

(vi) Institutional set-up for liquidity risk management:

Asset Liability Management and Liquidity Risk Management Policy of the Company is designed to ensure that funding is available to meet all obligations in times of stress, whether caused by market events or issues specific.

The Board of Directors of the Company has an overall responsibility and oversight for the management of all the risks, including liquidity risk, to which the Company is exposed to in course of conducting its business. The Board approves the governance structure, policies, strategy for the management of liquidity risk.

The Company also has Risk Management Committee (RMC) for the effective supervision, evaluation, monitoring and review of various aspects and types of risks, including liquidity risk, faced by the Company. The RMC has the primary responsibility of evaluating overall risks faced by the NBFC including liquidity risk, interest rate risk and market risk. The meetings of RMC are held at periodic intervals. The minutes of RMC are placed before the Board of Directors in its next meeting for its perusal/approval/ratification.

The Asset Liability Committee (ALCO), which functions as the strategic decision-making body for the asset liability management of the Company from risk-return perspective and within the risk appetite and guardrails approved by the Board. The main objective of ALCO is to assist the Board and RMC in effective discharge of the responsibilities of asset-liability management, market risk management, liquidity and interest rate risk management. ALCO provide guidance and directions in terms of interest rate, liquidity, funding sources, and investment of surplus funds. ALCO meetings are held at periodic intervals. The minutes of ALCO are placed before the Board of Directors in its next meeting for its perusal/approval/ratification.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

C1 - 15 Comparison between provisions required under IRACP and impairment allowances made under Ind AS 109

₹ in Lakhs

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	84,997.32	346.70	84,650.62	341.12	5.58
	Stage 2	-	-	-	-	-
Subtotal		**84,997.32**	**346.70**	**84,650.62**	**341.12**	**5.58**
Non Performing Assets						
Sub-standard	Stage 3	-	-	-	-	-
Doubtful - up to 1 year	Stage 3	-	-	-	-	-
1 to 3 years	Stage 3	-	-	-	-	-
More than 3 years	Stage 3	-	-	-	-	-
Subtotal for doubtful		-	-	-	-	-
Loss	Stage 3	-	-	-	-	-
Subtotal for NPA		-	-	-	-	-
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	-	-	-	-	-
	Stage 2	-	-	-	-	-
	Stage 3	-	-	-	-	-
Subtotal	**-**	**-**	**-**	**-**	**-**	**-**
Total	**Stage 1**	**84,997.32**	**346.70**	**84,650.62**	**341.12**	**5.58**
	Stage 2	**-**	**-**	**-**	**-**	**-**
	Stage 3	**-**	**-**	**-**	**-**	**-**
	Total	**84,997.32**	**346.70**	**84,650.62**	**341.12**	**5.58**

Note: The assets includes loans and advances only

C2 - 10 Summary of significant accounting policies

Refer Note 1

C2 - 11 Capital

	Items	Current Year 2025-2026	Previous Year 2024-2025
i)	CRAR (%)	35.63	31.64
ii)	CRAR - Tier I capital (%)	35.50	31.52
iii)	CRAR - Tier II capital (%)	0.13	0.12
iv)	Amount of subordinated debt raised as Tier-II capital	-	-
v)	Amount raised by issue of Perpetual Debt Instruments	-	-

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

C2 - 12 Investments

1 Value of investments

₹ In Crores

	Items	Current Year 2025-2026	Previous Year 2024-2025
i)	Gross value of investments		
	- In India	2,194.06	2,024.04
	- Outside India,	-	-
ii)	Provisions for depreciation		
	- In India	0.07	0.09
	- Outside India,	-	-
iii)	Net Value of Investments		
	- In India	2,193.99	2,023.95
	- Outside India,	-	-

2. Movement of provisions held towards depreciation on investments

₹ In Crores

	Items	Current Year 2025-2026	Previous Year 2024-2025
i)	Opening balance	0.09	0.17
ii)	Add : Provisions made during the year	-	-
iii)	Less : Write-off / write-back of excess provisions during the year	(0.03)	(0.08)
iv)	Closing balance	0.06	0.09

C2 - 13 Derivatives

The Company did not have any transactions in Derivatives.

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

C2-14 Asset Liability Management

Maturity pattern of certain items of Assets and Liabilities as at 31 March 2026

₹ In Crores

Particulars	1 day to 7 days	Over 7 days to 14 days	Over 14 days to 30/31 days	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	1.64	1.22	0.03	-	**2.90**
Advances	32.26	0.18	31.62	31.79	32.36	88.48	195.56	407.18	30.79	2.57	**852.80**
Investments	664.86	0.66	7.29	680.40	684.07	22.56	46.58	61.51	5.65	45.22	**2,218.79**
Stock of securities	136.02	35.68	5.60	109.09	109.09	-	-	-	-	-	**395.49**
Borrowings	642.57	20.66	130.82	97.86	131.76	189.85	394.28	912.12	16.62	-	**2,536.53**
Foreign Currency assets	-	-	-	-	-	-	-	-	-	-	**-**
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-	-	**-**

Maturity pattern of certain items of Assets and Liabilities as at March 31, 2025

₹ In Crores

Particulars	1 day to 7 days	Over 7 days to 14 days	1 day to 30/31 days (one month)	Over one month to 2 months	Over 2 months upto 3 months	Over 3 months to 6 months	Over 6 months to 1 year	Over 1 year to 3 years	Over 3 years to 5 years	Over 5 years	Total
Deposits	-	-	-	-	-	-	5.29	1.14	0.02	-	**6.45**
Advances	5.14	0.19	31.60	33.94	32.00	85.85	172.04	273.43	13.90	2.93	**651.02**
Investments	745.09	23.53	43.97	579.54	581.10	3.22	6.70	3.61	7.17	45.22	**2,039.15**
Stock of securities	95.54	206.09	112.71	0.57	0.57	-	-	-	-	-	**415.48**
Borrowings	614.42	3.56	11.99	132.36	268.34	202.05	240.76	854.63	3.33	-	**2,331.44**
Foreign Currency assets	-	-	-	-	-	-	-	-	-	-	**-**
Foreign Currency liabilities	-	-	-	-	-	-	-	-	-	-	**-**

Note:

Advances includes loans and advances in the nature of loans and excludes advances recoverable in cash or kind or for value to be received, advance payment of taxes and deposits.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

C2 - 15 Exposures

(i) Details of financing of parent company products

The Company did not have any financing of parent company's products.

(ii) Details of Single Borrower Limit (SGL) / Group Borrower Limit (GBL) exceeded by the NBFC

Single Borrower Limit (SGL) / Group Borrower Limit (GBL) has not been exceeded the prudential exposure limits during the year by the Company.

(iii) Unsecured Advances

The Company has an outstanding advances of Rs. 30.75 Crores as unsecured advances as on 31 March 2026.

C2 - 16 Corporate Governance

The disclosure required by this clause number (i) to (v) and (vii) forms a part of Corporate Governance Report of Annual Report for the year ended 31 March 2026.

C2 - 16 (vi) Disclosure of Penalties imposed by RBI and other regulators

There is no penalty imposed by RBI and other regulators.

C2 - 17 Breach of Coveants

There are no instances of breach of covenant of loan avalied or debt securities issued by the Company.

C2 - 18 Divergence in Asset Classification and Provisioning

During the year under consideration there was no assessment done by Reserve Bank of India and therefore details of diversions are not required to be disclosed.

C2 - 19 Registration obtained from other financial sector regulators

There is no other registration obtained from any other financials sector regulators.

C2 - 20 Area of operation

Particular	Information
Area	Mumbai and New Delhi
Country	India
Joint ventures	No Joint Ventures
Overseas subsidiaries	No Overseas subsidiaries

There is no penalty imposed by RBI and other regulators

C2 - 21 Rating assigned by credit rating agencies and migration of rating during the year

During the current year, the credit rating agencies have assigned the following credit ratings to the Company:

1 - Non-Convertible Debentures - ACUITE AA -
2 - Long Term / Short Term Bank Facilities - CARE AA-
3 - Non-Convertible Debentures - CARE AA-
4 - Commercial Paper - CARE A1+

C2 - 22 Remuneration of Directors

During the year, sitting fees has been paid to a non-executive directors amounting to Rs. 0.11 Crores.

C2 - 23 Net Profit or Loss for the year, prior period items and changes in accounting policies

There are no prior period items that have impact on the current year's standalone profit and loss.

C2 - 24 Revenue Recognition

There are no such circumstances in which revenue recognition has been postponed which is pending for the resolution of significant uncertainties.

C2 - 25 Provisions and Contingencies

₹ in Crores

Break up of 'Provisions and Contingencies' shown under the head Expenditure in Profit and Loss Account		Current Year 2025-2026	Previous Year 2024-2025
i)	Provisions for depreciation on Investments	(0.03)	(0.08)
ii)	Provision towards NPA	-	-
iii)	Provision made towards Income tax (Including Deferred tax and Earlier period tax adjustments)*	25.42	15.96
iv)	Other Provision and Contingencies (Employee Benefits)*	0.61	0.71
v)	Impairment on loans and advances (net)	0.68	0.38

* including recognised in other comprehensive income

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48 (Contd.)

Disclosure as required by Master Direction – Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 and as per Annexure I of Master Direction - Reserve Bank of India (Non-Banking Financial Companies – Asset Liability Management) Directions, 2025 dated November 28, 2025

C2 - 26 Draw Down from Reserves

There have been no drawdown from Reserves.

₹ in Crores

C2 - 27	Concentration of Deposits, Advances, Exposures and NPAs	As at 31-03-2026
a.	**Concentration of Deposits (for deposit taking NBFCs)**	
	Total Deposits of twenty largest depositors	Not Applicable
	Percentage of Deposits of twenty largest depositors to Total Deposits of the NBFC	Not Applicable
b.	**Concentration of Advances**	
	Total Advances to twenty largest borrowers	675.43
	Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	79.30%
c.	**Concentration of Exposures**	
	Total Exposure to twenty largest borrowers / customers (Including interest accrued and due)	676.32
	Percentage of Exposures to twenty largest borrowers / customers to Total Exposure of the NBFC on borrowers / customers	79.20%
d.	**Concentration of NPAs**	Nil
	Total Exposure to top four NPA accounts	

C2 - 28 Movements of NPAs

₹ in Crores

	Particulars	Current Year 2025-26	Previous Year 2024-2025
(i)	Net NPAs to Net Advances (%)	-	-
(ii)	Movement of NPA (Gross)		
	(a) Opening Balance	-	-
	(b) Additions during the year	-	-
	(c) Reductions during the year	-	-
	(d) Closing Balance	-	-
(iii)	Movement of Net NPA		
	(a) Opening Balance	-	-
	(b) Additions during the year	-	-
	(c) Reductions during the year	-	-
	(d) Closing Balance	-	-
(iv)	Movement of provisions for NPAs (excluding provisions on standard assets)		
	(a) Opening Balance	-	-
	(b) Provisions made during the year	-	-
	(c) Write-off / write-back of excess provisions	-	-
	(d) Closing Balance	-	-

C2 - 29 Overseas Assets

During the year, there are no overseas assets in the Company.

C2 - 30 Off-Balance Sheet SPVs sponsored

During the year, there are no off-balance sheet SPVs sponsored by the Company.

C2 - 31 Off-Balance Sheet exposure and structured products

During the year, there are no off-balance sheet exposure and structured products of the Company.

Chapter IV - Consolidated Financial Statements (CFS)

The Company has a subsidiary company - Family Home Finance Private Limited which was incorporated on 29 June 2017. The consolidated financial statements are separately presented.

The financial information in the above disclosure as required by the notification no. RBI/DOR/2025-26/359 DOR. ACC. REC. No. 278 / 21.04.018 / 2025-26 for Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated 28 November 2025 issued by RBI as amended from time to time except for Assets Liability Management disclosure, are based on the IND AS standalone financial statements for the year ended 31 March 2026 and 31 March 2025. The financial information presented in the Assets Liability Management disclosure are based on carrying value of the assets and liabilities without considering the effects of IND AS adjustments as on 31 March 2026 and 31 March 2025.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 49

In accordance with the instructions in the RBI notification no. RBI/2021-22/17 DOR.STR.REC.4/21.04.048/2021-22 dated 7 April 2021 all lending institutions shall refund / adjust 'interest on interest' to all borrowers including those who had availed working capital facilities during the moratorium period, irrespective of whether moratorium had been fully or partially availed or not availed. Pursuant to these instructions, the Indian Bank Association (IBA) in consultation with other industry participants / bodies published the methodology for calculation of the amount of such 'interest on interest'. Accordingly, the Company has estimated the said amount and made provision for refund adjustment in the previous year itself.

NOTE - 50

The Company does not have any capital work in progress and intangible assets under development.

NOTE - 51

The Company does not hold any Benami Property as defined under Benami Transactions (Prohibition) Act (45) of 1988 and rules made thereunder.

NOTE - 52

The Company does not have any transactions with companies struck off under section 248 of Companies Act 2013 or Section 560 of Companies Act 1956, during the financial year ending 31 March 2026 and 31 March 2025

NOTE - 53

The Company has complied with the number of layer prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on Number of Layers) Rules, 2017.

NOTE - 54

Utilisation of borrowed funds and share premium

(a) No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity (“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) No funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other 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.

NOTE - 55

The Company does not have any undisclosed income during the financial year ended 31 March 2026 and 31 March 2025

NOTE - 56

There are no capital / other commitments and contingent liabilities as on 31 March 2026 and 31 March 2025.

NOTE - 57

The Company does not traded or invested in Crypto Currency or Virtual Currency during the financial year ended 31 March 2026 and 31 March 2025

NOTE - 58

There was no impairment loss on the non-financial assets on the basis of review carried out by the management in accordance with Indian Accounting Standard (Ind AS) – 36 ‘Impairment of Assets’.

NOTE - 59

In the opinion of management, loans, investments and other financial assets have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet. The provision for all known liabilities is adequate and not in excess of the amount reasonably stated.

NOTE - 60

No fraud on or by the Company has been noticed or reported during the year ended 31 March 2026 and 31 March 2025.

NOTE - 61

There is no scheme of arrangement of Company which is approved by the Competant Authority in terms of section 230 to 237 of the Companies Act, 2013.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 62

Subsequent events

(a) The Board of Directors of the Company in its meeting held on 14 May 2026, have recommended a final dividend of Rs. 2 per equity share having face value of Rs. 10 each for the year ended 31 March 2026. The same is subject to approval of the shareholders in the ensuing annual general meeting. The proposed dividend if approved at the ensuing annual general meeting will result in total cash outflow of Rs. 530.88 Lakhs.

(b) The Board of Directors of the Company in their board meeting held on 14 May 2026, have approved a final dividend @ 12% p.a. on its preference shares having face value of Rs.100 each for the period 10 March 2026 to 31 March 2026, which resulted in total cash outflow of Rs. 79.32 lakhs

NOTE - 63

The disclosure required in terms of Annex I of Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 is given in Annexure 'A'.

NOTE - 64

Previous year's figure have been regrouped or rearranged, wherever considered necessary, to conform with the current year's presentation.

Signatures to 1 to 64

As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
DIN: 00698377

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated : 14 May 2026

SCHEDULE TO THE BALANCE SHEET OF A NON DEPOSIT TAKING NON BANKING FINANCIAL COMPANY - MIDDLE LAYER AS AT 31 MARCH 2026

Annexure"A"

Annexure I of Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025

₹ in Crores

		Particulars	Amount	
	Liabilities side			
1	**Loans and advances availed by the non-banking financial company inclusive of interest accrued thereon but not paid**		**Amount outstanding**	**Amount Overdue**
	a	Debentures		
		Secured	882.63	NIL
		Unsecured (Other than falling within the meaning of public deposit*)	NIL	NIL
	b	Deferred credits	NIL	NIL
	c	Term Loans	669.31	NIL
	d	Inter - corporate loans and borrowings	NIL	NIL
	e	Commercial paper	NIL	NIL
	f	Working capital demand loan from bank	282.04	NIL
	g	Loan from NBFC	144.78	NIL
	h	Clearing Corporation of India limited	555.00	NIL
	I	Repo Account	Nil	NIL
	* Refer note no.1 below			

₹ in Crores

			Amount outstanding	Amount Overdue
2	**Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :**		**Amount outstanding**	**Amount Overdue**
	a	In the form of Unsecured debentures	NIL	NIL
	b	In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	NIL	NIL
	c	Other public deposits	NIL	NIL

₹ in Crores

			Amount
	Asset Side		**Amount**
3	**Break up of loans and advances including bills receivables other than those included in (4) below**		**Amount outstanding**
		Secured	819.22
		Unsecured	30.75
		(includes those in nature of loans and excludes advances recoverable in cash or kind or for value to be received, advance payment of income tax and deposits)	
4	**Break up of leased assets and stock on hire and hypothecation loans counting towards AFC activities**		**Amount outstanding**
	a	Lease assets including lease rentals under sundry debtors	
		Financial lease	Not applicable
		Operating lease	Not applicable
	b	Stock on the hire including hire charges under sundry debtors	
		Assets on hire	Not applicable
		Repossessed assets	Not applicable
	c	Other loans counting towards EL/HP activities	
		Loans where assets have been repossessed	Not applicable
		Loans other than above	Not applicable

SCHEDULE TO THE BALANCE SHEET OF A NON DEPOSIT TAKING NON BANKING FINANCIAL COMPANY - MIDDLE LAYER AS AT 31 MARCH 2026

Annexure"A"

Annexure I of Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025

₹ in Crores

5	Break up of investments	Amount outstanding
	Current Investments	
a	**Quoted**	
	Shares	NIL
	Equity	NIL
	Preference	NIL
	Debentures and bonds	1,366.90
	Units of mutual funds	NIL
	Government securities	621.92
	Others	139.36
b	**Unquoted**	
	Shares	NIL
	Equity	NIL
	Preference	NIL
	Debentures and bonds	NIL
	Units of mutual funds	NIL
	Government securities	NIL
	Others	7.41
	Long Term Investments	
a	**Quoted**	
	Shares	NIL
	Equity	NIL
	Preference	NIL
	Debentures and bonds	12.90
	Units of mutual funds	NIL
	Government securities	NIL
	Others	Nil
b	**Unquoted**	
	Shares	NIL
	Equity	45.22
	Preference	NIL
	Debentures and bonds	NIL
	Units of mutual funds	NIL
	Government securities	NIL
	Others	0.35

SCHEDULE TO THE BALANCE SHEET OF A NON DEPOSIT TAKING NON BANKING FINANCIAL COMPANY - MIDDLE LAYER AS AT 31 MARCH 2026

₹ in Crores

6	**Borrowers group wise classification of financed as in (2) above:**		**Amount outstanding**		
	Category		**Amount Net of Provisions**		
	1	**Related parties**	**Secured**	**Unsecured**	**Total**
	a	Subsidiaries	14.48	NIL	14.48
	b	Companies in the same group	NIL	7.30	7.30
	c	Other related parties	Nil	NIL	Nil
	2	**Other than related parties**	801.35	23.37	824.72
		Total	**815.83**	**30.67**	**846.50**
	Refer note no. 2 below				

₹ in Crores

7	**Investor group wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted)**		**Amount outstanding**	
	Category		**Market value/ break up of fair value or NAV**	**Book value (net of provision)**
	1	**Related parties***		
	a	Subsidiaries**	50.63	45.22
	b	Companies in the same group	NIL	NIL
	c	Other related parties	NIL	NIL
	2	**Other than related parties**	**2,540.05**	2,539.98
		Total	**2,590.68**	**2,585.20**

* As per Accounting Standard notified by Central Government of India (Refer note no. 2 below)

** The Net Asset Value for the investment in subsidiary company is the audited networth of the subsidiary company as on 31 March 2026.

₹ in Crores

8	**Other information**		
	Sr. No.	**Particular**	**Amount**
	i)	**Gross non- performing assets**	
	a	Related parties	NIL
	b	Other than related parties	NIL
	ii)	**Net non-performing assets**	
	a	Related parties	NIL
	b	other than related parties	NIL
	iii)	**Assets acquired in satisfaction of Debts**	NIL

Notes:

- Provisioning norms shall be applicable as prescribed in Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025
- All Accounting Standards notified by Central Government of India and Guidance Notes issued by ICAI are applicable including for valuation of investments and other assets as also assets acquired in satisfaction of debt. However, market value in respect of quoted investments (except Debentures and Government Securities are valued at cost as the market value is not available) and break up/ fair value/ NAV in respect of unquoted investments has been disclosed irrespective of whether they are classified as long term or current in (5) above.
- Unquoted debentures has been treated as term loans or types of credit facilities depending upon the tenure of such debentures for the purpose of income recognition and asset classification.
- The financial information in the above disclosure as required in terms of Annex I of Reserve Bank of India (Non-Banking Financial Companies – Financial Statements: Presentation and Disclosures) Directions, 2025 dated November 28, 2025 are based on the IND AS standalone financial statements for the year ended 31 March 2026

INDEPENDENT AUDITOR'S REPORT

To the Members of
A. K. Capital Finance Limited

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of A.K. Capital Finance Limited (the "Holding Company")and its subsidiary (the Holding Company and its subsidiary together referred to as the "Group"), which comprise the consolidated Balance Sheet as at March 31, 2026, the consolidated Statement of Profit and Loss (including Other Comprehensive Income), the consolidated Statement of Changes in Equity and the consolidated Statement of Cash Flows for the year ended on that date, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with Indian Accounting Standards prescribed under section 133 of the Act, 2013('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 consolidated state of affairs of the Group as at March 31, 2026, the consolidated profit, total consolidated comprehensive income, the consolidated changes in equity and consolidated cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing ("SA"s) 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 Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("ICAI") together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Sr. No.	Key Audit Matter	Auditor's response
1	**Impairment of loans** Recognition and measurement of impairment of loans and advances involve significant management judgement. Under Ind AS 109, Financial Instruments, allowance for loan losses is determined using expected credit loss ("ECL") estimation model. The estimation of ECL on financial instruments involves significant judgement and estimates. The key areas where we identified greater levels of management judgement and therefore increased levels of audit focus in the Company's estimation of ECLs are: • Data inputs: The application of ECL model requires several data inputs. This increases the risk of completeness and accuracy of the data that has been used to create assumptions in the model. • Model estimations: Inherently judgmental models are used to estimate ECL which involves determining Probabilities of Default ("PD"), Loss Given Default ("LGD"), and Exposures at Default ("EAD"). The PD and the LGD are the key drivers of estimation complexity in the ECL and as a result are considered the most significant judgmental aspect of the Company's modelling approach • Economic scenarios: Ind AS 109 requires the Company to measure ECLs on an unbiased forward-looking basis reflecting a range of future economic conditions. Significant management judgement is applied in determined the economic scenarios used and the probability weights applied to them.	**Principal Audit Procedures** Our key audit procedures included: • Evaluation of the appropriateness of the impairment principles used by management based in the requirements of Ind AS 109, our business understanding and industry practice. • Understanding management's processes, systems and controls implemented in relation to impairment allowance process • Evaluating management's controls over collation of relevant information used for determining estimates for management overlays. • Assessing the design and implementation of key internal financial controls over loan impairment process used to calculate the impairment charge. • Testing of review controls over measurement of impairment allowances and disclosures in Ind AS financial statements. • Assessing the appropriateness of changes made in macro-economic factors and management overlays to calibrate the risks that are not yet fully captured by the existing model. • Focus on appropriate application of accounting principles, validating completeness and accuracy of the data and reasonableness of assumptions used in the model.

<table>
<tr><th>Sr. No.</th><th>Key Audit Matter</th><th>Auditor’s response</th></tr>
<tr><td>1</td><td>The effect of these matters is that, as part of our risk assessment, we determined that the impairment of loans and advances to customers, has a high degree of estimation uncertainty, with a potential range of reasonable outcomes greater than our materiality for the Ind AS financial statements, and possibly many times that amount.

Disclosures

The disclosures (including disclosures prescribed by RBI) regarding the Company’s application of Ind AS 109 are key to explaining the key judgements and material inputs to the Ind AS 109 ECL results.

Refer Note 1, 4, 36, 37 and 39 to the Consolidated financial statements</td><td>• Test of details over of calculation of impairment allowance for assessing the completeness, accuracy, and relevance of data.
• Model calculations testing through re-performance where possible.
• Assessed the appropriateness of management’s judgements in respect of calculation methodologies, segmentation, economic factors, the period of historical loss rates used and the valuation of recovery assets.
• Assessed whether the disclosures on key judgements, assumptions, and quantitative data with respect to impairment of loans (including restructuring related disclosures) in the Ind AS financial statements are appropriate and sufficient.</td></tr>
<tr><td>2</td><td>Measurement of investments in accordance with Ind AS 109 “Financial Instruments”

On initial recognition, investments are recognized at fair value, in case of Investments which are recognised at fair value through profit and loss (FVTPL) subsequently, its transaction cost is recognised in the statement of profit and loss. In other cases, the transaction costs are attributed to the acquisition value of the investments.

The Company’s investments are subsequently classified into following categories based on the objective of its business model to manage the cash flows and options available in the standard:
• Debt instruments at amortised cost
• Debt instruments and other instruments at fair value through profit or loss (FVTPL)
• Equity instruments measured at fair value through other comprehensive income FVTOCI

The Company has assessed following two business model: -
• Held to collect contractual cash flows
• Realising cash flows through the sale of investments. The Company makes decisions based on the assets’ fair values and manages the assets to realise those fair values.
• Since valuation of investments involves critical assumptions, significant risk in valuation and complexity in assessment of business model and fair valuation, the valuation of investments as per Ind AS 109 is determined to be a key audit matter in our audit of the standalone financial statements.

Refer Note 1, 5, 6, 36, 37, 38 and 39 to the Consolidated financial statements.</td><td>Principal Audit Procedures
• Obtained an understanding of Company’s business model assessment in accordance with Ind AS 109;
• Evaluated the Company’s assessment of business model;
• Obtained an understanding of the determination of the measurement of the investments and tested the reasonableness of the significant judgments applied by the management;
• Evaluated the design of internal controls relating to the measurement and also tested the operating effectiveness of the aforesaid controls;
• Checked that the Company has used valuation methodology that is appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs, also checked the reasonableness of judgements & assumptions
• Obtained and assessed the valuation certificate issued by Independent Chartered Accountant in practice in respect of fair value of investments; and
• Assessed the appropriateness of the disclosure in the standalone financial statements in accordance with the applicable financial reporting framework.</td></tr>
<tr><td>3</td><td>IT systems and control

Financial accounting and reporting processes, especially in the financial services sector are fundamentally reliant on IT systems and IT controls to process significant transaction volumes, hence we identified IT systems and controls over financial reporting as a key audit matter for the Company.

Automated accounting procedures and IT environment controls, which include IT governance, general IT controls over program development and changes, access to programs and data and IT operations, are required to be designed and to operate effectively to ensure reliable financial reporting.</td><td>Principal Audit Procedures
• We tested the design and operating effectiveness of the Company’s IT access controls over the information systems that are important to financial reporting and various interfaces, configuration, and other identified application controls.
• We tested IT general controls (logical access changes management and aspects of IT operational controls).
• We tested the Company’s periodic review of access rights. We also tested requests of changes to systems for approval and authorization.

In addition to the above, we tested the design and operating effectiveness of certain automated controls that were considered as key internal controls over financial reporting.</td></tr>
</table>

Information other than the financial statements and auditor's report thereon

The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the consolidated financial statements, standalone financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Management's and Board of Directors' Responsibility for the Consolidated Financial Statements

The Holding Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation and presentation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated changes in equity and consolidated cash flows of the Group in accordance with Ind AS and other accounting principles generally accepted in India. The respective Boards of Directors of the companies included in the Group are responsible for maintenance of the adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the respective Board of Directors of the companies included in the Group is responsible for assessing the ability of the respective entities to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the respective Boards of Directors either intends to liquidate their respective entities or to cease operations, or have no realistic alternative but to do so.

The respective Boards of Directors of the companies included in the Group are also responsible for overseeing the financial reporting process of the Group

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated 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 financial controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company and its subsidiary company which are companies incorporated in India, has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability of the Group to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities within the Group to express an opinion on the consolidated financial statements.

Materiality is the magnitude of misstatements in the consolidated financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the consolidated 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 consolidated financial statements.

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

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

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

Other matters

1. The consolidated financial statements include the audited financial statements of one subsidiary whose financial statements reflects Group's share of total assets of Rs. 6,777.52 lakhs as at March 31, 2026, Group's share of total revenue of Rs. 665.17 lakhs and Group's share of total net profit after tax of Rs. 83.16 Lakhs for the year ended March 31, 2026, as considered in the consolidated financial statements, which have been audited by the subsidiary's independent auditors. The independent auditors' reports on financial statements of such subsidiary have been furnished to us and our opinion on the consolidated financial results, in so far as it relates to the amounts and disclosures included in respect of such subsidiary, is based solely on the report of such auditor and the procedures performed by us are as stated in paragraph above.

   Our opinion on the consolidated financial results is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.

   Report on Other Legal and Regulatory Requirements

   As required by the paragraph 3(xxi) of Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of section 143(11) of the Act, based on our audit and on the consideration of audit report on the financial statement of a subsidiary company, we give in the 'Annexure 1' a statement on the matters specified in paragraph 3(xxi) of the Order.

(1) As required by Section 143(3) of the Act, we report that:

   a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of aforesaid consolidated financial statements;

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

   c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, Consolidated Statement of Cash Flows and the Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

   d. In our opinion, the aforesaid consolidated financial statements comply with the Ind AS specified under Section 133 of the Act;

   e. On the basis of written representations received from the directors of the Holding Company as on March 31, 2026, and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its Subsidiary Company, none of the directors of the Holding Company and its Subsidiary Company is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;

   f. With respect to the adequacy of the internal financial controls over financial reporting and operating effectiveness of such controls of the Holding Company and its subsidiary company whose audit reports have been provided to us, we give our separate Report in "Annexure 2".

   g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

      In our opinion and to the best of our information and according to the explanations given to us and based on the reports of the statutory auditor of the Subsidiary Company which were not audited by us, the remuneration paid/ provided by the Holding Company and its Subsidiary Company to its directors during the year is in accordance with the provisions of section 197 of the Act;

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

      (i) The Group does not have any pending litigations which would impact its financial position;

      (ii) The Group did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses;

      (iii) There is no amount required to be transferred to the Investor Education and Protection Fund by the Group.

      (iv)(a) The Management of the Holding Company has represented that, to the best of its knowledge and belief and upon consideration of report of the statutory auditor of the Subsidiary Company, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company or its Subsidiary Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, 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 of the Holding Company has represented, that, to the best of its knowledge and belief and upon consideration of report of the statutory auditor of Subsidiary Company, no funds (which are material either individually or in the aggregate) have been received by the Company or its Subsidiary Company, from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, 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 the audit procedures that has been considered reasonable and appropriate in the circumstances and upon consideration of the audit report of the statutory auditor of the Subsidiary Company, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) contain any material misstatement.

(v) The interim dividend declared and paid by the Group during the year and until the date of its audit report is in accordance with section 123 of the Companies Act, 2013.

As stated in Note 61 to the consolidated financial statements, the Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend declared is in accordance with section 123 of the Act to the extent it applies to declaration of dividend.

(vi) Based on our examination which included test checks and upon consideration of audit report of the subsidiary company whose audit report has been furnished to us, the Holding Company and its subsidiary company have used accounting software for maintaining its books of account which has a feature of recording audit trail (edit-log) facility and the same have operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit and upon consideration of audit report of the subsidiary company, we did not come across any instance of audit trail feature being tampered with.

Further, the Holding Company is using independent software for debt securities management and payroll processing which are not integrated with the accounting system of the Holding Company.

The Subsidiary Company is also using independent software for loan management and payroll processing which are not integrated with the accounting system of the Subsidiary Company.

Based on the output of these software's as stated above, the Holding and subsidiary company account for the entries related to debt securities, loans and payroll on a timely basis. Accordingly, in our view, the reporting under Rule 11(g) is not applicable in respect of such software.

Additionally, the audit trail has been preserved by the Group as per the statutory requirements for record retention.

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration No. 003304N/N500056

Manish Kumar
Partner
Membership No. 423629
UDIN: 26423629DAEGGW8166

Date: May 14, 2026
Place: New Delhi

ANNEXURE 1 REFERRED TO IN PARAGRAPH UNDER THE HEADING "REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS" OF OUR REPORT OF EVEN DATE

In terms of the information and explanations sought by us and given by the Holding Company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief and based on the consideration of audit report on the financial statements of a subsidiary company incorporated in India, we state that:

(xxi) Qualifications or adverse remarks by the respective auditors in the Companies (Auditors Report) Order 2020 reports of the companies included in the consolidated financial statements are:

S. No.	Name	CIN	Relation	Clause number of the CARO report which is qualified or is adverse
1	Family Home Finance Private Limited	U74999MH2017PTC296737	Wholly Owned Subsidiary	iii (c) & iii (d)

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration No. 003304N/N500056

Manish Kumar
Partner
Membership No. 423629
UDIN: 26423629DAEGGW8166

Date: May 14, 2026
Place: New Delhi

ANNEXURE 2 TO THE INDEPENDENT AUDITOR'S REPORT

[Referred to under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditor's Report of even date to the members of A.K. Capital Finance Limited on the consolidated financial statements for the year ended March 31, 2026]

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

In conjunction with our audit of the consolidated financial statements of the Holding Company as of and for the year ended March 31, 2026, we have audited the internal financial controls over financial reporting of A.K. Capital Finance Limited ("the Holding Company"), its Subsidiary Company(together referred to as the "Group") whose audit report has been provided to us and which are companies incorporated in India and referred to in "other matters" paragraph in our Independent Auditor's Report of the even date.

Management's Responsibility for Internal Financial Controls

The respective Board of Directors of the Group which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ("ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditors' Responsibility

Our responsibility is to express an opinion on the Holding Company's internal financial controls over financial reporting based on our audit and based on the consideration of the reports of other auditors on separate audited financial statements of the subsidiary as referred to in the Other Matters paragraph in the Independent Auditor's Report of even date. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing specified under section 143(10) of the Act to the extent applicable to an audit of internal financial controls, both issued by the ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained including consideration of the reports of other auditor on separate audited financial statements of the subsidiary company, is sufficient and appropriate to provide a basis for our audit opinion on the Holding Company and its subsidiary company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls over Financial Reporting

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Other Matter

Our aforesaid report under Section 143(3)(i) on the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting, insofar as it related to one subsidiary company which is incorporated in India, is based on the corresponding report of the auditors of such subsidiary company incorporated in India.

Opinion

In our opinion and based on the consideration of the report of other auditor on separate audited financial statements of one subsidiary, the Holding Company and the subsidiary have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Group considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the ICAI.

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration No. 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

UDIN: 26423629DAEGGW8166

Date: May 14, 2026
Place: New Delhi

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2026

₹ in Lakhs

	Note No.	As at 31-03-2026	As at 31-03-2025
ASSETS			
(1) Financial assets			
(a) Cash and cash equivalents	2(a)	5,585.98	1,092.74
(b) Bank balances other than (a) above	2(b)	9.73	218.72
(c) Receivables			
(i) Trade Receivables	3	527.30	-
(d) Loans	4	89,530.80	69,112.31
(e) Investments	5	2,14,877.71	1,98,172.10
(f) Other financial assets	6	42,746.40	45,598.26
Total financial assets		**3,53,277.92**	**3,14,194.13**
(2) Non-financial assets			
(a) Current tax assets (net)		-	587.36
(b) Deferred tax assets (net)	7	13.54	14.16
(c) Property, plant and equipment	8	2,183.04	2,211.36
(d) Capital Work in Progress	9	-	-
(e) Intangibles assets	10	57.11	22.03
(f) Other non financial assets	11	311.33	158.77
Total non-financial assets		**2,565.02**	**2,993.68**
TOTAL ASSETS		**3,55,842.94**	**3,17,187.81**
LIABILITIES AND EQUITY			
LIABILITIES			
(1) Financial liabilities			
(a) Trade payables	12		
(i) Total outstanding dues of micro enterprises and small enterprises		17.40	14.58
(ii) Total outstanding dues of creditors other than micro and small enterprises		91.61	290.73
(b) Debt securities	13	86,261.37	59,004.82
(c) Borrowings (other than debt securities)	14	1,64,907.98	1,71,024.20
(d) Other financial liabilities	15	2,963.09	3,843.58
Total financial liabilities		**2,54,241.45**	**2,34,177.91**
(2) Non-financial liabilities			
(a) Current tax liabilities (net)		324.37	3.67
(b) Provisions	16	285.79	239.83
(c) Deferred tax liabilities (net)	17	86.88	364.72
(d) Other non-financial liabilities	18	341.60	175.54
Total non-financial liabilities		**1,038.64**	**783.76**
TOTAL LIABILITIES		**2,55,280.09**	**2,34,961.67**
EQUITY			
(a) Equity share capital	19(a)	2,654.38	2,654.38
(b) Other equity	19(b)	14,250.00	-
(c) Other equity	19(c)	83,658.47	79,571.76
Equity Attributable to Owners of the Company		**1,00,562.85**	**82,226.14**
(d) Non controlling interest		-	-
		1,00,562.85	**82,226.14**
TOTAL EQUITY		**3,55,842.94**	**3,17,187.81**
TOTAL LIABILITIES AND EQUITY			

Summary of material accounting policies and other explanatory information -See note 1

The accompanying notes (1 to 62) are an integral part of consolidated financial statements

As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated : 14 May 2026

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

	Note No.	Current Year 2025-2026	Previous Year 2024-2025
Revenue from operations			
Interest income	20	28,112.30	25,686.84
Fees and commission income	21	5,753.75	1,895.06
Net gain on fair value changes	22	3,626.34	6,240.55
Net gain on derecognition of financial instruments under amortised cost category	23	28.38	97.79
Total revenue from operations		**37,520.77**	**33,920.24**
Other income	24	66.26	13.54
Total income		**37,587.03**	**33,933.78**
EXPENSES			
Finance costs	25	18,553.57	17,539.30
Fees and commission expenses	26	1,785.37	1,615.55
Impairment on financial instruments (net)	27	76.87	20.27
Employee benefits expenses	28	5,003.45	4,297.16
Depreciation and amortization	8(b)	432.70	452.74
Other expenses	29	1,729.67	1,483.65
Total expenses		**27,581.63**	**25,408.67**
Profit before exceptional items and tax		**10,005.40**	**8,525.11**
Exceptional items		-	-
Profit before tax		**10,005.40**	**8,525.11**
Tax expense:			
Current tax		2,858.80	1,548.20
Tax adjustment for earlier years		(10.80)	0.29
Deferred tax charge		(276.37)	74.29
Profit for the year [A]		**7,433.77**	**6,902.33**
Other comprehensive income, net of tax			
Item that will not to be reclassified to the statement of profit or loss		(3.40)	(22.77)
Less: Income tax expense on above		0.85	5.73
Other comprehensive income for the year [B]		**(2.55)**	**(17.04)**
Total comprehensive Income for the year [A+B]		**7,431.22**	**6,885.29**
Profit for the year attributable to			
Owners of the Company		7,433.77	6,902.33
Non controlling interests		-	-
Other comprehensive income for the year attributable to			
Owners of the Company		(2.55)	(17.04)
Non controlling interests		-	-
Total comprehensive income for the year attributable to			
Owners of the Company		7,431.22	6,885.29
Non controlling interests		-	-
Earnings per equity share (Rs.)	**33**		
Basic earnings per share		**28.01**	**26.00**
Diluted earnings per share		**27.83**	**26.00**
Face value per share (Rs.)		**10.00**	**10.00**

Summary of material accounting policies and other explanatory information -See note 1

The accompanying notes (1 to 62) are an integral part of consolidated financial statements

As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated : 14 May 2026

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

	Current Year 2025-2026	Previous Year 2024-2025
Cash flow from operating activities		
Profit before tax	10,005.40	8,525.11
Adjustment for:		
Depreciation and amortisation	432.70	452.74
(Profit) / Loss on sale of property, plant and equipment	4.55	(0.01)
Gain on termination of lease	(25.39)	-
Amortisation of processing fees income	75.17	58.79
Net gain on fair value changes on investments	(924.84)	(4,515.98)
Net gain on derecognition of financial instruments under amortised cost category	(0.39)	(97.79)
Net gain on fair value changes on stock of securities - unrealised	(570.71)	(356.90)
Effective interest rate on held till maturity securities	1.52	0.59
Interest income on investments	(7.77)	(31.52)
Other Interest Income	(11.98)	(17.72)
Impairment on financial instruments	76.87	20.27
Other interest expenses	84.45	89.15
Movement in working capital:		
Decrease in trade payable and other financial liabilities	(720.54)	(2,209.72)
Decrease/(increase) in trade receivables and other financial assets	(89.44)	181.60
Increase in loans	(20,525.11)	(7,758.04)
(Increase)/decrease in stock of securities	2,964.58	(14,728.86)
Increase in other non financial assets	(85.57)	(252.00)
Increase in provision	42.56	5.39
Increase/(decrease) in other non financial liabilities	166.06	(48.20)
Cash used in operations	**(9,107.88)**	**(20,683.10)**
Income tax paid (net)	(1,957.98)	(1,929.94)
Cash used in operations [A]	**(11,065.86)**	**(22,613.04)**
Cash flow from investing activities		
Payment for purchases of investments (net)	(15,779.41)	(3,940.54)
Payment for acquisition of property, plant and equipments including capital advances	(443.17)	(57.53)
Payment for acquisition of intangible assets	(46.52)	-
Movement in fixed deposit	208.99	190.95
Proceeds from sale of Property, plant and equipments	2.32	0.01
Interest received on investments	11.50	31.10
Cash used in investing activities [B]	**(16,046.29)**	**(3,776.01)**
Cash flow from financing activities		
Proceeds from long-term borrowings	85,919.45	99,900.00
Repayment of long-term borrowings	(60,402.24)	(75,979.83)
Proceeds from / (repayment) of short-term borrowings (net)	(4,455.03)	4,234.39
Repayment of lease liabilities	(307.03)	(257.82)
Dividends paid	(3,344.51)	(2,019.01)
Interest paid on lease liabilities	(55.25)	(87.28)
Proceeds from issue of preference share capital	14,250.00	-
Cash generated from financing activities [C]	**31,605.39**	**25,790.45**
Net increase/(decrease) in cash and cash equivalents [A+B+C]	**4,493.24**	**(598.60)**
Add: Cash and cash equivalents at the beginning of the year	1,092.74	1,691.34
Cash and cash equivalents at the end of the year	5,585.98	1,092.74

Refer Note 44 for changes in liability arising from financing activities

Summary of material accounting policies and other explanatory information -See note 1

The accompanying notes (1 to 62) are an integral part of consolidated financial statements

As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated: May 14, 2026

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2026

A. EQUITY SHARE CAPITAL

EQUITY SHARES	Number of shares	₹ in Lakhs Amount
Opening balance as at 01 April 2024	**2,32,93,750**	**2,329.38**
Changes in equity share capital due to prior period errors	-	-
Restated opening balance at 01 April 2024	**2,32,93,750**	**2,329.38**
Issue of equity share capital due to Conversion of compulsory convertible preference share capital into equity share capital	32,50,000	325.00
At 31 March 2025	**2,65,43,750**	**2,654.38**
Opening balance as at 01 April 2025	**2,65,43,750**	**2,654.38**
Changes in equity share capital due to prior period errors	-	-
Restated opening balance at 01 April 2025	**2,65,43,750**	**2,654.38**
Issue of share capital	-	-
At 31 March 2026	**2,65,43,750**	**2,654.38**

B. INSTRUMENTS ENTIRELY EQUITY IN NATURE

COMPULSORY CONVERTIBLE PREFERENCE SHARES

	Number of shares	₹ in Lakhs Amount
Opening balance as at 01 April 2024	65,00,000	6,500.00
Changes in compulsory convertible preference share capital due to prior period errors	-	-
Restated opening balance as at 01 April 2024	**65,00,000**	**6,500.00**
Conversion of compulsory convertible preference share capital into equity share capital	(65,00,000)	(6,500.00)
At 31 March 2025	-	-
Opening balance as at 01 April 2025	-	-
Changes in compulsory convertible preference share capital due to prior period errors	-	-
Restated opening balance as at 01 April 2025	-	-
Issue of share capital	1,42,50,000	14,250.00
At 31 March 2026	**1,42,50,000**	**14,250.00**

C. OTHER EQUITY

₹ in Lakhs

Particulars	Reserves and surplus			Items of other comprehensive income		Non controlling interest	Total
	Special reserve	Securities premium	Retained earnings	Acturial gain/ (loss) on defined benefits obligations	Equity instruments through other comprehensive income		
Opening balance as at 01 April 2024	**9,405.00**	**27,306.71**	**33,546.13**	**(99.12)**	**(1,628.24)**	**-**	**68,530.48**
Changes in accounting policy/prior period errors	-	-	-	-	-	-	**-**
Restated opening balance at 01 April 2024	**9,405.00**	**27,306.71**	**33,546.13**	**(99.12)**	**(1,628.24)**	**-**	**68,530.48**
Profit for the year	-	-	6,902.33	-	-	-	**6,902.33**
Other comprehensive income net of tax for the year	-	-	-	(17.04)	-	-	**(17.04)**
Current year transfer	-	6,175.00	-	-	-	-	**6,175.00**
Transfer (to) /from reserves	1,380.00	-	(1,380.00)	-	-	-	**-**
Dividend paid on Equity Shares	-	-	(1,247.56)	-	-	**-**	**(1,247.56)**
Dividend paid on CCPS	-	-	(771.45)	-	-	**-**	**(771.45)**
Balance at 31 March 2025	**10,785.00**	**33,481.71**	**37,049.45**	**(116.16)**	**(1,628.24)**	-	**79,571.76**
Changes in accounting policy/prior period errors	-	-	-	-	-	-	**-**
Restated opening balance as at 01 April 2025	10,785.00	33,481.71	37,049.45	(116.16)	(1,628.24)	-	**79,571.76**
Profit for the year	-	-	7,433.77	-	-	-	**7,433.77**
Other comprehensive income net of tax for the year	-	-	-	(2.55)	-	-	**(2.55)**
Transfer (to) /from reserves	1,488.00	-	(1,488.00)	-	-	-	**-**
Dividend paid on Equity Shares	-	-	(3,344.51)	-	-	**-**	**(3,344.51)**
Balance at 31 March 2026	**12,273.00**	**33,481.71**	**39,650.71**	**(118.71)**	**(1,628.24)**	**-**	**83,658.47**

Summary of material accounting policies and other explanatory information (refer note 1)

The accompanying notes (1 to 62) are an integral part of consolidated financial statements

As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

Place: New Delhi
Dated : 14 May 2026

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: Mumbai
Dated : 14 May 2026

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Corporate information

The consolidated financial statements comprise of financial statements of A. K. Capital Finance Limited ('the Company' or 'the Holding Company' or 'Parent') and its subsidiaries (collectively, 'the Group'). The Company was incorporated on February 3, 2006. It is a Subsidiary of A.K. Capital Services Limited; SEBI Category I Merchant Banker in India. The Company is registered with Reserve Bank of India as Systemically Important - Non Deposit taking -Non Banking Finance Company (NBFC). The Company is also member of the CBLO Segment of The Clearing Corporation of India Limited (CCIL) and the Company is classified as a Qualified Institutional Buyer (QIB) under SEBI (Issue of Capital and Disclosure Requirements) Regulations 2009 vide SEBI notification dated May 31, 2017. The Group is primarily involved in Debt Market and is into trading of Debt securities (Non-SLR) and Investment in government securities (SLR) and other securities. The Group provides funding to the Corporates and other entities, thereby catering to the diversified needs of the clients and funding to individuals towards housing finance. The Group also offers multitude of fee-based financial services to its Corporate and Institutional clients, across various business sectors. It also The registered address of the Company is situated at 601-602, 6th Floor, Windsor, Off CST road, Kalina, Santacruz East, Mumbai - 400098. These financial statements of the Group for the year ended 31 March 2026 were authorized for issue by the Board of Directors on 14 May 2026.

1 Summary of material accounting policies and other explanatory information

1.01 Basis of preparation and presentation of consolidated financial statements

These consolidated financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") notified under section 133 of the Companies Act 2013 ("the Act"), read with the Companies (Indian Accounting Standards) Rules, 2015 as amended.

The consolidated financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) under the historical cost convention on the accrual basis except for certain financial instruments which are measured at fair values, and on the basis of accounting principle of a going concern in accordance with generally accepted accounting principles (GAAP). Accounting policies have been consistently applied except where a newly issued accounting standard is initially adopted or a revision to an existing accounting standard requires a change in the accounting policy hitherto in use. The Financial Statements are presented in Lakhs or decimal thereof.

The consolidated financial statements have been presented in accordance with Schedule III-Division III General Instructions for Preparation of financial statements of a Non-Banking Financial Company (NBFC) that is required to comply with Ind AS.

Basis of consolidation

The consolidated financial statements comprise the financial statements of the Holding Company and its subsidiary (" the Group") as at 31 March 2026. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

(i) Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee).

(ii) Exposure, or rights, to variable returns from its involvement with the investee, and

(iii) The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:

a) The contractual arrangement with the other vote holders of the investee

b)The ability to use its power over the investee to affect its returns

c)The Group's voting rights and potential voting rights

d)The size of the group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group losses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the year are included in the consolidated financial statements from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the group uses accounting policies other than those adopted in the consolidated financial statements for like transactions and events in similar circumstances, appropriate adjustments are made to that group member's financial statements in preparing the consolidated financial statements to ensure conformity with the group's accounting policies.

The consolidated financial statements have been prepared on the following basis:

(a) Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiary. For this purpose, income and expenses of the subsidiary are based on the amounts of the assets and liabilities recognized in the consolidated financial statements at the acquisition date.

(b) Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary.

(c) Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the group (profits or losses resulting from intragroup transactions that are recognized in assets, such as inventory and fixed assets, are eliminated in full) except as stated in point no (d). Intragroup losses may indicate an impairment that requires recognition in the consolidated financial statements. Ind AS12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

(d) Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

(e) **Changes in ownership interests**

The Group treats transactions with non-controlling interests that do not result in a loss of control as transactions with equity owners of the Group. A change in ownership interest results in an adjustment between the carrying amounts of the controlling and non-controlling interests to reflect their relative interests in the subsidiary. Any difference between the amount of the adjustment to non-controlling interests and any consideration paid or received is recognised within equity.

When the Group ceases to consolidate or equity account for an investment because of a loss of control, joint control or significant influence, any retained interest in the entity is remeasured to its fair value with the change in carrying amount recognised in Consolidated Statement of Profit and Loss. This fair value becomes the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognised in other comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognised in other comprehensive income are reclassified to Consolidated Statement of Profit and Loss.

If the ownership interest in a joint venture or an associate is reduced but joint control or significant influence is retained, only a proportionate share of the amounts previously recognised in other comprehensive income are reclassified to profit or loss where appropriate.

(f) The excess of cost to the Parent Company of its investment in the subsidiary over the Parent Company's portion of equity of the subsidiary is recognised in the Consolidated Financial Statements as Goodwill. This Goodwill is tested for impairment at the end of the financial year. The excess of Parent Company's portion of equity over the cost of investment as at the date of its investment is treated as Capital Reserve.

(g) The financial statements of the subsidiary used in consolidation are drawn upto the same reporting date as that of the Parent Company.

(h) Flowing company is consolidated

Name of Company	Nature of principal activity	% of holding	
		As at March 31, 2026	As at March 31, 2025
Family Home Finance Private Limited	Housing Finance activity	100	100

The aforesaid subsidiary company has been incorporated on 29 June 2017 under the Companies Act, 2013.

1.02 Functional and presentation currency

Items included in the financial statements of Group are measured using the currency of the primary economic environment in which the Group operates ("the functional currency"). Indian rupee is the functional currency of the Group. All amounts are rounded to two decimal places to the nearest lakh, unless otherwise stated

1.03 Material accounting estimates, judgements and assumptions

The preparation of consolidated financial statements in conformity of Ind AS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and contingent liabilities at the date of financial statements, income and expenses during the year. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimates are revised and in future periods which are affected.

Application of accounting policies that require critical accounting estimates, judements and assumption having the most significant effect on the amounts recognised in the financial statements are:

- Fair value of financial instruments
- Impairment of financial assets
- Measurement of defined employee benefit obligation
- Useful life of property, plant and equipment
- Business model assessment
- Provisions

1.04 Fair value measurement

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

In the principal market for the asset or liability, or

In the absence of a principal market, in the most advantageous market for the asset or liability

The principal or the most advantageous market must be accessible by the Group.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the consolidated financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 -Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the consolidated financial statements on a recurring basis, the Group determines whether transfers have occurred between levels in the hierarchy by re-assessing categorization (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Group's Management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value, and for non-recurring measurement, such as assets held for distribution in discontinued operations.

At each reporting date, the Management analyses the movements in the values of assets and liabilities which are required to be remeasured or re-assessed as per the Group's accounting policies. For this analysis, the Management verifies the major inputs applied in the latest valuation by agreeing the information in the valuation computation to contracts and other relevant documents.

The Management also compares the change in the fair value of each asset and liability with relevant external sources to determine whether the change is reasonable.

For the purpose of fair value disclosures, the Group has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.05 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group and the revenue can be reliably measured, regardless of when the payment is being made. Revenue is measured at the transaction value of the consideration received or receivable, taking into account contractually defined terms of payment and excluding taxes or duties collected on behalf of the government.

Ind AS 115 "Revenue from contracts with Customers" provides a control-based revenue recognition model and provides a five step application approach to be followed for revenue recognition.

A) Identify the contract(s) with a customer;

B) Identify the performance obligations;

C) Determine the transaction price;

D) Allocate the transaction price to the performance obligations;

E) Recognise revenue when or as an entity satisfies performance obligation.

Fees and commission income

Revenue from fee-based activities are recognized when the services are rendered. Fees earned from contract with customer is recognised as and when performance obligation is satisfied. Fees or compnents of fees that are linked to certain performance are recognised after fulfilling the corresponding criteria.

Interest income

Under Ind AS 109, Interest income is recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial assets other than credit-impaired assets and financial assets classified as measured at fair value through Profit and loss (FVTPL).

The EIR in case of a financial asset is computed

a. As the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to the gross carrying amount of a financial asset.

b. By considering all the contractual terms of the financial instruments in estimating the cash flows

c. Including all fees received between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premium or discounts.

Penal Charges are recognized as income only when revenue is virtually certain which generally coincides with receipts.

Any subsequent changes in the estimation of the future cash flows is recognised in interest income with the corresponding adjustment to the carrying amount of the assets.

Net gain on Fair value changes

Any differences between the fair values of financial assets classified as fair value through the profit or loss held by Group on the balance sheet date is recognised as an unrealised gain / loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTL and debt instruments measured at Fair value through Other Comprehensive Income ("FVOCI") is recognised in net gain\loss on fair value changes.

However, net gain / loss on derecognition of financial instruments classified as amortised is presented separately under the respective head in the Statement of Profit and Loss.

Dividend income

Dividend income is recognised

a. When the right to receive the payment is established.

b. it is probable that the economic benefits associated with the dividend will flow to the entity and

c. the amount of the dividend can be measured reliably

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

1.06 Taxes

The tax expense for the period comprises of current tax and deferred tax. Tax is recognised in the Statement of Profit and Loss except to the extent it relates to items recognised in the other comprehensive income or equity. In which case, the tax is also recognised in other comprehensive income or equity.

Current tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities, based on tax rates and laws that are enacted or substantively enacted at the Balance sheet date.

Current income taxes are recognized in profit or loss except to the extent that the tax relates to items recognized outside profit or loss, either in other comprehensive income or directly in equity. Management periodically evaluates position taken in the tax returns with respect to situations in which applicable tax regulations are subjected to interpretation and establishes provisions, where appropriate.

Deferred tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the consolidated financial statements and the corresponding tax bases used in the computation of taxable profit.

Deferred tax liabilities and assets are measured at the tax rates that are expected to apply in the period in which the liability is settled or the asset realised , based on tax rates (and tax laws) that have been enacted or substantively enacted by the end of the reporting period. The carrying amount of Deferred tax liabilities and assets are reviewed at the end of each reporting period.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and deferred tax liabilities are offset, if a legally enforceable right exist to set-off current tax assets and current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

1.07 Property, plant and equipment

Property, plant and equipment are stated at cost, net of recoverable taxes, trade discount and rebates less accumulated depreciation and impairment loss, if any. Such cost includes purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for its intended use, net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the assets.

Subsequent cost

Subsequent costs are included in the asset’s carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost can be measured reliably.

Depreciation

Depreciation on PPE is provided using the straight-line method at the rates specified in Schedule II to the Act. Depreciation is calculated on a pro-rata basis from the date of installation till the date the assets are sold or disposed.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

Derecognition of assets

An item of property plant & equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the income statement when the asset is derecognised.

1.08 Intangible assets

Intangible Assets are stated at cost of acquisition net of recoverable taxes less accumulated amortisation and impairment loss, if any. The cost comprises purchase price, borrowing costs, and any cost directly attributable to bringing the asset to its working condition for the intended use and net charges on foreign exchange contracts and adjustments arising from exchange rate variations attributable to the intangible assets.

Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, are recognized in profit or loss as incurred.

Derecognition of assets

An item of intangible asset and any significant part initially recognized is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset is included in the income statement when the asset is derecognized.

Intangible assets comprising of Software are amortised on a straight line basis over its estimated useful life or maximum 5 years, whichever is shorter.

1.09 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalised as part of the cost of the asset. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. Borrowing cost also includes exchange differences to the extent regarded as an adjustment to the borrowing costs.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

1.10 Provisions, contingent liabilities and contingent assets

Provisions are recognized when the Group has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. When the Group expects some or all of a provision to be reimbursed, for example, under an insurance contract, the reimbursement is recognized as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognized as a finance cost.

A contingent liability is a possible obligation that arises from past events whose existence will be confirmed by the occurrence or non-occurrence of one or more uncertain future events beyond the control of the Group or a present obligation that is not recognized because it is not probable that an outflow of resources will be required to settle the obligation. A contingent liability also arises in extremely rare cases where there is a liability that cannot be recognized because it cannot be measured reliably. The contingent liability is not recognized in books of account but its existence is disclosed in financial statements.

A contingent assets, where an inflow of economic benefits is probable, an entity shall disclose a brief description of the nature of the contingent assets at the end of the reporting period, and, where practicable, an estimate of their financial effect, measured using the principles set out for provisions in Ind AS 37.

1.11 Impairment of assets

a) Financial assets

Overview of the ECL principles

The Group records allowance for expected credit losses for all loans, other debt financial assets not held at FVTPL, together with financial guarantee contracts, in this section all referred to as 'financial instruments. Equity instruments are not subject to impairment under Ind AS 109.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is the portion of Lifetime ECL that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Both Lifetime ECLs and 12-month ECLs are calculated on either an individual basis or a collective basis.

The Group has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. The Group does the assessment of significant increase in credit risk at a borrower level. If a borrower has various facilities having different past due status, then the highest days past due (DPD) is considered to be applicable for all the facilities of that borrower.

Based on the above, the Group categorises its loans into Stage 1, Stage 2 and Stage 3 as described below:

Stage 1

All exposures where there has not been a significant increase in credit risk since initial recognition or that has low credit risk at the reporting date and that are not credit impaired upon origination are classified under this stage. The Group classifies all standard advances and advances up to 0-30 days default under this category. Stage 1 loans also include facilities where the credit risk has improved, and the loan has been reclassified from Stage 2.

Stage 2

All exposures where there has been a significant increase in credit risk since initial recognition but are not credit impaired are classified under this stage. Financial assets past due for 31-90 days are classified under this stage. Stage 2 loans also include facilities where the credit risk has improved, and the loan has been reclassified from Stage 3.

Stage 3

All exposures assessed as credit impaired when one or more events that have a detrimental impact on the estimated future cash flows of that asset have occurred are classified in this stage. For exposures that have become credit impaired, a lifetime ECL is recognised and interest revenue is calculated by applying the effective interest rate to the amortised cost (net of provision) rather than the gross carrying amount. More than 90 days Past Due is considered as default for classifying a financial instrument as credit impaired. If an event warrants a provision higher than as mandated under ECL methodology, the Group may classify the financial asset in Stage 3 accordingly.

The Group recognizes loss allowances using the expected credit loss (ECL) model for the financial assets which are not fair valued through profit or loss. Loss allowance for trade receivables with no significant financing component is measured at an amount equal to lifetime ECL. For all other financial assets, expected credit losses are measured at an amount equal to the 12 months ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The amount of expected credit losses (or reversal) that is required to adjust the loss allowance at the reporting date to the amount that is required to be recognized as an impairment gain or loss in the Statement of profit or loss.

Financial assets (and the related impairment allowances) are written off in full, when there is no realistic prospect of recovery. The Group may apply enforcement activities to certain qualifying financial assets written off.

b) Non-financial assets

The Group assesses, at each reporting date, whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less costs of disposal and its value in use. Recoverable amount is determined for an individual asset. unless the asset does not generate cash inflows that are largely independent of those from other assets.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

If such assets are considered to be impaired, the impairment to be recognized in the Statement of Profit and Loss is measured by the amount by which the carrying value of the assets exceeds the estimated recoverable amount of the asset. An impairment loss is reversed in the statement of profit and loss if there has been a change in the estimates used to determine the recoverable amount. The carrying amount of the asset is increased to its revised recoverable amount, provided that this amount does not exceed the carrying amount that would have been determined (net of any accumulated amortization or depreciation) had no impairment loss been recognized for the asset in prior years.

1.12 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.

The classification depends on the contractual terms of the financial assets' cash flows and the Group's business model for managing financial assets which are explained below:

Business model assessment

The Group determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective.

The Group's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

(a) How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Group's key management personnel

(b) The risks that affect the performance of the business model (and the financial assets held within that business model) and the way those risks are managed

(c) How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected)

(d) The expected frequency, value and timing of sales are also important aspects of the Group's assessment. The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'stress case' scenarios into account.

If cash flows after initial recognition are realised in a way that is different from the Group's original expectations, the Group does not change the classification of the remaining financial assets held in that business model but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

The Solely Payments of Principal and Interest (SPPI) test

As a second step of its classification process, the Group assesses the contractual terms of financial assets to identify whether they meet the SPPI test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortisation of the premium/ discount). In making this assessment, the Group considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at fair value through profit or loss.

Financial assets

Financial assets are recognised when the Group becomes a party to the contractual provisions of the instrument.

On initial recognition, a financial asset is recognised at fair value, except for trade receivable which are initially measured at transaction price and loans are recognised when funds are disbursed to the customers. In case of Financial assets which are recognised at fair value through profit and loss (FVTPL), its transaction cost are recognised in the statement of profit and loss. In other cases, the transaction cost are attributed to the acquisition value of the financial asset. Financial assets, with the exception of loans and advances are initially recognised on the trade date, i.e., the date that the Group becomes a party to the contractual provisions of the instrument. Loans and advances are recognised when funds are disbursed to the customers. The classification of financial instruments at initial recognition depends on their purpose and characteristics and the management's intention when acquiring them.

Financial assets are subsequently classified as measured at

Amortised cost: Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortization of EIR and loss arising from impairment, if any is recognized in the Statement of Profit and Loss.

Fair value through profit and loss (FVTPL): A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, except interest income and dividend income if any, recognized as 'Net gain on fair value changes ' in the Statement of Profit and Loss.

Fair value through other comprehensive income (FVOCI): Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognized in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognized in OCI is reclassified from the equity to the Statement of Profit and Loss.

Financial assets are not reclassified subsequent to their recognition, except if and in the period the Group changes its business model for managing financial assets.

Receivables and loans:

Trade receivables which are initially measured at transaction price and loans are recognised when funds are disbursed to the customers. Subsequently, these assets are held at amortised cost, using the effective interest rate (EIR) method net of any expected credit losses. The EIR is the rate that discounts estimated future cash income through the expected life of financial instrument.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Debt instruments:

Debt instruments are initially measured at amortised cost, fair value through other comprehensive income ('FVOCI') or fair value through profit or loss ('FVTPL') till derecognition on the basis of (i) the entity's business model for managing the financial assets and (ii) the contractual cash flow characteristics of the financial asset.

(a) Measured at amortised cost: Financial assets that are held within a business model whose objective is to hold financial assets in order to collect contractual cash flows that are solely payments of principal and interest, are subsequently measured at amortised cost using the effective interest rate ('EIR') method less impairment, if any. The amortisation of EIR and loss arising from impairment, if any is recognised in the Statement of Profit and Loss.

(b) Measured at fair value through other comprehensive income: Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to the Statement of Profit and Loss.

(c) Measured at fair value through profit or loss: A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, except interest income and dividend income if any, recognized as 'Net gain on fair value changes ' in the Statement of Profit and Loss. Interest income /dividend income on financial assets measured at FVTPL is recognised separately from net gain on fair value changes in the statement of profit and loss.

Equity instruments:

All investments in equity instruments other than investments in subsidiary companies classified under financial assets are initially measured at fair value , the Group may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL.

The Group makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised in the Statement of Profit and Loss unless the Group has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognised in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised in the Statement of Profit and Loss.

Derecognition

The Group derecognises a financial asset (or, where applicable, a part of a financial asset) when:

• The right to receive cash flows from the asset has expired such as repayments in the financial asset, sale of the financial asset etc.; or

• The Group has transferred its right to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under an assignment arrangement and the Group has transferred substantially all the risks and rewards of the asset. Once the asset is derecognised, the Group does not have any continuing involvement in the same.

A write-off of a financial asset constitutes a derecognition event.

On derecognition of a financial asset in its entirety, the difference between the carrying amount (measured at the date of derecognition) and the consideration received (including any new asset obtained less any new liability assumed) is recognised in the Statement of Profit and Loss.

Financial assets measured at amortised cost are generally held for collection of contractual cashflow. The Group on looking at economic viability of certain portfolios measured at amortised cost may enter into immaterial and infrequent transaction for sale of portfolios which doesn't affect the business model of the Group.

Write-off

Financial assets are written off when the Group has no reasonable expectation of recovery or expected recovery is not significant basis experience. Where the amount to be written off is greater than the accumulated loss allowance, the difference is recorded as an expense in the period of write-off

Financial liabilities:

Initial recognition and measurement

Financial liabilities are recognized when the Group becomes a party to the contractual provisions of the instrument. Financial liabilities are classified, at initial recognition, as financial liabilities at fair value through profit or loss, loans and borrowings, payables, as appropriate. All financial liabilities are recognised initially at fair value and in the case of borrowings trade payables and other financial liabilities, net of directly attributable transaction costs. The Group's financial liabilities include borrowings, trade payables, deposits and other financial liabilities.

Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognized in the Statement of Profit and Loss.

(a) Borrowings: Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in the Statement of Profit and Loss over the period of the borrowings using the EIR method. Fees paid on the establishment of loan facilities are recognised as transaction costs of the loan to the extent that it is probable that some or all of the facility will be drawn down. In this case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalised as a prepayment for liquidity services and amortised over the period of the facility to which it relates.

(b) Trade and other payables: These amounts represent liabilities for goods and services provided to the Group prior to the end of financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. Trade and other payables are initially recognised at fair value and net of directly attributable transaction costs, and subsequently measured at amortised cost using the effective interest method

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Derecognition

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires.

A financial liability is derecognized when the obligation specified in the contract is discharged, cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability.

The difference in the respective carrying amounts is recognized in the Statement of Profit and Loss.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the balance sheet if there is a currently enforceable legal right to offset the recognized amounts and there is an intention to settle on a net basis, to realize the assets and settle the liabilities simultaneously.

1.13 Investments in equity instruments of subsidiaries

Investments in equity instruments of subsidiaries are carried at cost less accumulated impairment losses, if any. Where an indication of impairment exists, the carrying amount of the investment is assessed and written down immediately to its recoverable amount. On disposal of investments in subsidiaries, the difference between net disposal proceeds and carrying amounts are recognised in the Statement of Profit and Loss.

1.14 Segment reporting:

Based on "Management Approach" as defined in Ind AS 108 -Operating Segments, the Chief Operating Decision Maker evaluates the Group's performance and allocates the resources based on an analysis of various performance indicators by business segments.

Segment policies:

The Group prepares its segment information in conformity with the accounting policies adopted for preparing and presenting the financial statements of the Group as a whole. Common allocable costs are allocated to each segment on an appropriate basis.

Segment information

Group's whole business is being considered as one segment.

1.15 Cash and cash equivalents

Cash and cash equivalent in the balance sheet comprise cash at banks and on hand and short-term deposits which are subject to an insignificant risk of changes in value.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, as they are considered an integral part of the Group's cash management.

Cash flows are reported using the indirect method, whereby net profit before tax is adjusted for the effects of transactions of noncash future, any deferrals or accruals of past or future operating cash receipts or payments and item of expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated

1.16 Retirement benefits

i) Defined contribution plans

In accordance with Indian Law, eligible employees receive benefits from Provident Fund, Pension Fund and Labour welfare fund which is defined contribution plan. In case of Provident fund, both the employee and employer make monthly contributions to the plan, which is administrated by the Government authorities, each equal to the specific percentage of employee's basic salary. The Group has no further obligation under the plan beyond its monthly contributions. Obligation for contributions to the plan is recognised as an employee benefit expense in the Statement of Profit and Loss when incurred.

ii) Defined benefit plans (Gratuity)

In accordance with applicable Indian Law, the Group provides for gratuity, a defined benefit retirement plan (the Gratuity Plan) covering eligible employees. The Gratuity Plan provides a lumsump payment to vested employees, at retirement or termination of employment, and amount based on respective last drawn salary and the years of employment with the Group. The Group's net obligation in respect of the Gratuity Plan is calculated by estimating the amount of future benefits that the employees have earned in return of their service in the current and prior periods; that benefit is discounted to determine its present value. Any unrecognised past service cost and the fair value of plan assets are deducted. The discount rate is yield at reporting date on risk free government bonds that have maturity dates approximating the terms of the Group's obligation. The calculation is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a benefit to the Group, the recognised asset is limited to the total of any unrecognised past service cost and the present value of the economic benefits available in the form of any future refunds from the plan or reduction in future contribution to the plan.

The Group recognises all remeasurements of net defined benefit liability/asset directly in other comprehensive income and presented within equity.

iii) Short term benefits

Short term employee benefit obligations are measured on an undiscounted basis and are expensed as a related service provided. A liability is recognised for the amount expected to be paid under short term cash bonus or profit sharing plans if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

iv) Compensated absences

The employees of the Group are entitled to leave as per the leave policy of the Group. The liability in respect of unutilized leave balances is provided at the end of year and charged to the Statement of Profit and Loss.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

1.17 Lease

As a lessee:

i) Right of use assets and Lease liability

The Group assesses whether a contract is or contains a lease, at inception of a contract. A contract is, or contains, a lease if it conveys the right to control the use of an identified asset for a period in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified asset, the Group assesses whether:

a) the contract involves the use of an identified asset;

b) the Group has substantially all the economic benefits from use of the asset through the period of the lease; and

c) the Group has the right to direct the use of the asset.

Recognition and initial measurement

At the lease commencement date, the Group recognizes a Right-of-Use ("RoU") asset and equivalent amount of lease liability. The rightof-use asset is measured at cost, which is made up of the initial measurement of the lease liability, any initial direct costs incurred by the Group, an estimate of any costs to dismantle and remove the asset at the end of the lease (if any), and any lease payments made in advance of the lease commencement date (net of any incentives received).

Subsequent measurement

The Group depreciates the right-of-use assets on a straight-line basis from the lease commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. The Group also assesses the right-of-use asset for impairment when such indicators exist.

At the lease commencement date, the Group measures the lease liability at the present value of the lease payments unpaid at that date, discounted using the interest rate implicit in the lease if that rate is readily available or the notional borrowing rate. Lease payments included in the measurement of the lease liability are made up of fixed payments (including in substance fixed payments). Subsequent to initial measurement, the liability will be reduced for payments made and increased for interest. It is re-measured to reflect any reassessment or modification, or if there are changes in the in-substance fixed payments. When the lease liability is remeasured, the corresponding adjustment is reflected in the right-of-use asset or is recorded in statement of profit or loss if the carrying amount of the right-of-use asset has been reduced to zero.

Presentation

Lease liability and right of use assets have been separately presented in the balance sheet and lease payments have been classified as financing cash flows.

The Group has elected to account for shortterm leases and leases of low-value assets using the practical expedients. Instead of recognizing a right-of-use asset and lease liability, the payments in relation to these leases are recognized as an expense in the statement of profit and loss on a straight-line basis over the lease term.

ii) De-recognition

An item of right of use assets and lease liability is de-recognized upon termination of lease agreement. Any difference between the carrying amount of right of use asset and lease liability is recognized in statement of profit or loss."

1.18 Earnings per share

Basic earnings per share is computed by dividing the net profit for the period attributable to the equity shareholders of the Group by the weighted average number of equity shares outstanding during the period. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events, such as bonus shares, other than the conversion of potential equity shares that have changed the number of equity shares outstanding, without a corresponding change in resources.

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

1.19 Recent accounting pronouncements

The Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under the Companies (Indian Accounting Standards) Rules from time to time. During the year ended 31 March 2026, MCA has issued certain amendments to existing Ind AS, including amendments to Ind AS 1– Presentation of Financial Statements, Ind AS 7– Statement of Cash Flows, and Ind AS 109– Financial Instruments. These amendments primarily relate to disclosure requirements and clarifications.

The Group has evaluated the impact of these amendments and based on its assessment, there is no material impact on its financial statements. The Company will continue to monitor the impact of these amendments in future periods.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 2 a) CASH AND CASH EQUIVALENTS	As at 31-03-2026	As at 31-03-2025
Cash on hand	1.41	7.40
Balances with banks	5,584.57	1,085.34
	5,585.98	**1,092.74**

(b) Bank balances other than cash and cash equivalents

Fixed deposits with bank*	9.73	218.72
	9.73	**218.72**

* Lien against overdraft accounts with banks and term loan accounts with financial institutions

NOTE - 3
TRADE RECEIVABLES

Undisputed trade receivables considered good - unsecured	527.30	-
	527.30	**-**
Undisputed trade receivable - considered good		
Outstanding for following periods from due date of payment		
Less than 6 months	527.30	-
6 months - 1 year	-	-
1-2 years	-	-
2-3 years	-	-
More than 3 years	-	-
	527.30	-

a) There are no disputed receivables as on 31 March 2026 and 31 March 2025.
b) There are no unbilled revenues as on 31 March 2026 and 31 March 2025.

₹ in Lakhs

NOTE - 4 LOANS (AT AMORTISED COST)	As at 31-03-2026	As at 31-03-2025
(A) Loans		
(i) Loans repayable on demand	-	3,000.00
(ii) Term loans	89,899.24	66,401.38
Total (A) -Gross	**89,899.24**	**69,401.38**
Less: Impairment loss allowance	368.44	289.07
Total (A) - Net	**89,530.80**	**69,112.31**
(B) Out of above		
(i) Secured by tangible book debts and other assets	86,824.32	66,247.85
(ii) Unsecured	3,074.92	3,153.53
Total (B)-Gross	**89,899.24**	**69,401.38**
Less: Impairment loss allowance	368.44	289.07
Total (B)-Net	**89,530.80**	**69,112.31**
(C) Out of above		
(I) Loans in India		
(i) Public sector	-	-
(ii) Others	89,899.24	69,401.38
(II) Loans outside India	-	-
Total (C)- Gross	**89,899.24**	**69,401.38**
Less: Impairment loss allowance	368.44	289.07
Total(C)-Net	**89,530.80**	**69,112.31**
	89,530.80	**69,112.31**

Refer note no. - 35 for related party disclosures

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 4 (CONTD.)

4 (a) Summary of Effecitve interest rate impact on loans

Particular	As at 31-03-2026	As at 31-03-2025
Gross loans	90,185.74	69,620.54
Less: Effective interest rate impact	286.50	219.16
	89,899.24	**69,401.38**

4 (b) Disclosure in relation to loans or advances in the natuure of loans are granted to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are;

(a) Repayble on demand

Type of Borrower	As at 31-March-2026	
	Amount of loan or advance in the nature of loans outstanding (Rs. In lakhs)	Percentage to the loan or advance in the nature of loans outstanding
Promoters	-	-
Directors	-	-
KMPs	-	-
Related parties	-	-

Type of Borrower	As at 31-March-2025	
	Amount of loan or advance in the nature of loans outstanding (Rs. In lakhs)	Percentage to the loan or advance in the nature of loans outstanding
Promoters	-	-
Directors	-	-
KMPs	-	-
Related parties	3,000.00	4.32%

(b) The Group has not granted any loans or advances in the nature of loans to promoters, directors, KMPs and the related parties (as defined under the Companies Act, 2013), either severally or jointly with any other person that are without specifying any terms or period of repayment as on 31 March 2026 and 31 March 2025

4 (c) (a) Credit quality of assets

Particulars	As at 31-March-2026	As at 31-March-2025
Stage 1	89,411.08	69,151.75
Stage 2	428.22	242.34
Stage 3	59.94	7.29

(b) (i) An analysis of changes in gross carrying amount in relation to lending as at 31 March 2026 and 31 March 2025 is as follows;

Particulars	As at 31-March-2026			As at 31-March-2025		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
Gross carrying amount opening balance	**69,151.75**	**242.34**	**7.29**	**61,623.11**	**81.17**	**-**
New assets orginated / repaid (excluding write offs)	20,572.41	(73.65)	(0.90)	7,755.43	(54.62)	(3.71)
Transfer (to) / from Stage 1	-	319.08	(6.00)	-	278.47	(51.68)
Transfer (to) / from Stage 2	(319.08)	-	59.55	(278.47)	-	62.68
Transfer (to) / from Stage 3	6.00	(59.55)	-	51.68	(62.68)	-
Amount written off	-	-	-	-	-	-
Gross carrying amount closing balance	**89,411.08**	**428.22**	**59.94**	**69,151.75**	**242.34**	**7.29**

(b) (ii) An analysis of changes in Impairment Loss allowances in relation to lending as at 31 March 2026 and 31 March 2025 is as follows;

Particulars	As at 31-March-2026			As at 31-March-2025		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
Gross carrying amount opening balance	**285.68**	**2.28**	**1.11**	**260.33**	**0.81**	**-**
Add/(Less) : Movement (Net) due to new origination, reversal due to recovery etc.	65.62	4.91	8.84	6.73	7.57	13.63
Transfer (to) / from Stage 1	-	(1.56)	(0.92)	-	(5.19)	(13.43)
Transfer (to) / from Stage 2	1.56	-	0.69	5.19	-	0.91
Transfer (to) / from Stage 3	0.92	(0.69)	-	13.43	(0.91)	-
Amount written off	-	-	-	-	-	-
Gross carrying amount closing balance	**353.78**	**4.94**	**9.72**	**285.68**	**2.28**	**1.11**

Refer Note - 37 for methodology of impairment allowance

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 5

INVESTMENTS

₹ in Lakhs

Particulars	As at 31-03-2026				
	Amortised cost	At fair value		Subtotal	Total
		Through other comprehensive Income*	Through profit or loss		
(I) Government securities	**-**	**-**	**62,191.96**	**62,191.96**	**62,191.96**
i) Quoted	-	-	62,191.96	62,191.96	62,191.96
(II) Debt securities	**1,290.30**	**-**	**1,36,689.94**	**1,36,689.94**	**1,37,980.24**
i) Quoted	1,290.30	-	1,36,689.94	1,36,689.94	1,37,980.24
(III) Pass through certificates	**35.27**	**-**	**14,676.83**	**14,676.83**	**14,712.10**
i) Quoted	-	-	13,936.11	13,936.11	13,936.11
ii) Unquoted	35.27	-	740.72	740.72	775.99
(IV) Equity instruments	-	-	-	-	-
i) Unquoted					
- in other companies	-	-	-	-	-
221,000 Equity shares of Neesa Leisure Limited of Rs.10 each*	-	-	-	-	-
Total – Gross (A)	**1,325.57**	**-**	**2,13,558.73**	**2,13,558.73**	**2,14,884.30**
(i) Investments outside India	-	-	-	-	-
(ii) Investments in India	1,325.57	-	2,13,558.73	2,13,558.73	2,14,884.30
Total (B)	**1,325.57**	**-**	**2,13,558.73**	**2,13,558.73**	**2,14,884.30**
Less: Allowance for Impairment loss (C)	6.59	-	-	-	6.59
Total – Net D= (A)-(C)	**1,318.98**	**-**	**2,13,558.73**	**2,13,558.73**	**2,14,877.71**

₹ in Lakhs

Particulars	As at 31-03-2025				
	Amortised cost	At fair value		Subtotal	Total
		Through other comprehensive Income*	Through profit or loss		
(I) Government securities	**-**	**-**	**76,201.14**	**76,201.14**	**76,201.14**
i) Quoted	-	-	76,201.14	76,201.14	76,201.14
(II) Debt securities	**1,152.72**	**-**	**1,19,827.19**	**1,19,827.19**	**1,20,979.91**
i) Quoted	1,152.72	-	1,19,827.19	1,19,827.19	1,20,979.91
(III) Pass through certificates	**701.29**	**-**	-	-	701.29
i) Unquoted	701.29	-	-	-	701.29
(IV) Alternative Investment Fund	**-**	**-**	**298.85**	**298.85**	**298.85**
i) Unquoted	-	-	298.85	298.85	298.85
(V) Equity instruments					
i) Unquoted	-	-	-	-	-
- in other companies	-	-	-	-	-
221,000 Equity shares of Neesa Leisure Limited of Rs.10 each*	-	-	-	-	-
Total – Gross (A)	**1,854.01**	**-**	**1,96,327.18**	**1,96,327.18**	**1,98,181.19**
(i) Investments outside India	-	-	-	-	-
(ii) Investments in India	1,854.01	-	1,96,327.18	1,96,327.18	1,98,181.19
Total (B)	**1,854.01**	**-**	**1,96,327.18**	**1,96,327.18**	**1,98,181.19**
Less: Allowance for Impairment loss (C)	9.09	-	-	-	9.09
Total – Net D= (A)-(C)	**1,844.92**	**-**	**1,96,327.18**	**1,96,327.18**	**1,98,172.10**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 6
OTHER FINANCIAL ASSETS

	As at 31-03-2026	As at 31-03-2025
(A) Stock of securities (Quoted)		
(measured at fair value through profit or loss)		
(i) Debt securities	29,838.72	41,514.21
(ii) Exchange Traded Funds	2.27	-
(iii) Government securities	9,279.35	-
Total – Gross (A)	**39,120.34**	**41,514.21**
(i) Stock of securities outside India	-	-
(ii) Stock of securities in India	39,120.34	41,514.21
Total (A)	**39,120.34**	**41,514.21**
(B) Other financial assets		
(measured at amortised cost)		
Deposits		
Earnest money deposits	2.00	3.00
Rental deposits -		
i) with relatives and directors	-	82.96
ii) with other parties	143.79	131.52
Other deposits	165.92	420.92
Receivable from/Balance with stock broker	141.84	-
Other receivables	9.04	9.17
(measured at fair value through profit or loss)		
Income receivable on financial assets	-	3.73
Interest accrued but not due on financial instruments	3,163.47	3,432.75
Total (B)	**3,626.06**	**4,084.05**
Total (A+B)	**42,746.40**	**45,598.26**

NOTE - 7
DEFERRED TAX ASSETS / (LIABILITIES) (NET)

	As at 31-03-2026	As at 31-03-2025
Deferred tax assets:-		
On account of:-		
Depreciation	3.58	1.83
Impairment allowance on loans	7.89	5.56
Transaction cost on financial assets	1.02	2.99
Expenses allowable on payment basis (gratuity)	1.07	0.70
Lease liabilities	52.63	68.00
Timing difference arising on preliminary expenses (Section 35 on Income Tax Act 1961)	1.91	3.35
Less: Deferred tax liabilities:-		
Fair value gain on investments in debt securities	-	(0.95)
Timing difference arising on Section 36 on Income Tax Act 1961	(11.31)	(7.89)
Right-of-use assets	(43.25)	(59.43)
Deferred tax assets / (liabilities) (net)	**13.54**	**14.16**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 8
PROPERTY, PLANT AND EQUIPMENT

₹ in Lakhs

Particulars	Computers	Office equipments	Furniture and fixtures	Vehicles	Building owner-occupied property	Leasehold Improvements	Building Right-of-use (Refer note 34)	Total
Gross block:								
Opening balance as at 01 April 2024	**134.65**	**57.14**	**86.39**	**122.06**	**1,334.64**	**208.59**	**1,519.99**	**3,463.46**
Additions	6.38	10.14	1.30	-	5.63	117.29	85.65	**226.39**
Disposals	0.35	0.32	-	-	-	-	-	**0.67**
As at 31 March 2025	**140.68**	**66.96**	**87.69**	**122.06**	**1,340.27**	**325.88**	**1,605.64**	**3,689.18**
Additions	280.75	7.23	0.85	184.94	-	-	111.26	**585.03**
Disposals	0.35	4.10	6.39	-	-	-	260.60	**271.44**
As at 31 March 2026	**421.08**	**70.09**	**82.15**	**307.00**	**1,340.27**	**325.88**	**1,456.30**	**4,002.77**
Depreciation:								
Opening balance as at 01 April 2024	101.57	24.34	43.83	81.46	148.81	77.68	550.94	**1,028.63**
Additions	23.26	9.64	8.59	14.69	22.95	70.75	299.66	**449.54**
Disposals	0.35	-	-	-	-	-	-	**0.35**
As at 31 March 2025	**124.48**	**33.98**	**52.42**	**96.15**	**171.76**	**148.43**	**850.60**	**1,477.82**
Additions	16.28	10.74	7.72	14.89	**22.99**	**75.10**	**269.27**	**416.99**
Disposals	0.35	2.13	1.49	-	-	-	71.11	**75.08**
As at 31 March 2026	**140.41**	**42.59**	**58.65**	**111.04**	**194.75**	**223.53**	**1,048.76**	**1,819.73**
Net Block								
As at 31 March 2025	**16.20**	**32.98**	**35.27**	**25.91**	**1,168.51**	**177.45**	**755.04**	**2,211.36**
As at 31 March 2026	**280.67**	**27.50**	**23.50**	**195.96**	**1,145.52**	**102.35**	**407.54**	**2,183.04**

1) Vehicles include vehicles hypothecated against loan taken having net block of as at 31 March 2026 Rs. 70.27 lakhs (as at 31 March 2025 Rs.NIL)

2) Building include premises situated at Chennai mortgaged against non convertible debentures issued having net block as at 31 March 2025 Rs. 9.13 lakhs. However as at 31 March 2026 the said property is not mortagaged against non convertible debentures

3) The Group has not revalued any of its Property, Plant and Equipment (including Right-of-Use Assets).

NOTE - 8 (a) THE TITLE DEED OF ALL IMMOVABLE PROPERTIES ARE HELD IN THE NAME OF THE GROUP

₹ in Lakhs

Description of item of property	Building	Building	Building	Building	Total
Gross carrying value	731.70	10.50	501.48	96.59	1,340.27
Title deeds held in the name of	Holding Company	Holding Company	Holding Company	Holding Company	Holding Company
Whether title deed holder is relative of promoter /director or employee of promoter/director	No	No	No	No	No
Property held since which date	28-Mar-14	13-Jun-17	13-Jul-17	23-Nov-22	NA
Reason for not being held in the name of the Group	NA	NA	NA	NA	

₹ in Lakhs

NOTE - 8 (b) RECONCILIATION OF DEPRECIATION

	Current Year 2025-2026	Previous Year 2024-2025
Depreciation charged during the year		
Depreciation on Property, Plant and equipment	416.99	449.54
Depreciation on Intangible Assets	15.71	14.34
Less: Depreciation capitalised to Capital Work in Progress	-	(11.14)
Depreciation charged to Profit and Loss Account	**432.70**	**452.74**

NOTE - 9
CAPITAL-WORK-IN-PROGRESS (CWIP)

	Current Year 2025-2026	Previous Year 2024-2025
Opening capital work in progress of leasehold improvements & other capital expenditure	**-**	106.15
Add: Leasehold improvements and other capital expenditure	**-**	-
Add: Project development expenditure (Depreciation on Right of use asset)	**-**	11.14
Less: Transferred to leasehold improvements	**-**	(117.29)
Total	**-**	**-**

(A) There is no capital-work-in-progress which are temporarily suspended as on 31 March 2026 and 31 March 2025.

(b) There is no capital-work-in-progress, whose completion is overdue or has exceeded its cost compared to its original plan.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 10
INTANGIBLE ASSETS

₹ in Lakhs

	Software	Total
Gross block:		
Opening balance as at 01 April 2024	**114.45**	**114.45**
Additions	-	-
Disposals	-	-
As at 31 March 2025	**114.45**	**114.45**
Additions	50.79	50.79
Disposals	-	-
As at 31 March 2026	**165.24**	**165.24**
Accumulative amortisation:		
Opening balance as at 01 April 2024	**78.08**	**78.08**
Additions	14.34	14.34
Disposals	-	-
As at 31 March 2025	**92.42**	**92.42**
Additions	15.71	15.71
Disposals	-	-
As at 31 March 2026	**108.13**	**108.13**
Net book value:		
As at 31 March 2025	**22.03**	**22.03**
As at 31 March 2026	**57.11**	**57.11**

1) The Group has not revalued any of its Intangible Assets

NOTE - 11
OTHER NON-FINANCIAL ASSETS

	As at 31-03-2026	As at 31-03-2025
Balance with government authorities	59.03	41.90
Prepaid expenses	234.52	114.64
Other advances	17.78	2.23
Total	**311.33**	**158.77**

NOTE - 12
TRADE PAYABLES

	As at 31-03-2026	As at 31-03-2025
Total outstanding dues of micro enterprises and small enterprises	17.40	14.58
Total outstanding dues of creditors other than micro and small enterprises	91.61	290.73
Total	**109.01**	**305.31**

Following disclosures as required under Section 22 of the Micro, Small and Medium Enterprises Development Act, 2006 has been made to the extent information available with the Group and the same have been relied upon by the auditors:

Particulars	**As at 31-03-2026**	**As at 31-03-2025**
(i) Principal amount remaining unpaid to any supplier as at the end of the accounting year	25.79	14.58
(ii) Interest due thereon remaining unpaid to any supplier as at the end of the accounting year	-	-
(iii) The amount of interest paid by the buyer in terms of section 16 of the Micro, Small and Medium Enterprise Development Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during each accounting year.	-	-
(iv) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro, Small and Medium Enterprise Development Act, 2006.	-	-
(v) The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
(Vi) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro, Small and Medium Enterprise Development Act, 2006	-	-

Note - Principal amount remaining unpaid to any supplier as at the end of the accounting year are subsequently paid within due dates

Note - Principal amount remaining unpaid to any supplier as at the end of the accounting year includes amount payable to creditors for capital goods amounting to Rs. 8.39 Lakhs as at 31 March 2026; previous year Rs. NIL (Refer note 15) and the said amounts are subsequently paid within due dates.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

Trade Payables ageing schedule as at 31 March 2026

₹ in Lakhs

Particulars	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed dues - MSME	6.98	10.42	-	-	-
(ii) Undisputed dues - Others	4.55	86.89	0.17	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	**11.53**	**97.31**	**0.17**	**-**	**-**

Trade Payables ageing schedule as at 31 March 2025

₹ in Lakhs

Particulars	Unbilled	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed dues - MSME	7.34	7.24	-	-	-
(ii) Undisputed dues - Others	4.16	286.11	0.46	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-
Total	**11.50**	**293.35**	**0.46**	**-**	**-**

(i) There are no unbilled disputed dues as on 31 March 2026 and 31 March 2025

₹ in Lakhs

NOTE - 13 DEBT SECURITIES (AT AMORTISED COST)	As at 31-03-2026	As at 31-03-2025
Non-convertible debentures	86,261.37	59,004.82
(Refer note no. 47)		
Total (A)	**86,261.37**	**59,004.82**
Debt securities in India	86,261.37	59,004.82
Debt securities outside India	-	-
Total (B)	**86,261.37**	**59,004.82**

13 (a) The Group has registered all the charges towards outstanding secured debt securities issued outstanding as on 31 March 2026 and 31 March 2025. There is no satisfaction of charge pending on secured debt securities issued which are matured or repurchased during the financial year ended 31 March 2026 and 31 March 2025.

₹ in Lakhs

NOTE - 14 BORROWINGS (OTHER THAN DEBT SECURITIES) (AT AMORTISED COST)	As at 31-03-2026	As at 31-03-2025
(A)Term loans		
(i) from banks#	58,521.65	62,250.93
(ii) from public sector undertaking - public financial institution##	8,262.23	8,717.85
(iii) from NBFCs###	11,360.62	8,912.58
(b) Loans repayable on demand		
(i) from banks*	28,194.03	34,842.84
(ii) from NBFC**	3,000.00	3,800.00
(c) Other loans		
Triparty repo dealing and settlement (TREPS)$	55,500.00	52,500.00
Vehicle Loan from bank^^	69.45	-
Total (A)	**1,64,907.98**	**1,71,024.20**
Borrowings in India	1,64,907.98	1,71,024.20
Borrowings outside India	-	-
Total (B)	**1,64,907.98**	**1,71,024.20**
Secured	1,64,907.98	1,71,024.20
Unsecured	-	-
Total (C)	**1,64,907.98**	**1,71,024.20**

Loan from banks are repayable in 6 semi-annually, 10 to 20 quarterly and 24 to 48 monthly installments along with interest from the date of loan. The loans are secured by Pari- passu first charge by way of hypothecation / assignment over the identfied business assets including current and future receivables of the Group, in favour of the security trustee.

Loan from public sector undertaking - public financial institution is repayable in 31 monthly installments after a principal moratorium period of 6 months along with interest from each tranche of disbursement. The loans are secured by exclusive charge by way of hypothecation on the identified book debts and receivables of the loans provided by the Group.

Loan from NBFC is repayable in 14 quarterly after a principal moratorium of 6 months and 24 monthly installments after principal moratorium of 2 months. The loans are secured by first pari passu charge by way of hypothecation over the identified "business assets" i.e. securities/receivables of the Group, in favour of the security trustee.

*(A) Loan repayable on demand from bank is secured against pledge/lien on government securities and other debt securities and demand promissory note. The Holding Company, A. K. Capital Services Limited has given corporate guarantee on loan taken by Group from banks as disclosed in Note 35-Related Party Disclosure.

*(B) Loan against receivables is secured by first pari passu charge by way of hypothecation/ assignment over the identfied business assets including current and future receivables of the Group, in favour of the security trustee.

** Loan from NBFCs is secured against pledge on approved list of debt securities of the NBFCs.

$ Loan from Triparty repo dealing and settlement (TREPS) is secured against lien on government securities and deposit.

^^ Vehicle loans from bank is repayable in 60 equated monthly installments along with interest from the date of loan. The loans are secured by hypothecation of motor vehicle purchased there against.

14 (a) The Group has used the borrowings from banks and financial institutions for the specific purpose for which it was taken at the balance sheet date.

14 (b) The quarterly returns and / or statements of current assets filed by the Group with banks or financial institutions are in agreement with books of accounts and there is no discrepancies in the same.

14 (c) The Group is not declared a wilful defaulter by any bank or financial institution or other lender.

14 (d) The Group has registered all the charges towards secured borrowings outstanding as on 31 March 2026 and 31 March 2025. There is no satisfaction of charge pending on secured borrowings which are repaid during the financial year ended 31 March 2026 and 31 March 2025.

14 (e) There are no instances of breach of any covenant and security cover towards loan avalied or debt securities issued by the Group.

14 (f) Refer Note - 54

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 15
OTHER FINANCIAL LIABILITIES

	As at 31-03-2026	As at 31-03-2025
Interest accrued but not due on borrowings	2,207.22	2,760.92
Creditors for capital goods	40.91	-
Lease liabilities (Refer note no.34)	481.94	875.50
Employee dues	233.00	207.13
Other payables	0.02	0.03
Total	**2,963.09**	**3,843.58**

NOTE - 16
PROVISIONS

	As at 31-03-2026	As at 31-03-2025
Provision for employee benefits		
Gratuity (Refer note no.40)	285.79	239.83
Total	**285.79**	**239.83**

NOTE - 17
DEFERRED TAX (ASSETS) / LIABILITIES (NET)

	As at 31-03-2026	As at 31-03-2025
Deferred tax liabilities -		
On account of:		
Depreciation	158.84	148.51
Fair value gain on financial instruments	210.49	526.22
Right of use assets	55.70	120.06
Less: Deferred tax assets:		
Disallowance of share issue expenses	(16.26)	-
Impairment allowance on loans and advances	(87.26)	(70.09)
EIR on HTM Securities	(2.11)	(1.73)
Impairment allowance on investments	(1.66)	(2.29)
Long Term Capital Loss	(16.11)	(90.44)
Lease liabilities	(68.66)	(152.34)
Transaction cost on financial liabilities	(4.16)	(1.35)
Expenses allowable on payment basis (gratuity)	(70.85)	(59.66)
Transaction cost on financial assets	(71.08)	(52.17)
Deferred tax (assets) / liabilities (net)	**86.88**	**364.72**

NOTE - 18
OTHER NON-FINANCIAL LIABILITIES

	As at 31-03-2026	As at 31-03-2025
Statutory dues	341.11	175.45
Others	0.49	0.09
Total	**341.60**	**175.54**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 19

(a) EQUITY SHARE CAPITAL

(I) Share Capital

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of Shares	Amount ₹ in Lakhs	Number of Shares	Amount ₹ in Lakhs
Authorized:				
Equity shares of Rs. 10 each	3,00,00,000	3,000.00	3,00,00,000	3,000.00
		3,000.00		**3,000.00**
Issued, subscribed and paid-up:				
Equity shares of Rs. 10 each fully paid up	2,65,43,750	2,654.38	2,65,43,750	2,654.38
		2,654.38		**2,654.38**

(ii) Details of the shares held by its holding company (i.e. A. K. Capital Services Limited):

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
Equity shares of ₹ 10 per share	2,52,47,490	95.12%	2,52,47,490	95.12%

(iii) Details of shareholders holding more than 5% equity shares in the Holding Company :

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	2,52,47,490	95.12%	2,29,97,490	95.12%

(Iv) Details of shares held by promoters in the Holding Company :

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	2,52,47,490	95.12%	2,52,47,490	95.12%
A. K. Mittal	12,80,180	4.82%	12,80,180	4.82%
Aditi Miital	16,080	0.06%	16,080	0.06%

There is no percentage change in the shareholding of promoters during the financial year ended 31 March 2026
During financial year ended 31 March 2025, shareholding of A. K. Capital Services Limtied and A. K. Mittal has changed by 9.78% and 356.91% resepectively. The change is on account of the conversion of 65,00,000 compulsorily convertible preference shares (CCPS) into 32,50,000 equity shares, in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each shall be convertible into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each on the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS.

(v) The reconciliation of the number of shares outstanding in the Holding Company:

Particulars	As at 31-03-2026	As at 31-03-2025
Shares at the beginning of the year	2,65,43,750	2,32,93,750
Add ::Issue of equity share capital due to Conversion of compulsory convertible preference share capital into equity share capital	-	32,50,000
Shares at the end of the year	**2,65,43,750**	**2,65,43,750**

(Vi) Rights, preferences and restrictions attached to equity shares

The Holding Company has only one class of equity shares having a par value of Rs.10 per share. Each holder of equity share is entitled to one vote per share.

In the event of the liquidation of the Holding Company, the holder of equity shares will be entitled to receive remaining assets of the Holding Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 19 (Contd.)

19(b) INSTRUMENTS ENTIRELY EQUITY IN NATURE - COMPULSORY CONVERTIBLE PREFERENCE SHARES

(i) Share Capital

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of Shares	Amount ₹ in Lakhs	Number of Shares	Amount ₹ in Lakhs
Authorized:				
Preference shares of Rs.100 each	1,50,00,000	15,000.00	65,00,000	6,500.00
		15,000.00		**6,500.00**
Issued, subscribed and paid-up:				
Compulsorily convertible preference shares of Rs.100 each fully paid up	1,42,50,000	14,250.00	-	-
		14,250.00		**-**

Details of the shares held by its holding company (i.e. A. K. Capital Services Limited):

Particulars	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
Compulsorily convertible preference shares of Rs.100 per share	1,00,00,000	70.18%	-	0.00%

(iii) Details of shareholders holding more than 5% compulsory convertible preference shares in the Holding Company on reporting date:

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	1,00,00,000	70.18%	-	-
A. K. Mittal	22,50,000	15.79%	-	-
Aditi Mittal	17,50,000	12.28%	-	-

(iv) Details of shares held by promoters in the Holding Company :

Name of Shareholder	As at 31-03-2026		As at 31-03-2025	
	Number of shares	Percentage of shareholding	Number of Shares	Percentage of shareholding
A. K. Capital Services Limited	1,00,00,000	70.18%	-	-
A. K. Mittal	22,50,000	15.79%	-	-
Aditi Mittal	17,50,000	12.28%	-	-

During financial year ended 31 March 2026, shareholding of A. K. Capital Services Limited, A. K. Mittal and Aditi Mittal has changed by 70.18%, 15.79% and 12.28% resepectively due to new issuance of Compulsory Convertible Preference Shares.

(v) The reconciliation of the number of Compulsory convertible preference shares outstanding in the Holding Company:

Particular	As at 31-03-2026	As at 31-03-2025
Shares at the beginning of the year	-	65,00,000
Add :Shares issued during the year	1,42,50,000	-
Less: Conversion of compulsory convertible preference share capital into equity share capital	-	(65,00,000)
Shares at the end of the year	**1,42,50,000**	**-**

The Board of Direcotrs of the Holding Company in their board meeting held on 26 September 2024, had approved the conversion of 65,00,000 compulsorily convertible preference shares (CCPS) into 32,50,000 equity shares, in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each and were converted into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each on the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 19 (Contd.)

(vi) Rights, preferences and restrictions attached to Non Cumulative Compulsory Convertible Preference Shares

For the financial year ended 31 March 2026

During the year, the Holding Company has issued 1,42,50,000 Compulsory Convertible Preference Shares (CCPS) of Rs 100 each fully paid-up. The Company has only one class of CCPS fully participating with equity having par value of Rs.10 per share.

Each CCPS shall carry a dividend of 12% per annum exclusive of any applicable taxes, up to the date of their conversion into equity shares of the Holding Company,subject to the approval of the Board of Directors and Shareholders of the Holding Company. The dividend on CCPS shall be on Non-Cumulative basis.CCPS shall be converted in the ratio of 4: 1 i.e. 4 CCPS of face value of Rs. 100 each shall be convertible into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.390 each. The CCPS holders may convert in full/ (part) at any time after three months from the date of issue but before the expiry of sixty months from the date of issue (i.e.10 March 2026 & 30 March 2026) of the CCPS. If the CCPS are not converted within 60 months from the date of issue, then the CCPS shall be automatically converted into equity shares.

For the financial year ended 31 March 2025

The Holding Company had issued 6,500,000 Compulsory Convertible Preference Shares (CCPS) of Rs 100 each fully paid-up on 28 September 2017. Each CCPS carried a dividend of 12% per annum exclusive of any applicable taxes, up to the date of their conversion into equity shares of the Company,subject to the approval of the Board of Directors and Shareholders of the Holding Company. The dividend on CCPS were on Non-Cumulative basis.CCPS were to be converted in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each to be converted into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each. The CCPS holders could convert in full/ (part) at any time after three months from the date of issue but before the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS. If the CCPS were not converted within 84 months from the date of issue, then the CCPS would be automatically converted into equity shares.

The Board of Direcotrs of the Holding Company in their board meeting held on 26 September 2024, had approved the conversion of 65,00,000 compulsorily convertible preference shares (CCPS) into 32,50,000 equity shares, in the ratio of 2: 1 i.e. 2 CCPS of face value of Rs. 100 each and were converted into 1 Equity Share of face value of Rs. 10 each and Security Premium of Rs.190 each on the expiry of eighty four months from the date of issue (i.e.28 September 2017) of the CCPS.

The Holding Company has not bought back any of its shares during the five year period immedaitely proceeding the year ended 31 March 2026.

₹ in Lakhs

(c) Other equity	As at 31-03-2026	As at 31-03-2025
Special reserve		
At the beginning of the year	10,785.00	9,405.00
Add: Current year transfer	1,488.00	1,380.00
Closing balance of special reserve (A)*	**12,273.00**	**10,785.00**
Security Premium Account		
At the beginning of the year	33,481.71	27,306.71
Add: Current year transfer	-	6,175.00
Closing balance of security premium account (B)	**33,481.71**	**33,481.71**
Other comprehensive income		
At the beginning of the year	(1,744.40)	(1,727.36)
Add: Other comprehensive income for the year	(2.55)	(17.04)
Closing balance of other comprehensive income (C)	**(1,746.95)**	**(1,744.40)**
Retained earnings		
At the beginning of the year	37,049.45	33,546.13
Add: Profit for the year	7,433.77	6,902.33
Less: Dividend paid on CCPS	-	771.45
Less: Dividend paid on Equity Shares	3,344.51	1,247.56
Less: Transfer to special reserve	1,488.00	1,380.00
Closing balance of retained earnings (D)	**39,650.71**	**37,049.45**
Total (A+B+C+D)	**83,658.47**	**79,571.76**

Refer Note - 54

*Special Reserve represents the reserve created pursuant to the Reserve Bank of India Act, 1934 ("the RBI Act") and the National Housing Bank Act, 1987 ("the NHB Act"). In terms of Section 45-IC of the RBI Act and Section 29C(1) of the NHB Act, the Group is required to transfer an amount not less than 20% of its net profit to a reserve fund before declaring any dividend. Further for this purpose any Special Reserve created by the Group under Section 36(1)(viii) of the Income Tax Act, 1961 is considered to be an eligible transfer. Appropriation from this Reserve Fund is permitted only for the purpose specified by the RBI .

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 20
INTEREST INCOME

₹ in Lakhs

Particulars	Current year 2025-2026			Previous year 2024-2025		
	On financial assets measured at amortised cost	Interest income on securities classified at fair value through profit or loss	Total	On financial assets measured at amortised cost	Interest income on securities classified at fair value through profit or loss	Total
Interest on loans	8,113.38	-	8,113.38	6,803.98	-	6,803.98
Processing fees income	227.99	-	227.99	179.81	-	179.81
Interest income from investments	237.87	19,503.90	19,741.77	314.11	18,326.99	18,641.10
Interest on deposits with banks	12.75	-	12.75	32.35	-	32.35
Other interest income	16.41	-	16.41	29.60	-	29.60
Total	**8,608.40**	**19,503.90**	**28,112.30**	**7,359.85**	**18,326.99**	**25,686.84**

₹ in Lakhs

	Current year 2025-2026	Previous year 2024-2025
NOTE - 21		
FEES AND COMMISSION INCOME		
Syndication and other fees	5,753.75	1,895.06
Total	**5,753.75**	**1,895.06**
NOTE - 22		
NET GAIN/(LOSS) ON FAIR VALUE CHANGES		
Net gain/(loss) on financial instruments at fair value		
-Investments	924.84	4,515.98
-Stock of securities	2,701.50	1,724.57
	3,626.34	**6,240.55**
Net gain/(loss) on financial instruments at fair value		
-Realised		
-Unrealised	3,487.41	4,358.45
Total	138.93	1,882.10
	3,626.34	**6,240.55**
Additional Information :		
Profit / (loss) on sale of Investments (actual) (A)	2,807.67	4,554.73
Net gain/(loss) on investments due to fair value change (B)		
-Realised	(1,451.05)	(1,563.95)
-Unrealised	(431.78)	1,525.20
Total (A+B)	**924.84**	**4,515.98**
Profit on sale of stock of securities (actual) (C)	2,414.61	1,246.85
Net gain/(loss) on stock of securities due to fair value change (D)		
-Realised	(283.82)	120.82
-Unrealised	570.71	356.90
Total (C+D)	**2,701.50**	**1,724.57**
NOTE - 23		
NET GAIN ON DERECOGNITION OF FINANCIAL INSTRUMENTS UNDER AMORTISED COST CATEGORY		
On financial instruments measured at amortised cost		
Loans (in form of unlisted debentures)	0.39	78.82
Gain on assignment of financial assets	27.99	-
Investments	-	18.97
Total	**28.38**	**97.79**
NOTE - 24		
OTHER INCOME		
Profit on sale of property, plant and equipment (net)	-	0.01
Interest received on income tax refund	34.54	9.71
Other income	6.33	3.82
Gain on termination of lease	25.39	-
Total	**66.26**	**13.54**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 25
FINANCE COSTS (ON FINANCIAL LIABILITIES MEASURED AT AMORTISED COST)

	Current year 2025-2026	Previous year 2024-2025
Interest on borrowings	12,624.23	12,418.65
Interest on debt securities	5,556.30	4,732.92
Interest on income tax	18.04	0.70
Other interest expense	355.00	387.03
Total	**18,553.57**	**17,539.30**

NOTE - 26
FEES AND COMMISSION EXPENSE

Referral fees expenses	1,785.37	1,615.55
Total	**1,785.37**	**1,615.55**

NOTE - 27
IMPAIRMENT OF FINANCIAL INSTRUMENTS (NET)

On financial instruments measured at amortised cost		
Loans (net)	79.37	27.93
Investments (Refer note no.37)	(2.50)	(7.66)
Total	**76.87**	**20.27**

NOTE - 28
EMPLOYEE BENEFITS EXPENSE

Salaries and wages	4,712.81	4,046.59
Gratuity (Refer note no.40)	58.90	49.62
Employers contribution to provident fund and other funds	135.27	114.23
Staff welfare expenses	96.47	86.72
Total	**5,003.45**	**4,297.16**

NOTE - 29
OTHER EXPENSES

Rent, taxes and energy costs	302.61	87.13
Travelling expense	249.05	169.25
Repairs and maintenance	54.69	70.39
Advertisement and business promotion expenses	50.63	22.84
Auditor's fees and expenses		
-for audit fees	10.49	9.60
-for tax audit fees	0.06	0.71
-for other services	5.07	5.11
Legal and professional charges	375.40	245.86
Loss on sale of property, plant and equipment (net)	4.55	-
Corporate social responsibilities (Refer note no.32)	153.37	144.38
Insurance expenses	16.48	15.49
Communication costs	15.08	14.81
Collection and sourcing fees	4.86	13.14
Software expenses	189.72	372.91
Director's fees, allowances and expenses	15.17	14.17
Miscellaneous expenses	282.44	297.86
Total	**1,729.67**	**1,483.65**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

	Current year 2025-2026	Previous year 2024-2025
NOTE - 30		
OTHER COMPREHENSIVE INCOME		
Items that will not be reclassified to profit or loss		
a. Remeasurement of defined benefit obligation	(3.40)	(22.77)
b. Equity instruments through other comprehensive income	-	-
Total	**(3.40)**	**(22.77)**

NOTE - 31
SEGMENT REPORTING

In accordance with Indian Accounting Standard (Ind AS) 108, the Group operates in a single operating segment i.e. "Financing and Investment Activity" within India. Accordingly, no separate disclosure is required. The Board of Directors of the Company are collectively Chief Operating Decision Makers (CODMs) of the Group.

NOTE - 32
CORPORATE SOCIAL RESPONSIBILITY (CSR) EXPENDITURE

As per Section 135 of the Companies Act, 2013, a CSR committee has been formed by the Group. The areas for CSR activities are eradicating hunger, poverty and malnutrition, promoting preventive health care and sanitation and making available safe drinking water, promoting education, promoting gender equality, empowering women and ensuring environmental sustainability.

₹ in Lakhs

Particulars	**As at 31-03-2026**	**As at 31-03-2025**
Amount required to be spent by the Group during the year	153.37	144.38
Less: Previous years' excess	-	(0.03)
Net amount required to be spent by the Group during the financial year	**153.37**	**144.35**
Amount of expenditure incurred	153.37	144.35
Short fall / (Excess) in CSR Expenditure	-	-
Total of previous year shortfall	Nil	Nil
Reason for shorfall	NA	NA
Nature of CSR activities	Contribution to any fund set up by the Central Government for socio-economic development and relief qualifies	
Details of related party transaction	NA	NA

NOTE - 33
EARNINGS PER SHARE (EPS)

Particulars	**As at 31-03-2026**	**As at 31-03-2025**
Net profit after tax available for equity share holders (Rs in lakhs.) [A]	7,433.77	6,902.33
Weighted average number of equity shares outstanding during the year for basic earnings per share (Nos.) [B]	2,65,43,750	2,65,43,750
Increase in weighted average number of equity shares on dilution of non cumulative compulsory convertible preference shares (Nos.) [C]	1,65,240	-
Weighted average number of equity shares outstanding during the year for basic and diluted earnings per share (Nos.)* [D]	2,67,08,990	2,65,43,750
Basic earnings per share (Rs.) [A/B]	28.01	26.00
Diluted earnings per share (Rs.) [A/D]	27.83	26.00
Nominal value of share (Rs.)	10.00	10.00

*For year ending 31st March 2026 and 31st March 2025 the weighted average number of equity shares outstanding includes weighted average numbers of compulsorily convertibles preference shares.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 34

LEASES

(i) Lease commitments as lessee:

The Group has entered into agreements for taking on lease certain guest house and office on lease and licence basis. The lease term is for a period ranging from 36 to 108 months. The Group has contracts which have fixed rentals.

Following are the changes in the carrying value of right-of-use assets (disclosed under note 8 - property, plant and equipment):

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Opening gross block value of account as per Ind AS 116	**1,605.64**	**1,519.99**
Measurment on account of adoption of Ind AS 116	111.26	85.65
Deduction on account of termination of lease	260.60	-
Closing gross block value of account as per Ind AS 116	**1,456.30**	**1,605.64**
Opening accumulated depreciation of account as per Ind AS 116	**850.60**	**550.94**
Depreciation charged for the year	269.27	299.66
Deduction on account of termination of lease	71.11	-
Closing accumulated depreciation of account as per Ind AS 116	**1,048.76**	**850.60**
Closing net block value	**407.54**	**755.04**

Carrying value of lease liabilities is disclosed under note 15 - other financial liabilities at Rs. 481.94 Lakhs as at 31 March 2026 and Rs.875.5 lakhs as at 31 March 2025.

The following is the movement in lease liabilities:

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Balance at the beginning of the year	875.50	1,070.44
Additions	108.27	62.88
Finance cost accrued during the year	55.25	87.28
Termination of lease	(194.80)	-
Payment of lease liabilities	(362.28)	(345.10)
Balance at the end of the year	**481.94**	**875.50**

Contractual maturities of lease liabilities:

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

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Not later than one year	283.87	368.35
Later than one year and not later than five years	252.59	524.55
More than five years	-	72.22

The cash outflow of lease payments with respect to the above lease recognised in the statement of profit and loss for the financial year 2025-2026 is Rs.362.28 lakhs. For the financial year ending 31-March-2026 and Rs.345.10 lakhs for financial year ended 31-March-2025

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 35
RELATED PARTY TRANSACTIONS

Holding company

A. K. Capital Services Limited

Fellow subsidiary

A. K. Stockmart Private Limited

A. K. Alternative Asset Managers Private Limited

Directors/ Key managerial personnel

Mr. A. K. Mittal (Managing Director)

Ms. Aditi Mittal (Executive Director)

Ms. Annu Garg (Executive Director)

Mr. Vikas Jain (Non- Executive Director)

Mr. Vinod Kumar Kathuria (Independent Director)

Mr. Deepak Maheshwari (Independent Director)

Ms. Bindu Shah (Independent Director)

Mr. Ashish Vyas (Independent Director)

Mr. Dipesh Mehta (Independent Director) (From 31st January 2026)

Mr. Ajay Tendulkar (CEO of Family Home Finance Private Limited)

Mr. Mahesh Bhootra (Chief financial officer)

Ms. Shikha Sharma (Company secretary)

Mr. Jinit Kewalramani (Chief financial officer of Family Home Finance Private Limited) (From 01 August 2024)

Mr. Rahul Ved (Company Secretary of Family Home Finance Private Limited) (From 29 October 2024)

Ms. Sunidhi Singhai (Company Secretary of Family Home Finance Private Limited) (From 22 April 2024) (Upto 01 August 2024)

Enterprise controlled by key management personnel

A. K. Services Private Limited

India Bond Private Limited

IB Future Tech Private Limited

Notes:

a The related party relationships have been determined on the basis of the requirements of the Indian Accounting Standard (Ind AS) - 24 ‘Related Party Disclosures’.

b The relationships as mentioned above pertain to those related parties with whom transactions have taken place during the year, except where control exist, in which case the relationships have been mentioned irrespective of transactions with the related party.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 35
RELATED PARTY TRANSACTIONS (CONTD.)

₹ in Lakhs

Related party transactions during the period:	Current Year 2025-2026	Previous Year 2024-2025
Brokerage paid		
A. K. Stockmart Private Limited	103.51	100.78
Demat charges paid		
A. K. Stockmart Private Limited	3.03	1.29
Key managerial remuneration *		
Short term benefits	523.36	445.29
Director's sitting fees	14.00	13.00
Rent paid		
Ms. Aditi Mittal	2.00	24.00
Interest income on loan given		
A. K. Services Private Limited	167.99	457.82
A. K. Alternative Asset Managers Private Limited	52.10	49.94
Loan given		
A. K. Services Private Limited	500.00	-
(Revolving Line of Credit in form of Working Capital Demad Loan Limits)		
A. K. Alternative Asset Managers Private Limited	225.00	-
Repayment of loan given		
A. K. Services Private Limited	3,500.00	2,000.00
(Revolving Line of Credit in form of Working Capital Demad Loan Limits)		
Purchase of securities (excluding accrued interest)		
A. K. Stockmart Private Limited	1,501.28	-
A. K. Capital Services Limited	7,906.00	747.61
IB Future Tech Private Limited	92.22	-
Sale of securities (excluding accrued interest)		
A. K. Capital Services Limited	818.46	9,644.71
IB Future Tech Private Limited	3,054.68	-
Upfront processing fees paid on issuences of Non Convertible Debentures		
A. K. Services Private Limited	-	36.00
Interest Expenses		
A. K. Services Private Limited	-	0.13
Rent deposit repaid back		
Ms. Aditi Mittal	100.00	-
Customer Support Fees		
India Bond Private Limited	9.00	27.00
Issuances of Non Convertible Debentures (excluding accrued interest)		
A. K. Services Private Limited	-	3,600.00
Referral Fees Expense		
India Bond Private Limited	1,109.47	935.12
Website Maintainance Charges		
IB Future Tech Private Limited	1.00	1.00
Commission Expenses on Corporate Guarantee		
A. K. Capital Services Limited	275.00	275.00

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

₹ in Lakhs

NOTE - 35
RELATED PARTY TRANSACTIONS (CONTD.)

	Current Year 2025-2026	Previous Year 2024-2025
Exitinguishment of Compulsory Convertible Preferene Shares on Conversion to Equity Shares		
A. K. Capital Services Limited	-	4,500.00
Mr. A. K. Mittal	-	2,000.00
Issuance of Equity Shares on Conversion of Compulsory Convertible Preferene Shares		
A. K. Capital Services Limited (including securities premium of Rs.4,275 lakhs)	-	4,500.00
Mr. A. K. Mittal (including securities premium of Rs.1,900 lakhs)	-	2,000.00
Issue of Non Cumulative Compulsory Convertible Preference Shares		
Mr. A. K. Mittal	2,250.00	-
Ms. Aditi Mittal	1,750.00	-
A. K. Services Private Limited	250.00	-
A. K. Capital Services Limited	10,000.00	-
Redemption of Non Convertible Debentures (excluding accrued interest)		
A. K. Services Private Limited	-	10.00
Software expenses		
India Bond Private Limited	47.50	183.36
IB Future Tech Private Limited	90.00	108.00
Related party closing balances:		
Balances Receivable		
A. K. Stockmart Private Limited (towards Stock Broking Contractual Obligations)	141.84	-
Trade payable		
A. K. Stockmart Private Limited	0.62	0.35
India Bond Private Limited	-	161.32
IB Future Tech Private Limited	-	3.24
Principal loans outstanding		
A. K. Services Private Limited	-	3,000.00
A. K. Alternative Asset Managers Private Limited	725.00	500.00
Interest accrued but not due on loans outstanding		
A. K. Alternative Asset Managers Private Limited	11.70	9.81
Security deposit		
Aditi Mittal	-	100.00
Guarantee		
Corporate Guarantee given by holding company to bank for working capital demand loan taken by the Group	27,500.00	27,500.00

Note -

(a) Transaction amount is excluding taxes wherever applicable.

(b) Reimbursement of expenses has not been considered for above disclosure.

* Key managerial remuneration related to retirement benefits (i.e. gratuity) are recognised under employee benefits expenses in statement of profit and loss along with other employees gratuity costs of the Group based on the actuarial valuation carried out by independent actuary.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 36
FINANCIAL INSTRUMENTS

The risk management policies of the Group are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities.

The Management has overall responsibility for the establishment and oversight of the Group's risk management framework. In performing its operating, investing and financing activities, the Group is exposed to the Credit risk, Liquidity risk and Market risk.

The carrying value of financial instrument by categories as of 31 March 2026 were as follows:

₹ in Lakhs

Particulars	At amortised cost	At Fair value through profit and loss	At fair value through Other Comprehensive Income	Total carrying value
Assets:				
Cash and cash equivalents	5,585.98	-	-	5,585.98
Bank balances other than cash and cash equivalents	9.73	-	-	9.73
Trade Receivable	527.30	-	-	527.30
Loans	89,530.80	-	-	89,530.80
Investments	1,318.98	2,13,558.73	-	2,14,877.71
Stock of securities	-	39,120.34	-	39,120.34
Other financial assets	462.59	3,163.47	-	3,626.06
TOTAL	**97,435.38**	**2,55,842.54**	**-**	**3,53,277.92**
Liabilities:				
Trade payables	109.01	-	-	109.01
Debt Securities	86,261.37	-	-	86,261.37
Borrowings (other than debt securities)	1,64,907.98	-	-	1,64,907.98
Other financial liabilities	2,963.09	-	-	2,963.09
TOTAL	**2,54,241.45**	**-**	**-**	**2,54,241.45**

The carrying value of financial instrument by categories as of 31 March 2025 were as follows:

₹ in Lakhs

Particulars	At amortised cost	At Fair value through profit and loss	At fair value through Other Comprehensive Income	Total carrying value
Assets:				
Cash and cash equivalents	1,092.74	-	-	1,092.74
Bank balances other than cash and cash equivalents	218.72	-	-	218.72
Loans	69,112.31	-	-	69,112.31
Investments	1,844.92	1,96,327.18	-	1,98,172.10
Stock of securities	-	41,514.21	-	41,514.21
Other financial assets	647.57	3,436.48	-	4,084.05
TOTAL	**72,916.26**	**2,41,277.87**	**-**	**3,14,194.13**
Liabilities:				
Trade payables	305.31	-	-	305.31
Debt Securities	59,004.82	-	-	59,004.82
Borrowings (other than debt securities)	1,71,024.20	-	-	1,71,024.20
Other financial liabilities	3,843.58	-	-	3,843.58
TOTAL	**2,34,177.91**	**-**	**-**	**2,34,177.91**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 37

RISK MANAGEMENT

Financial risk management

The risk management policies of the Group are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Management has overall responsibility for the establishment and oversight of the Group's risk management framework. In performing its operating, investing and financing activities, the Group is exposed to the Credit risk, Liquidity risk and Market 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 three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include loans and borrowings, deposits and derivative financial instruments.

Credit Risk

Loans

Credit risk is controlled by analysing the credit limits and creditworthiness of the customer on a continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. An impairment analysis is performed at each reporting date on a portfolio basis. The Company holds collateral as security against the loans. The impairment of the credit risk on the loan is carried out through a detailed ECL model. The ECL model provides for the ECL on a 12 month ECL basis for standard to stage 1 Assets whereas the same is calculated based on a lifetime ECL for stage 2 & 3 level assets. The ECL is calculated based on a probability default (PD)X exposure at default (EAD) X (Loss given default X discount rate - LGD)). The Company calculates the PD by taking into account the past historical trends of the portfolio and its credit performance based on a homogenous charateristic of the underlying portfolio. This is calculated based on a 12 month PD perspective. In case of Impaired assets where lifetime PD is applied, the PD is extrapolated to take into account the probability of default over the life time of asset.

Loss given default (LGD) represents estimated financial loss the Group is likely to suffer in respect of default account and it is used to calculate provision requirement on EAD along with PD. The Group uses collection details on previously defaulted cases for calculating LGD including estimated direct cost of collection from default cases. Appropriate discounting rates are applied to calculate present value of future estimated collection net of direct collection cost. LGD thus calculated is used for all Stages, i.e. Stage 1, Stage 2 and Stage 3.

The exposure at default (EAD) represents the gross carrying amount of the financial instruments subject to the impairment calculation;To calculate the ECL for a Stage 1 loan, the Company assesses the possible default events within 12 months for the calculation of the 12 month ECL. For Stage 2 and Stage 3 financial assets, the exposure at default is considered for events over the lifetimeof the instruments.

The Group uses historical empirical data to arrive at factors that are indicative of future credit risk on the basis of combinations of these parameters. Some of the factors that the Group may consider are:

a) Loan to value l b) Type of collateral l c) Cash-flow and income assessment of the borrower

d) Credit Rating of the borrower l e) Repayment track record of the borrower

a) The following table gives details in respect of fees and income from loans generated from top loan customer and top 5 customers: ₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Revenue from top loan customer	821.52	499.11
Revenue from top 5 loan customers	2,531.24	2,150.51

Investments in debt securities measured at amortised cost

Expected credit losses are measured at an amount equal to the 12 months ECL, unless there has been a significant increase in credit risk from initial recognition in which case those are measured at lifetime ECL. The impairment of the credit risk on the investments is carried out through a detailed ECL model. The ECL model provides for the ECL on a 12 month ECL basis for standard to stage 1 Assets whereas the same is calculated based on a lifetime ECL for stage 2 & 3 level assets. The ECL is calculated based on a probability default (PD)X exposure at default (EAD) X (Loss given default X discount rate - LGD)). The Company calculates the PD by taking into account the past historical trends of the portfolio and its credit performance based on a homogenous charateristic of the underlying portfolio. This is calculated based on a 12 month PD perspective. In case of Impaired assets where lifetime PD is applied, the PD is extrapolated to take into account the probability of default over the life time of asset.

Loss given default (LGD) represents estimated financial loss the Company is likely to suffer in respect of default account and it is used to calculate provision requirement on EAD along with PD. The Company uses collection details on previously defaulted cases for calculating LGD including estimated direct cost of collection from default cases. Appropriate discounting rates are applied to calculate present value of future estimated collection net of direct collection cost. LGD thus calculated is used for all Stages, i.e. Stage 1, Stage 2 and Stage 3.

The exposure at default (EAD) represents the gross carrying amount of the financial instruments subject to the impairment calculation;To calculate the ECL for a Stage 1 loan, the Company assesses the possible default events within 12 months for the calculation of the 12 month ECL. For Stage 2 and Stage 3 financial assets, the exposure at default is considered for events over the lifetimeof the instruments.

Exposure to credit risk

Financial asset for which loss allowance is measured using expected credit loss model: ₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Financial assets at amortised cost		
Trade receivables	527.30	-
Loans	89,899.24	69,401.38
Investments	1,325.57	1,854.01
Other financial assets	462.59	647.57
At end of the year	**92,214.70**	**71,902.96**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 37 (Contd.)

The Group exposure to customers is diversified and no single customer contributes to more than 25% of outstanding loans, investment, and other financial assets which are measured at amortised cost as at 31 March 2026 and 31 March 2025.

The Group has used a practical expedient by computing the expected credit loss allowance for loans and investment taking into account historical credit loss experience.

For other financial assets, the Group assesses and manages credit risk based on reasonable and supportive forward looking information. The Group does not have significant credit risk exposure for these items.

Balances with banks:

The Group holds cash and cash equivalents with bank, which are having highest safety ratings based on ratings published by various credit rating agencies. The Group considers that its cash and cash equivalents have low credit risk based on external credit ratings of the counterparties.

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Group has interest rate risk exposure mainly from changes in rate of interest on borrowing, loans & securities. The following table analyse the breakdown of the interest bearing financial assets and liabilities by type of interest rate:

₹ in Lakhs

Particulars	As at 31-03-2026	As at 31-03-2025
Financial assets		
Interest bearing		
- fixed interest rate		
Bank balances other than cash and cash equivalent	9.73	218.72
Loans	86,027.04	61,538.33
Investments	2,14,884.30	1,96,110.59
Other financial assets	143.79	214.48
Stock of securities	39,118.07	41,514.21
- floating interest rate		
Loans		
Investments	3,872.20	7,863.05
	-	1,771.75
- non interest bearing		
Cash and cash equivalent		
Trade receivables	5,585.98	1,092.74
Investment	527.30	-
Stock of securites	-	298.85
Other financial assets	2.27	-
	3,482.27	3,869.57
Financial Liabilities		
Interest bearing		
- fixed interest rate		
Borrowings	1,50,625.31	1,16,494.23
Lease liabilities	481.94	875.50
- floating interest rate		
Borrowings	1,00,544.04	1,13,534.79
- non interest bearing		
Trade payable	109.01	305.31
Other financial liabilities	2,481.15	2,968.08

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings affected. With all other variables held constant, the Group's profit before tax is affected through the impact on floating rate borrowings, as follows:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Increase in basis points	50.00	50.00
Effect on profit before tax	(483.36)	(519.50)
Decrease in basis points	50.00	50.00
Effect on profit before tax	483.36	519.50

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 37 (Contd.)

Liquidity risk

The Group's principal sources of liquidity are cash and cash equivalents and the cash flow that is generated from operations. Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Group's objective is to, at all times maintain optimum levels of liquidity to meet its cash and collateral requirements. The Group closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate sources of financing including debt and overdraft from banks at an optimised cost.

The Group's maximum exposure to liquidity risk for the components of the balance sheet at 31 March 2026 and 31 March 2025 is the carrying amounts. The liquidity risk is managed on the basis of expected maturity dates of the financial liabilities. The Group's major financial liabilities include term loans and non convertible debentures with maturity profile ranging between 0 to 10 years and short term borrowings are generally payable within one year. The average credit period taken to settle trade payables is about 30 days. The other payables are with short-term durations. The following table analysis undiscounted financial liabilities by remaining contractual maturities:

₹ in Lakhs

Particulars	On demand	Less than 3 months	3 to12 months	1 to 5 years	>5 years	Total
As at 31 March 2026						
Borrowings including debt securities	-	1,03,578.42	65,547.34	1,02,936.23	-	**2,72,061.99**
Trade and other payables	-	109.01	-	-	-	**109.01**
Other financial liabilities	-	1,642.69	1,122.33	252.59	-	**3,017.61**
	-	**1,05,330.12**	**66,669.67**	**1,03,188.82**	**-**	**2,75,188.61**
As at 31 March 2025						
Borrowings including debt securities	-	1,03,884.63	50,256.33	94,369.95	-	**2,48,510.91**
Trade and other payables	-	305.31	-	-	-	**305.31**
Other financial liabilities	-	2,025.15	1,311.29	524.55	72.22	**3,933.21**
	-	**1,06,215.09**	**51,567.62**	**94,894.50**	**72.22**	**2,52,749.43**

Capital management

The Group actively manages capital base to cover risks inherent in the business and meets the Capital Adequacy Requirements (CRAR) of the Reserve Bank of India (RBI). The adequacy of the Company's capital is monitored using, among other measures, the regulations issued by RBI. The Group has complied in full with all its externally imposed capital requirements over the reported period. The primary objectives of the Group's capital management are to ensure that the Company complies with externally imposed capital requirements and maintains strong credit ratings and healthy capital ratios in order to support its business and to maximize shareholder value. The funding requirements are met through equity, non-convertible debentures and other long-term/ short-term borrowings. The Group is aimed to maintain appropriate combination of short-term and long term borrowings. The Group manages its capital structure and makes adjustments to it according to changes in economic conditions and the risk characteristics of its activities. No changes have been made to the objectives, policies and processes from the previous years. However, they are under constant review by the Board.

i. Regulatory capital

The Holding Company's and Subsidiary Company's regulatory capital consists of the sum of the following elements :

- Tier 1 capital, which includes ordinary share capital, retained earnings,perpetual debt and reserves and deduction for intangible assets,deferred tax asset and other regulatory adjustments relating to items that are not included in equity but are treated differently for capital adequacy purposes.
- Tier 2 capital, which includes impairment provision in respect of Stage 1 assets

	Holding Company			Subsidiary Company		
Particulars	**As at 31-March-2026**	**As at 31-March-2025**	**% of Variance**	**As at 31-March-2026**	**As at 31-March-2025**	**% of Variance**
CRAR (%)	35.63	31.64	12.61	140.85	132.48	6.32
CRAR - Tier I capital (%)	35.50	31.52	12.63	140.38	131.98	6.36
CRAR - Tier II capital (%)	0.13	0.12	8.33	0.47	0.50	(5.60)

*Liquidity coverage ratio is not applicable to the Group.

Gearing ratio

For the purpose of the Group's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the Group. The primary objective of the Grop's capital management is to maximise the shareholder value. The Group manages its capital to ensure that it will continue as going concern while maximising the return to stakeholders. The Group manages its capital structure and makes adjustment in light of changes in business condition. The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group's policy is to keep optimum gearing ratio. The Group includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 37 (Contd.)

₹ in Lakhs

Particulars	As at 31-March-2026	As at 31-March-2025
Borrowings including debt securities	2,51,169.35	2,30,029.02
Trade payables	109.01	305.31
Other financial liabilities	2,963.09	3,843.58
Less: cash and cash equivalents	(5,595.71)	(1,311.46)
Net debt (A)	**2,48,645.74**	**2,32,866.45**
Equity share capital	2,654.38	2,654.38
Instruments entirely equity in nature	14,250.00	-
Other equity	83,658.47	79,571.76
Total member's capital (B)	**1,00,562.85**	**82,226.14**
Capital and net debt (C=A+B)	**3,49,208.59**	**3,15,092.59**
Gearing ratio (%) (A/C)	**71.20**	**73.90**

In order to achieve this overall objective, the Group's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call borrowings. There have been no breaches in the financial covenants of any borrowings in the current year.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2026 and 31 March 2025.

NOTE - 38

FAIR VALUE HIERARCHY

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

The following table presents fair value hierarchy of assets measured at fair value on a recurring basis as of 31 March 2026:

₹ in Lakhs

Particulars	As at 31-03-2026	Fair value measurement at end of the reporting year using		
		Level 1	Level 2	Level 3
Investments				
Government securities at FVTPL	62,191.96	-	62,191.96	-
Debt instruments at FVTPL	1,36,689.94	-	1,36,689.94	-
Pass through certificates at FVTPL	14,676.83	-	14,676.83	-
Equity instruments at FVTOCI	-	-	-	-
Stock of securities				
Debt instruments at FVTPL	29,838.72	-	29,838.72	-
Exchange Traded funds at FVTPL	2.27	2.27	-	-
Government securities at FVTPL	9,279.35	-	9,279.35	-
Other financial assets				
Interest accrued but not due on financial instruments at FVTPL	3,163.47	-	3,163.47	-

The following table presents fair value hierarchy of assets measured at fair value on a recurring basis as of 31 March 2025: ₹ in Lakhs

Particulars	As at 31-03-2025	Fair value measurement at end of the reporting year using		
		Level 1	Level 2	Level 3
Investments				
Government securities at FVTPL	76,201.14	-	76,201.14	-
Debt instruments at FVTPL	1,19,827.19	-	1,19,827.19	-
Alternative investment Fund at FVTPL	298.85	-	298.85	-
Equity instruments at FVTOCI	-	-	-	-
Stock of securities				
Debt instruments at FVTPL	41,514.21	-	41,514.21	-
Other financial assets				
Interest accrued but not due on financial instruments at FVTPL	3,432.75	-	3,432.75	-
Income receivable on financial instruments at FVTPL	3.73	-	3.73	-

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 38 (Contd.)

Description of techniques and valuation inputs used for Level 2 and Level 3 hierarchy are under:

Assets class	Fair value hierarchy	Valuation techniques and inputs
Debt instruments, Government securities, commercial paper and state development loan measured at FVTPL	Level 2	Valuation techniques and inputs in order of first preference are as under: 1.Cost of securities only if the securities are allotted within last 20 days or purchased within 7 days from the measurement date., or Latest traded price reported on recognised stock exchange or settlement house close to measurement date i.e. in the range of 0-7 days whichever is later 2. Weighted average (appropriate weight considered by the Group) of; -Future cash flows which are discounted using a discount rate arrived at by adding the spread provided by FIMMDA and -Latest subsequent traded price reported on recognised stock exchange or settlement house close to measurement date i.e. in the range of 0-7 days 3.Future cash flows are discounted using a discount rate arrived at by adding the spread provided by FIMMDA or other approved agencies and annualised government security yield provided by regulatory authorities.
Alternative Investment Fund (AIF) measured at FVTPL	Level 2	The valuation is done based on the rating agency valuation provided by the Alternative Investment Fund (AIF).
Unquoted equity instruments measured at FVOCI	Level 3	Based on unobservable inputs which generally approximates to the carrying value of the investments unless significantly impaired. Fair value has been considered Nil for significantly impaired investments. Sensitivity change in the unobservable input does not have a significant impact in its value and accordingly, sensitivity disclosure is not given.

a. The Group does not carry any financial asset and liability which it fair values on a non recurring basis

b. During the year there were no transfers across fair value hierarchy (level 1, 2 and 3)

NOTE - 39

FAIR VALUE HIERARCHY OF FINANCIAL INSTRUMENT NOT MEASURED AT FAIR VALUE

The carrying value and fair value of financial instrument not measured at fair value by categories as of 31 March 2026 were as follows:

₹ in Lakhs

Particulars	At amortised cost	Fair Value Level 1	Fair Value Level 2	Fair Value Level 3
Assets:				
Trade receivables	527.30	-	-	527.30
Loans	89,530.80	-	-	89,530.80
Investments	1,318.98	-	1,305.51	-
Other financial assets	462.59	-	-	462.59
TOTAL	**91,839.67**	-	**1,305.51**	**90,520.69**
Liabilities:				
Trade payables	109.01	-	-	109.01
Debt Securities	86,261.37	-	86,493.45	-
Borrowings (other than debt securities)	1,64,907.98	-	-	1,64,907.98
Other financial liabilities	2,963.09	-	-	2,963.09
TOTAL	**2,54,241.45**	-	**86,493.45**	**1,67,980.08**

The carrying value and fair value of financial instrument not measured at fair value by categories as of 31 March 2025 were as follows:

₹ in Lakhs

Particulars	At amortised cost	Fair Value Level 1	Fair Value Level 2	Fair Value Level 3
Assets:				
Loans	69,112.31	-	-	69,112.31
Investments	1,844.92	-	1,831.50	-
Other financial assets	647.57	-	-	647.57
TOTAL	**71,604.80**	-	**1,831.50**	**69,759.88**
Liabilities:				
Trade payables	305.31	-	-	305.31
Debt Securities	59,004.82	-	59,473.18	-
Borrowings (other than debt securities)	1,71,024.20	-	-	1,71,024.20
Other financial liabilities	3,843.58	-	-	3,843.58
TOTAL	**2,34,177.91**	-	**59,473.18**	**1,75,173.09**

Measurement Of Fair Value

Below are the methodologies and assumptions used to determine fair values for the above financial instruments which are not recorded and measured at fair value in the financial statements, these fair values were calculated for disclosure purpose only

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

a. Short Term Financial Assets And Liabilities

For financial assets and financial liabilities that have a short term maturity(less than twelve months), the carrying amounts, which are net of impairment, area reasonable approximation of their fair value. Such instruments include: other financial assets (excluding security deposit), trade receivables, trade payables and other financial liability.

b. Loans And Advances

In case of loans with floating rates, the interest rate represents the market rate. Consequently the carrying amount represents the fair value.

In case of Loan with fixed rate, the fair values estimated by discounted cash flow model that incorporates assumptions for credit risk, probability of default and loss given default estimates. As per management assumptions, the fair value of the loans & advances has been at par with the carrying value of the portfolio considering the fact that the competitive interest rates in the operational area of the company and the portfolio in which the company has exposure are more or less as per prevailing market rates.

c. Investments

Refer Note 38 for description of techniques and valuation inputs used for Level 2 and Level 3 hierarchy adopted for fair valuation of investments measured at amortised cost

d. Debt securities

Refer Note 38 for description of techniques and valuation inputs used for Level 2 hierarchy adopted for fair valuation of debt securities measured at amortised cost

e. Borrowings

In case of borrowings, the interest rate represents the market rate. Consequently the carrying amount represents the fair value.

NOTE - 40
EMPLOYEE BENEFIT OBLIGATION

A. Defined Contribution Plans

The following amount recognized as an expense in statement of profit and loss on account of provident fund and other funds. There are no other obligations other than the contribution payable to the respective authorities.

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Contribution to provident fund	135.27	114.23

B. Defined Benefit Plans

The Group has a unfunded defined benefit gratuity plan. The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Act, employee who has completed five years of service is entitled to specific benefit. The level of benefits provided depends on the member's length of service and salary at retirement age. Every employee who has completed five years or more of service gets a gratuity on departure at 15 days salary (last drawn salary) for each completed year of service as per the provision of the Payment of Gratuity Act, 1972 with total ceiling on gratuity of Rs.20.00 lakhs (31 March 2025 - Rs 20.00 lakhs)

The following tables summaries the components of net benefit expense recognised in the statement of profit and loss and the funded status and amounts recognised in the balance sheet for the gratuity plan:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
(a) Statement of profit and loss		
Net employee benefit expense recognised in the employee cost		
Current service cost	42.14	34.34
Past service cost	-	-
Interest cost on defined benefit obligation	16.76	15.28
(Gain) / losses on settlement	-	-
Total expense charged to profit and loss account (included in salaries, wages and incentives) (A)	**58.90**	**49.62**
(b) Amount recorded in Other Comprehensive Income (OCI)		
Opening amount recognised in Other Comprehensive Income outside profit and loss account		
Remeasurement during the period due to :		
Actuarial loss / (gain) arising from change in financial assumptions	(4.98)	0.26
Actuarial loss / (gain) arising from change in demographical assumptions	(1.52)	0.84
Actuarial loss / (gain) arising on account of experience changes	9.90	21.67
Amount recognised in Other Comprehensive Income (B)	**3.40**	**22.77**
Gratuity expense recognised in the statement of profit and loss and Other Comprehensive Income (A+B)	**62.30**	**72.39**
(c) Reconciliation of net liability / asset		
Opening defined benefit liability / (assets)	239.83	211.67
Expense charged to profit & loss account	58.90	49.62
Amount recognised in outside profit and loss account	3.40	22.77
Benefit paid	(16.34)	(44.23)
Closing net defined benefit liability / (asset)	**285.79**	**239.83**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 40
EMPLOYEE BENEFIT OBLIGATION (CONTD.)

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
(D) Movement in benefit obligation and balance sheet		
Opening defined benefit obligation	239.83	211.67
Current service cost	42.14	34.34
Past service cost	-	-
Interest on defined benefit obligation	16.76	15.28
Remeasurement during the period due to :		
Actuarial loss / (gain) arising from change in financial assumptions	(4.98)	0.26
Actuarial loss / (gain) arising from change in demographic assumptions	(1.52)	0.84
Actuarial loss / (gain) arising on account of experience changes	9.90	21.67
Benefits paid / payable	(16.34)	(44.23)
Closing defined benefit obligation [liability/(asset)] recognised in balancesheet	**285.79**	**239.83**
(e) The principal assumptions used in determining gratuity benefit obligation for the company's plans are shown below:		
Discount rate	7.70%	6.99%
Salary escalation rate (p.a.)	5.00%	5.00%
Withdrawal rate		
Upto 30 Years	30.00%	30.00%
Upto 31-44 Years	27.00%	30.00%
Above 45 Years	30.00%	30.00%
Mortality pre-retirement	Indian Assured Lives Mortality (2012-14)	Indian Assured Lives Mortality (2012-14)

(f) A quantitative analysis for significant assumption is as shown below:

Significant Actuarial Assumptions for the determination of the defined benefit obligation are discount trade, expected salary increase and employee turnover. The sensitivity analysis below, have been determined based on reasonably possible changes of the assumptions occurring at end of the reporting period , while holding all other assumptions constant. The result of Sensitivity analysis is given below:

Indian gratuity plan:

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Assumptions -Discount rate		
Sensitivity Level (a hypothetical increase / (decrease) by)	0.50%	0.50%
Impact on defined benefit obligation -increase of sensitivity level	(4.32)	(3.58)
Impact on defined benefit obligation -decrease of sensitivity level	4.47	3.69
Assumptions -Future salary escalations rates		
Sensitivity Level (a hypothetical increase / (decrease) by)	0.50%	0.50%
Impact on defined benefit obligation-increase of sensitivity level	4.56	3.75
Impact on defined benefit obligation-decrease of sensitivity level	(4.45)	(3.57)

The following payments are expected contributions to the defined benefit plant in future years.

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Within 1-2 year	136.22	118.08
2-3 year	158.56	138.66
3-4 year	209.27	165.46
4-5 year	219.37	209.92
5-6 year	252.18	222.22

The average duration of the defined benefit plan obligation at the end of the reporting period is 3.16 years to 8.73 years (31 March 2025- 2.31 year to 8.75 years)

The employees of the Company are entitled to leave as per the leave policy of the Group. The liability in respect of unutilized leave balances is provided at the end of year and charged to the consolidated statement of profit and loss.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 41
INCOME TAX

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
A The major components of income tax expense for the years are:		
Current income tax:		
Current income tax charge	2,858.80	1,548.20
Adjustments in respect of previous year	(10.80)	0.29
Deferred tax:		
Relating to origination and reversal of temporary differences	(276.37)	74.29
Income tax expense reported in the statement of profit or loss	**2,571.63**	**1,622.78**
B The reconciliation between the provision of income tax of the Group and amounts computed by applying the Indian statutory income tax rate to profit before taxes is as follows:		
Profit before income tax	10,005.40	8,525.11
Rate of Income tax	25.17%	25.17%
Computed expected tax expenses	2,518.16	2,145.60
Tax effect due to non-deductible items	44.91	35.51
Tax effect due to deductible items	(59.67)	(50.05)
Tax effect due to recognition / non recognition of deferred tax assets / (liabilities)	78.38	(519.28)
Tax effect due to change in tax rate	(0.28)	-
Adjustments in respect of current income tax of previous year	(10.80)	0.29
Others	0.93	10.71
Income tax expense reported in the statement of profit or loss	**2,571.63**	**1,622.78**
C The Gross movement in the current income tax asset/(Liability) for the year ended 31 March 2026 and 31 March 2025 is as follows		
Net current income tax asset/(liability) at the beginning of the year	583.69	202.94
Income tax paid	1,957.98	1,929.94
Current tax expenses	(2,858.80)	(1,548.20)
Interest on tax expenses	(18.04)	(0.70)
Excess provision of earlier year	10.80	(0.29)
Net current income tax asset/(liability) at the end of the year	**(324.37)**	**583.69**
D The balance comprises temporary differences attributable to the below items and corresponding movement in deferred tax liabilities / assets:		
Net deferred tax asset/(liability) at the beginning of the year	**(350.56)**	**(282.00)**
Property plant and equipments	(8.58)	7.91
Gratuity	11.56	7.08
Disallowance of share issue expenses	14.82	(1.44)
Impairment allowance on loans and advances	19.50	9.72
EIR on HTM Securities	0.38	0.15
Right-of-use	80.54	31.16
Lease liabilities	(99.05)	(22.87)
Impairment allowance on investments	(0.63)	(1.93)
Fair value gain on investments in debt securities	316.69	(25.50)
Long term capital loss	(74.33)	(83.78)
Transaction cost on financial liabilities	2.81	1.02
Transaction cost on financial assets	16.93	14.21
Timing difference arising on Section 36 on Income Tax Act 1961	(3.42)	(4.29)
Net deferred tax asset/(liability) at the end of the year	**(73.34)**	**(350.56)**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 42
DISAGGREGATED REVENUE INFORMATION

The table below represents disaggregation of Group's revenue from contracts with the customers. The Group believes that this disaggregation best depicts how the nature, amount, timing and uncertainty of its revenues and cash flows are affected by industry, market and other economic factors.

₹ in Lakhs

Particulars	Current Year 2025-2026	Previous Year 2024-2025
Type of goods or service		
Fees and commission Income	5,753.75	1,895.06
Total revenue from contracts with the customers	**5,753.75**	**1,895.06**
Geographical markets		
-India	5,753.75	1,895.06
-Outside India	-	-
Total revenue from contracts with the customers	**5,753.75**	**1,895.06**
Relation with customer		
-Non related party	5,753.75	1,895.06
-Related Party	-	-
Total revenue from contracts with the customers	**5,753.75**	**1,895.06**
Timing of revenue recognition		
-Service transferred over a period of time	-	-
-Service transferred over a point of time	5,753.75	1,895.06
Total revenue from contracts with the customers	**5,753.75**	**1,895.06**

Geographical revenue is allocated based on the location of the services.

NOTE - 43
MATURITY ANALYSIS OF ASSETS AND LIABILITIES

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled

₹ in Lakhs

Paritculars	As at 31-March-2026			As at 31-March-2025		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
ASSETS						
(1) Financial assets						
(a) Cash and cash equivalents	5,585.98	-	5,585.98	1,092.74	-	1,092.74
(b) Bank balances other than (a) above	9.73	-	9.73	217.59	1.13	218.72
(c) Trade Receivables	527.30	-	527.30	-	-	-
(d) Loans	41,158.18	48,372.62	89,530.80	35,814.84	33,297.47	69,112.31
(e) Investments	2,14,729.53	148.18	2,14,877.71	1,97,464.53	707.57	1,98,172.10
(f) Other financial assets	42,709.41	36.99	42,746.40	45,466.21	132.05	45,598.26
Total financial assets	**3,04,720.13**	**48,557.79**	**3,53,277.92**	**2,80,055.91**	**34,138.22**	**3,14,194.13**
(2) Non-financial assets						
(a) Current tax assets (net)	-	-	-	587.36	-	587.36
(b) Deferred tax assets (net)	-	13.54	13.54	-	14.16	14.16
(c) Property, plant and equipment	-	2,183.04	2,183.04	-	2,211.36	2,211.36
(d) Intangibles assets	-	57.11	57.11	-	22.03	22.03
(e) Other non financial assets	311.33	-	311.33	158.77	-	158.77
Total non-financial assets	**311.33**	**2,253.69**	**2,565.02**	**746.13**	**2,247.55**	**2,993.68**
TOTAL ASSETS	**3,05,031.46**	**50,811.48**	**3,55,842.94**	**2,80,802.04**	**36,385.77**	**3,17,187.81**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 43

MATURITY ANALYSIS OF ASSETS AND LIABILITIES (CONTD.)

Rs. in Lakhs

The table below shows an analysis of assets and liabilities according to when they are expected to be recovered or settled

Paritculars	As at 31-March-2026			As at 31-March-2025		
	Within 12 Months	After 12 Months	Total	Within 12 Months	After 12 Months	Total
LIABILITIES						
(1) Financial liabilities						
(a) Trade payables						
(i) Total outstanding dues of micro enterprises and small enterprises	17.40	-	17.40	14.58	-	14.58
(ii) Total outstanding dues of creditors other than micro and small enterprises	91.61	-	91.61	290.73	-	290.73
(b) Debt securities	24,985.40	61,275.97	86,261.37	15,086.06	43,918.76	59,004.82
(c) Borrowings (other than debt securities)	1,33,439.81	31,468.17	1,64,907.98	1,29,357.55	41,666.65	1,71,024.20
(d) Other financial liabilities	2,736.78	226.31	2,963.09	3,295.90	547.68	3,843.58
Total financial liabilities	**1,61,271.00**	**92,970.45**	**2,54,241.45**	**1,48,044.82**	**86,133.09**	**2,34,177.91**
(2) Non-financial liabilities						
(a) Current tax liabilities (net)	324.37	-	324.37	3.67	-	3.67
(b) Provisions	89.05	196.74	285.79	71.16	168.67	239.83
(c) Deferred tax liabilities (net)	-	86.88	86.88	-	364.72	364.72
(d) Other non-financial liabilities	341.60	-	341.60	175.54	-	175.54
Total non-financial liabilities	**755.02**	**283.62**	**1,038.64**	**250.37**	**533.39**	**783.76**
TOTAL LIABILITIES	**1,62,026.02**	**93,254.07**	**2,55,280.09**	**1,48,295.19**	**86,666.48**	**2,34,961.67**
EQUITY						
(a) Equity share capital	-	2,654.38	2,654.38	-	2,654.38	2,654.38
(b) Instruments entirely equity in nature	-	14,250.00	14,250.00	-	-	-
(c) Other equity	-	83,658.47	83,658.47	-	79,571.76	79,571.76
TOTAL EQUITY	**-**	**1,00,562.85**	**1,00,562.85**	**-**	**82,226.14**	**82,226.14**

NOTE - 44

CHANGES IN LIABILITY ARISING FROM FINANCING ACTIVITIES (IND AS 7 'STATEMENT OF CASH FLOWS')

As at 31 March 2026

Rs. in Lakhs

Particulars	Debt securities	Borrowings other than debt securities	Lease liabilities	Interest accrued but not due on borrowings
As at 1 April 2025	**59,004.82**	**1,71,024.20**	**875.50**	-
Cash Flows	27,231.30	(6,169.12)	(362.28)	(55.25)
Transaction cost	25.25	52.90	(86.53)	55.25
Interest accrual	-	-	55.25	-
As at 31 March 2026	**86,261.37**	**1,64,907.98**	**481.94**	-

As at 31 March 2025

Rs. in Lakhs

Particulars	Debt securities	Borrowings other than debt securities	Lease liabilities	Interest accrued but not due on borrowings
As at 1 April 2024	**61,824.49**	**1,40,247.68**	**1,070.44**	**-**
Cash Flows	(2,727.00)	30,881.56	(345.10)	(87.28)
Transaction cost	(92.67)	(105.04)	62.88	87.28
Interest accrual	-	-	87.28	-
As at 31 March 2025	**59,004.82**	**1,71,024.20**	**875.50**	**-**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 45

SIGNIFICANT ACCOUNTING JUDGEMENTS, ESTIMATES AND ASSUMPTIONS

The preparation of the Group's consolidated financial statements requires the management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets, liabilities, the accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods. Estimates and assumptions are reviewed on periodic basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised.

The key assumptions concerning the future and other key sources of estimation, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities, within the next financial year, are described below. The Group's assumptions and estimates are based on parameters available at the time of preparation of consolidated financial statements. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

(a) Employee benefit plans

The cost of the defined benefit plan and other employment benefits plan are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans, the management considers the interest rates of government bonds in currencies consistent with the currencies of the postemployment benefit obligation. The mortality rate is based on publicly available mortality tables for India. Those mortality tables tend to change only at intervals in response to demographic changes. Future salary increases are based on expected future inflation rates.

Based on periodic review of the demographic assumptions, attrition rate assumption used for actuarial valuation of liability related to gratuity has been re-assessed during the year ended 31 March 2026. For the purpose of assessing the attrition rate, the Group considered the historical attrition trend and expected rate based on such trend/ experience. The change in assumption resulted in a increase of closing gratuity by Rs. 3.40 Lakhs, for the year ended 31 March 2026.

Further details about gratuity obligations are given in Note - 40.

(b) Valuation of financial instruments other than those measured at amortised cost

The Group measures certain financial instruments on fair value basis at each balance sheet date. The details of Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) and Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs) are further detailed out in Note - 38

(c) Impairment allowance for investments and loans

Recognition and measurement of impairment relating to the investments and loans measured at amortized cost involves significant management judgment and as per the requirements of Ind AS 109, credit loss assessment is based on management's ECL model. Management exercises judgment in determining the quantum of loss based on a range of factors. The most significant areas are:

- Credit ratings of the investments and loans;
- Investment and loans staging criteria
- Calculation of probability of default / Loss given default
- Consideration of probability weighted scenarios and
- Forward looking macro-economic factors.

The Group considered current and anticipated future economic conditions relating to industries the Group deals. In calculating expected credit loss, the Group has also considered credit reports and other related credit information for its investments to estimate the probability of default in future.

(d) Leases

The Group 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.

The Group has several lease contracts that include extension and termination options. The Group applies judgement in evaluating whether it is reasonably certain to exercise the option to renew or terminate the lease. It considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date, the Group reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate.

(e) Taxes

Deferred tax assets are recognised for unused tax losses to the extent that it is probable that taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based upon the likely timing and the level of future taxable profits.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 46

CODE ON SOCIAL SECURITY, 2020

On November 21, 2025, the Government of India brought into force provisions of the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020, collectively referred to as the “Labour Codes”. The Labour Codes consolidate twenty-nine existing Central labour laws and introduce, among other matters, a uniform definition of wages and certain changes relating to employee benefits.

The Group has assessed the potential financial impact of the Labour Codes on its employee benefit obligations, including gratuity and compensated absences. Based on such assessment, including the basis presently considered by the Group for determining eligible wages for such employee benefits, the impact on the measurement of gratuity and leave encashment liabilities is not material to the financial statements for the year ended March 31, 2026.

Accordingly, no separate incremental adjustment has been recognised in the Consolidated Statement of Profit and Loss for the year ended March 31, 2026 on account of the Labour Codes. The Group will continue to monitor further developments, including final notification of applicable Rules and implementation guidance, and will evaluate any impact, if applicable, in future periods.

NOTE - 47

DETAILS OF SECURED REDEEMABLE NON-CONVERTIBLE DEBENTURES

A Details of secured redeemable non-convertible debentures as at 31 March 2026

Name of Security	Number	Amount (₹ in lakhs)	Allotment Date	Redemption Date
9.08% Non Convertible Debentures - Series U	5,000.00	5,000.00	17-Jul-23	17-Jul-26
9.35% Non Convertible Debentures	5,000.00	4,166.70	24-Apr-24	24-Apr-27
9.35% Non Convertible Debentures*	2,998.00	2,998.00	13-May-24	13-May-27
9.40% Non Convertible Debentures	5,000.00	2,499.95	03-Oct-24	03-Oct-27
9.29% Non Convertible Debentures*	12,500.00	12,500.00	24-Oct-24	23-Oct-26
9.40% Non Convertible Debentures*	5,000.00	5,000.00	30-Dec-24	30-Dec-27
9.40% Non Convertible Debentures*	5,000.00	5,000.00	14-Jan-25	14-Jan-28
9.50% Non Convertible Debentures*	5,000.00	5,000.00	27-Mar-25	27-Mar-28
8.65% Non Convertible Debentures	5,000.00	4,166.65	30-Jun-25	30-Jun-28
9.15% Non Convertible Debentures*	5,000.00	5,000.00	07-Jul-25	07-Jul-28
8.96% Non Convertible Debentures*	5,000.00	5,000.00	24-Dec-25	24-Dec-28
8.96% Non Convertible Debentures*	5,000.00	5,000.00	11-Feb-26	11-Feb-29
9.00% Non Convertible Debentures*	15,000.00	15,000.00	27-Feb-26	27-Feb-29
8.93% Non Convertible Debentures	5,000.00	5,000.00	30-Mar-26	30-Mar-29
9.05% Non Convertible Debentures*	5,000.00	5,000.00	30-Mar-26	30-Mar-29

1. Face value of all the non convertible debentures is Rs.1,00,000

*Non convertible debentures are redeemable at a call option in the range of 13 months to 33 months.

B Details of secured redeemable non-convertible debentures as at 31 March 2025

Name of Security	Number	Amount (₹ in lakhs)	Allotment Date	Redemption Date
9.75% Non Convertible Debentures - Series K*	6,600.00	6,600.00	28-Jun-18	28-Jun-25
9.95% Non Convertible Debentures - Series N*	3,500.00	3,500.00	18-Sep-18	18-Sep-25
9.08% Non Convertible Debentures - Series U	5,000.00	5,000.00	17-Jul-23	17-Jul-26
9.35% Non Convertible Debentures	5,000.00	5,000.00	24-Apr-24	24-Apr-27
9.35% Non Convertible Debentures*	4,000.00	4,000.00	13-May-24	13-May-27
9.35% Non Convertible Debentures	2,500.00	2,500.00	01-Aug-24	01-Nov-25
9.40% Non Convertible Debentures	5,000.00	5,000.00	03-Oct-24	03-Oct-27
9.29% Non Convertible Debentures*	12,500.00	12,500.00	24-Oct-24	23-Oct-26
9.40% Non Convertible Debentures*	5,000.00	5,000.00	30-Dec-24	30-Dec-27
9.40% Non Convertible Debentures*	5,000.00	5,000.00	14-Jan-25	14-Jan-28
9.50% Non Convertible Debentures*	5,000.00	5,000.00	27-Mar-25	27-Mar-28

1. Face value of all the non convertible debentures is Rs.1,00,000

*Non convertible debentures are redeemable at a call option in the range of 12 months to 48 months.

Non convertible debentures (Series K and Series N) are secured by a first charge over the identified "business assets" i.e. securities/receivables of the Company and a Pari-passu charge over the immovable properties of the Company situated at Chennai.)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 48

(a) Additional information as required under Schedule III to the Companies act 2013, of enterprises consolidated as Subsidiary Company:

Name of the parent : A. K. Capital Finance Limited
Name of the Indian subsidiary : Family Home Finance Private Limite

₹ in Lakhs

Particulars	Parent	Subsidiary	Non Controlling Interest	Adjustment due to Consolidation	Total
Net assets	1,00,012.16	5,062.94	-	(4,512.25)	1,00,562.85
As a percentage of consolidated net assets (%)	99.46 %	5.03 %	-	(4.49)%	100.00 %
Share in profit or loss	7,352.50	83.16	-	(1.89)	7,433.77
As a percentage of consolidated profit or loss (%)	98.91 %	1.12 %	-	(0.03)%	100.00 %
Share in other comprehensive income	(2.73)	0.18	-	-	(2.55)
As a percentage of consolidated other comprehensive income (%)	107.06 %	(7.06)%	-	-	100.00 %
Share in total comprehensive income	7,349.77	83.34	-	(1.89)	7,431.22
As a percentage of consolidated total comprehensive income (%)	98.91 %	1.12 %	-	(0.03)%	100.00 %

(b) Salient Features of Financial Statements of Subsidiary Companies as per Companies Act, 2013 (Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014 :

Part "A" : Subsidiaries
Name of the subsidiary : Family Home Finance Private Limited

₹ in Lakhs

Particulars	Amount
Reporting Currency	Indian Rupees
Share Capital	3,850.00
Reserves & Surplus	1,212.94
Total Assets	6,777.52
Total Liabilities	1,714.58
Investments	-
Turnover/Total Income	665.17
Profit before taxation	113.34
Provision for taxation	30.18
Profit after taxation	83.16
Proposed dividend	-
% of Shareholding	100.00

1. Name of subsidiaries which are yet to commence operations : **None**
2. Names of subsidiaries which have been liquidated or sold during the year : **None**

Part "B": Associates and Joint Ventures
The Group doesn't have any Associates and Joint ventures

NOTE - 49

The Group does not have any capital work in progress and intangible assets under development.

NOTE - 50

CONTIGENT LIABILITIES AND CAPITAL / OTHER COMMITMENTS

₹ in Lakhs

Particulars	As at 31-March-2026	As at 31-March-2025
(a) Contingent liabilities	-	-
(b) Capital commitments	-	-
(c) Other commitments - undrawn loan sanctions	-	14.20

NOTE - 51

The Group does not hold any Benami Property as defined under Benami Transactions (Prohibition) Act (45) of 1988 and rules made thereunder.

NOTE - 52

The Group does not have any transactions with companies struck off under section 248 of Companies Act 2013 or Section 560 of Companies Act 1956, during the financial year ending 31 March 2026 and 31 March 2025.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

NOTE - 53
The Group has complied with the number of layer prescribed under clause (87) of section 2 of the Act read with Companies (Restriction on Number of Layers) Rules, 2017, during the financial year ending 31 March 2026 and 31 March 2025.

NOTE - 54
Utilisation of borrowed funds and share premium

(a) No funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Group to or in any other person or entity, including foreign entity ("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 Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) No funds (which are material either individually or in the aggregate) have been received by the Group from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Group 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.

NOTE - 55
The Group does not have any undisclosed income during the financial year ended 31 March 2026 and 31 March 2025.

NOTE - 56
The Group does not traded or invested in Crypto Currency or Virtual Currency during the financial year ended 31 March 2026 and 31 March 2025.

NOTE - 57
There was no impairment loss on the non-financial assets on the basis of review carried out by the management in accordance with Indian Accounting Standard (Ind AS) – 36 'Impairment of Assets'.

NOTE - 58
In the opinion of management, loans, investments and other financial assets have a value on realisation in the ordinary course of business at least equal to the amount at which they are stated in the balance sheet. The provision for all known liabilities is adequate and not in excess of the amount reasonably stated.

NOTE - 59
No fraud on or by the Group has been noticed or reported during the year ended 31 March 2026 and 31 March 2025.

NOTE - 60
There is no scheme of arrangement of any company in the Group which is approved by the Competant Authority in terms of section 230 to 237 of the Companies Act, 2013.

NOTE - 61
Subsequent events

(A) The Board of Directors of the Holding Company in its meeting held on 14 May 2026, have recommended a final dividend of Rs. 2 per equity share having face value of Rs. 10 each for the year ended 31 March 2026. The same is subject to approval of the shareholders in the ensuing annual general meeting. The proposed dividend if approved at the ensuing annual general meeting will result in total cash outflow of Rs. 530.88 Lakhs.

(b) The Board of Directors of the Holding Company in their board meeting held on 14 May 2026, have approved an final dividend @ 12% p.a. on its preference shares having face value of Rs.100 each for the period 10 March 2026 to 31 March 2026, which resulted in total cash outflow of Rs. 79.32 lakhs

NOTE - 62
Previous year's figure have been regrouped or rearranged, wherever considered necessary, to conform with the current year's presentation.

Signatures to 1 to 62

As per our report of even date attached

For BGJC & Associates LLP
Chartered Accountants
Firm's Registration Number : 003304N/N500056

Manish Kumar
Partner
Membership No. 423629

For and on behalf of the Board of Directors of
A. K. Capital Finance Limited

A. K. Mittal
Managing Director
(DIN : 00698377)

Aditi Mittal
Executive Director
(DIN : 00698397)

Mahesh Bhootra
Chief Financial Officer

Shikha Sharma
Company Secretary
(ACS : A52558)

Place: New Delhi
Dated : 14 May 2026

Place: Mumbai
Dated : 14 May 2026

Registered Office: 601-602, 6th Floor, Windsor, Off CST Road,
Kalina, Santacruz (East), Mumbai – 400 098.
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