ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

CIN: U15400AP2015SGC097161

Registered Office: -
1st Floor, Proh. & Excise Complex,
D.No.5-69-55/9A, Taluk Office Compound, 6/1
Brodipet, Guntur-522002, AndhraPradesh, INDIA.

Corporate Office:
1st Floor, IHC Corporate, RTC Depot Road,
Mangalagiri, Auto Nagar, Guntur-522503,
Andhra Pradesh, INDIA.
E-mail:apsbclco2122@gmail.com

APSBCL/CO/23-November-2026 **Date: 23-11-2026**

To,
BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai -400001

To,
National Stock Exchange of India
Exchange Plaza, C-1, Block-G, Bandra Kula Complex,
Bandra (E), Mumbai - 400051

Sub.: Notice of Eleventh Annual General Meeting for F.Y. 2025-26.

Ref.:-ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

1. **LISTED – ISINs**

[SCRIP Code - 973985; ISIN - INE0M2307057], [SCRIP Code - 973987; ISIN - INE0M2307107],
[SCRIP Code - 973990; ISIN - INE0M2307065], [SCRIP Code - 973991; ISIN - INE0M2307073],
[SCRIP Code - 973993; ISIN - INE0M2307081], [SCRIP Code - 973994; ISIN - INE0M2307099],

[SCRIP Code - 974447; ISIN - INE0M2307149], [SCRIP Code - 974448; ISIN - INE0M2307164],
[SCRIP Code - 974449; ISIN - INE0M2307180], [SCRIP Code - 974450; ISIN - INE0M2307172],
[SCRIP Code - 974451; ISIN - INE0M2307198], [SCRIP Code - 974452; ISIN - INE0M2307206],
[SCRIP Code - 974453; ISIN - INE0M2307156]

[SCRIP Code – APSBC26; ISIN - INE0M2307362], [SCRIP Code – APSBC27; ISIN - INE0M2307321],
[SCRIP Code – APSBC28; ISIN - INE0M2307370], [SCRIP Code – APSBC29; ISIN - INE0M2307354],
[SCRIP Code – APSBC30; ISIN - INE0M2307339], [SCRIP Code – APSBC31; ISIN - INE0M2307388],
[SCRIP Code – APSBC32; ISIN - INE0M2307347], [SCRIP Code – APSBC33; ISIN - INE0M2307404],
[SCRIP Code – APSBC34; ISIN - INE0M2307412], [SCRIP Code – APSBC35; ISIN - INE0M2307396].

2. UNLISTED – ISIN – INE0M2307214.

Dear Sir/Madam,

Please note that the Eleventh Annual General Meeting ("AGM") of Andhra Pradesh State Beverages Corporation Limited ("Company") is scheduled to be held on Wednesday of 16th day of December, 2026 at 12:00 P.M. at 1st Floor, Proh. & Excise Complex, D.No.5-69-55/9A Taluk Office Compound, 6/1, Brodipet, Guntur, Andhra Pradesh-522002.

Pursuant to regulation 53(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, enclosing herewith the Notice convening the 11th AGM of the Company for F.Y. 2025-26, which is also being sent to the Members.

The same is available on the website of the Company i.e. https://apsbcltd.ap.gov.in/landing-page/investors

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

CIN: U15400AP2015SGC097161

Registered Office: -
1st Floor, Proh. & Excise Complex,
D.No.5-69-55/9A, Taluk Office Compound, 6/1
Brodipet, Guntur-522002, AndhraPradesh, INDIA.

Corporate Office:
1st Floor, IHC Corporate, RTC Depot Road,
Mangalagiri, Auto Nagar, Guntur-522503,
Andhra Pradesh, INDIA.
E-mail:apsbclco2122@gmail.com

You are requested to kindly take the same on record.

Thanking you,
For **Andhra Pradesh State Beverages Corporation Limited**

PRAMEELA RANI MEKA
Digitally signed by PRAMEELA RANI MEKA
Date: 2026.11.23 19:29:57 +05'30'

AP STATE BEVERAGES CORPORATION LTD MANGALAGIRI

Prameela Rani Meka
Compliance Officer
ACS 37188

CC:

Beetal Financial & Computer Services Private Limited. Beetal house, 3rd Floor 99, Madgir, New Delhi 110062	**Beacon Trusteeship Limited** 5W, 5th Floor, Metropolitan Building, E Block, Bandra Kurla Complex (BKC), Bandra (East), Mumbai 400051.
National Securities Depository Limited Trade World, 4th Floor, Kamala Mills Compound, Senapati Bapat Marg, Lower Parel, Mumbai-400 013	**Central Depository Services (India) Limited** 25th Floor, A Wing, Marathon Futurex, N. M. Joshi Marg, Lower Parel(East), Mumbai – 400 013

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

11th

ANNUAL REPORT

2025-2026

REGISTERED OFFICE

1st Floor, Prohibition & Excise Complex,

D.No.5-69-55/9A Taluk Office Compound,

6/1, Brodipet, Guntur, AP-522002

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

(An undertaking of Government of Andhra Pradesh)
Reg Ofc: 1st Floor, Proh. & Excise Complex, D.No.5-69-55/9A Taluk Office Compound, 6/1, Brodipet, Guntur, AP-522002
PH: 08662844699 **CIN**: U15400AP2015SGC097161 E-mail : apsbclco2122@gmail.com

Notice of Annual General Meeting

NOTICE (Shorter Notice with the consent of all shareholders) is hereby given that the 11th Annual General Meeting (adjourned) of the Shareholders of will be held on **Wednesday 16th December 2026 12:00 PM** at the Registered Office of the Company at 1st Floor, Proh. & Excise Complex, D.No.5-69-55/9A Taluk Office Compound, 6/1, Brodipet, Guntur, Andhra Pradesh-522002, to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statements of the Company for the financial year ended 31st March, 2026, together with the reports of the Board of Directors and the Auditors thereon.

By the order of the Board
Andhra Pradesh State Beverages Corporation limited

sd/-
Sridhar Chamakuri, IAS
Managing Director (FAC)
DIN: 11367621

Date: 19.11.2026
Place: Mangalagiri

NOTES:

1. A Member entitled to attend and vote at this Annual General Meeting may appoint a Proxy to attend and vote on his / her behalf. A Proxy need not be a Member of the Company. The instrument appointing the Proxy and the Power or Attorney or other Authority if any, under which it is signed, notarially certified copy of that Power or Authority shall be deposited at the Registered Office of the Company, not later than 48 hours before the commencement of the Meeting.

2. A person can act as proxy on behalf of members not exceeding fifty (50) and holding in the aggregate not more than ten percent of the total share capital of the Company. A proxy appointed by a member holding more than 10 percent of the total share capital of the Company carrying voting rights shall not act as proxy for any other member.

3. Members are requested to bring their copies of Annual Report to the meeting, as the same will not be supplied again at the meeting as a measure of economy.

4. Members are requested to furnish or update their e-mail IDs with the Company for sending the soft copies of the Annual Report of the Company as required vide circular No. 17/2011 dated April 21, 2011 and circular No. 18/2011 dated April 29, 2011 issued by the Ministry of Corporate Affairs.

5. Pursuant to the prohibition imposed vide Secretarial Standard on General Meetings (SS-2) issued by the ICSI and the MCA circular, no gifts/coupons shall be distributed at the Meeting.

6. Members may kindly note that bags, eatables, laptops, arms, ammunitions or any other harmful/dangerous objects are not allowed inside at the meeting venue.

By the order of the Board
Andhra Pradesh State Beverages Corporation limited

sd/-
Sridhar Chamakuri, IAS
Managing Director (FAC)
DIN: 11367621

Date: 19.11.2026
Place: Mangalagiri

ATTENDACNE SLIP

CIN: U15400AP2015SGC097161
Andhra Pradesh State Beverages Corporation limited

Registered Office: 1st Floor, Proh. & Excise complex, D.No. 5-69-55/9A, Taluk Office Compound, 6/1, Brodipet, Guntur, Andhra Pradesh-522002;

S.NO	**Regd. Folio No.**	**No. of Shares Held**	**Name and Address of the Registered Shareholders**

I being the registered Shareholder /proxy for the registered Shareholder of the Company hereby record my presence at the 11th Annual General Meeting (adjourned) of the Company held on _____at _____. at the registered office of the Company at _____, and at any adjournment(s) thereof.

……

Signature of Shareholder/ Proxy

FORM NO.MGT-11

Proxy Form

(Pursuant to section 105(6) of the Companies Act, 2013 and Rule 19(3) of the Companies (Management and Administration Rules) 2014)

CIN: U15400AP2015SGC097161

Andhra Pradesh State Beverages Corporation limited

Registered Office: 1st Floor, Proh. & Excise complex, D.No. 5-69-55/9A, Taluk Office Compound, 6/1, Brodipet, Guntur, Andhra Pradesh-522002;

Name of the member(s):	
Registered Address:	
E-Mail id:	
Folio. No	

I/We, being the holder of …….shares of the above named company, hereby appoint

1.Name……Address……

E-mail Id……Signature……or failing him

As my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 11th Annual General Meeting (adjourned) of the Company held on _____ at _____ at the registered office of the Company _____, and at any adjournment(s) thereof in respect of such resolutions as stated below:

ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Financial Statement of the Company for the financial year ended 31st March, 2026, together with the reports of the Board of Directors and the Auditors thereon.

Signed this……..day of ……..

Affix Revenue Stamp

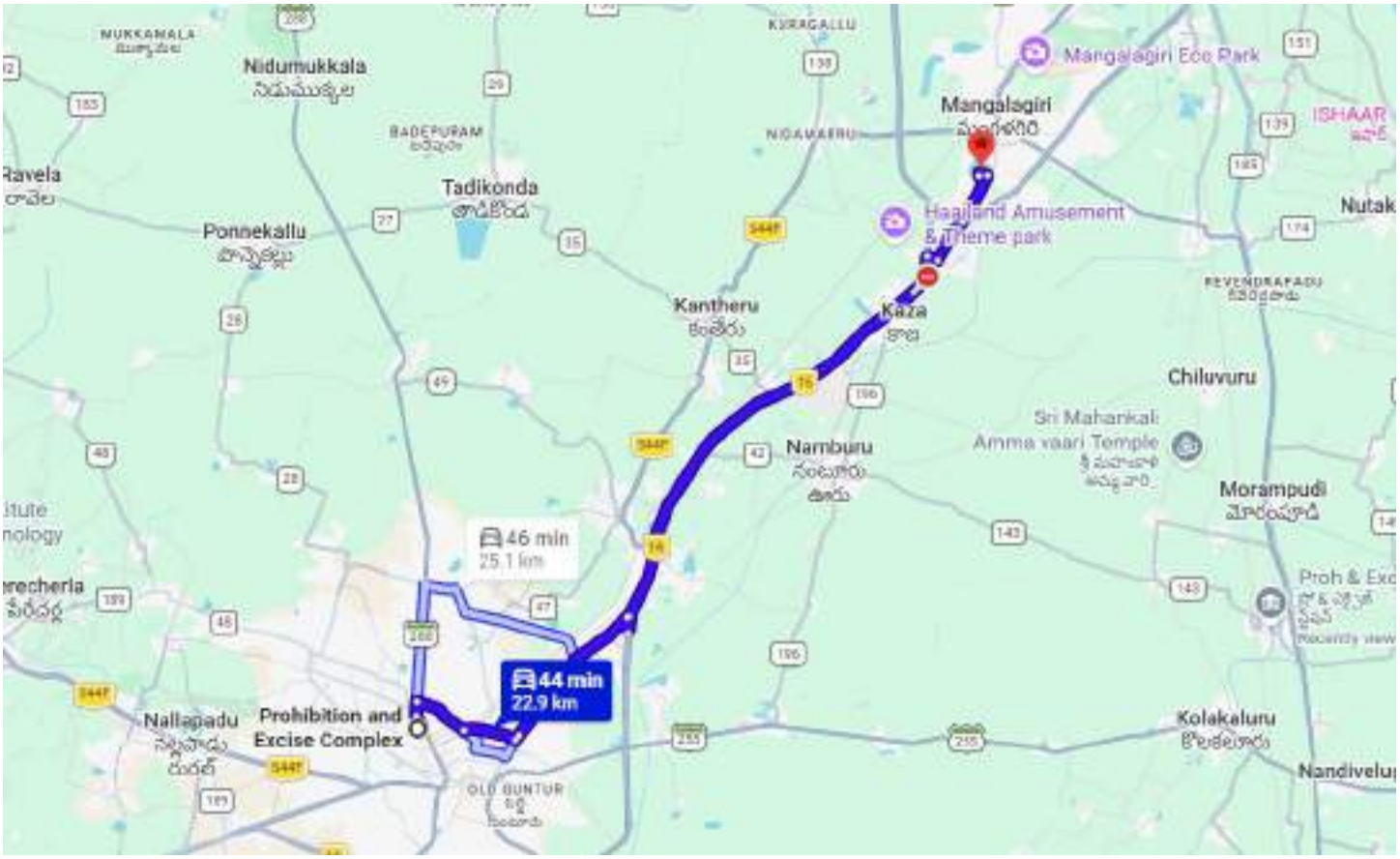
Rs.1/-

Signature of Shareholder……..

Signature of proxyholder(s)…….

In order to effective, this form should be deposited at the registered office of the Company, duly complete and signed, not less than 48 hours before the scheduled time of the meeting.

ROUTE MAP TO THE VENUE OF THE ANNUAL GENERAL MEETING OF THE COMPANY



DIRECTOR'S REPORT

To the Members of,
ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED.

Your directors have pleasure in submitting their 11th Annual Report on the Business and Operations of the Company together with the Audited Statements of Accounts for the year ended 31st March, 2026.

Company Overview:

The Govt. of Andhra Pradesh have accorded sanction to incorporate a new corporation in the name and style of Andhra Pradesh State Beverages Corporation Limited (APSBCL) as a public limited company under the Companies Act, 2013 with registered office at 1st Floor, Proh. & Excise complex, Door No 5-69-55/9.A, Taluk Office compound, 6/1, Brodipet, Guntur-522002 vide G.O.Ms No.272 Revenue (EX.II) Dept. dt.16.07.2015.

The Government vide G.O.Ms.No.98, Revenue (Ex.II) Dept. dt.10.03.2016 have entrusted the following Activities to the APSBCL as an Agent who was entrusted the wholesale and retail trade of Spirits, IMFL, FL and Beer retail A4 outlets (Liquor shops) in the State of Andhra Pradesh.

a) Receiving, maintaining of inventory and Physical Verification of stocks received from the supplier and Monitoring of OFSs.
b) Generating of GRNs & ICDC and issuing of stocks to retailers as per remittances made to the Government by the retailers.
c) Maintaining of Godowns and safeguarding the stocks.
d) Reconciliation of remittance made by the retailers in the treasury towards sale proceeds, value of stocks received and creditors,
e) Processing of Supplier payments, penalties etc.
f) Processing, accounting and correct remittance of Government levies.
g) Processing of Imports & Exports
h) Monitoring the tender conditions and rate contract agreement made between the suppliers & the Government.
i) Maintaining all statutory registers / forms and supervise all the statuary remittances such as TCS collected from the retailers.
j) The role of APSBCL is to look after the receipt and maintenance of Stocks in the godowns, supervising the issues to the retailers and accounting the total sale proceeds on behalf of the Government in conducting the wholesale trade in IMFL & FL as specified by the Government from time to time, as an agent.

1. **FINANCIAL SUMMARY (Standalone)** **(in Lakhs)**

Particulars	**As at the end of current reporting period 31.03.2026 *IND AS***	**As at the end of current reporting period 31.03.2025 *IND AS***
Total Revenue	14,93,894.26	13,98,163.29
Total Expenses	13,94,344.44	13,88,458.13
Profit or Loss before Exceptional and Prior items and Tax	99,549.82	9,705.16
Less: Exceptional Items	-	-
Less: Prior Period Items	-	-
Profit or Loss before Tax	99,549.82	9,705.16
Less: Current Tax	-	-
Deferred Tax	-	-
Excess/short provision relating earlier year tax	-	-
Profit or Loss After Tax	**99,549.82**	**9.705.16**

2. **REVIEW OF BUSINESS OPERATIONS AND FUTURE PROSPECTS:**

During the year the company has achieved a turnover/revenue of **Rs14,93,894.26 Lakhs** and Profit after Tax of **Rs.99,549.82 Lakhs** Your directors are optimistic about company's business and hopeful of better performance with increased revenue in coming years.

3. **DIVIDEND**

The Board of Directors of your company, not declared any Dividend for the current financial year.

4. **RESERVES**

The company proposed not to transfer any amount to general reserves.

5. **EXTRACT ANNUAL RETURN**

Upload on Website: https://apsbcltd.ap.gov.in

6. **MATERIAL CHANGES AND COMMITMENT IF ANY AFFECTING THE FINANCIAL POSITION OF THE COMPANY OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR TO WHICH THIS FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT**

There have been no material changes and commitments, which affect the financial position of the company which have occurred between the end of the financial year to which the financial statements relate and the date of this Report. However, the followings made during the year.

a. AS to IND AS b. BSE DEBT LISTED on 31.03.2026 (13,148.82 Cr raised through NCDs) C. NSE DEBT LISTED on 31.03.2026 (5,490.00 Cr raised through NCDs)

7. **SHARES**

During the year under review, the company has undertaken following transactions with regard to Share Capital:

Increase in Share Capital	Buy Back of Securities	Sweat Equity	Bonus Shares	Employees Stock Option Plan
Nil	Nil	Nil	Nil	Nil

8. **DIRECTORS OR KEY MANAGERIAL PERSONS**

There was following Director who was appointed/ceased/reelected/reappointed during the year under review. Company is not mandatorily required to appoint any whole time Key Management Personnel (KMP).

S.No	Name	Appointment
1	Shri Sridhar Chamakuri, IAS	24-Sep-25
2	Shri D Ronald Rose., IAS	09-Oct-25

S.No	Name	Cessation
1	Shri Nishant Kumar, IAS	13-Sep-25
2	Shri.Nooral Quamer, IAS	09-Oct-25

9. **STATUTORY AUDITORS, THEIR REPORT AND NOTES TO FINANCIAL STATEMENTS**

M/s Ramamoorthy (N) & Co., Chartered Accountants, Vizag was appointed as Statutory Auditors for a period of One (1) year by Comptroller & Audit General of India to conduct audit for the F.Y 2025-26 and same was noted in Annual General Meeting.

Further, the report of the Statutory Auditors along with notes to Schedules is enclosed to this report. The observations made in the Auditors' Report are attached along with Management Reply attached Annexure 2. Comptroller and Audit General of India: Management and statutory auditor replies are attached as Annex – 3.

10. **COST AUDIT**

Cost Audit is not applicable to your company

11. **SECRETARIAL AUDIT**

Secretarial audit is applicable to your company – Attached MR-3 as Annexure – 4

Reply of the Management:
The Practicing Company Secretary has made certain observations which are being submitted to government for accordance of permission. Soon after permission from Government, compliance will be made.

12. **STATEMENT CONCERNING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT POLICY OF THE COMPANY**

Risk Management is the process of identification, assessment and prioritization of risks followed by coordinated efforts to minimize, monitor and mitigate/control the probability and/or impact of unfortunate events or to maximise the realization of opportunities. The Company has laid down a comprehensive Risk Assessment and Minimization Procedure which is reviewed by the Board from time to time. These procedures are reviewed to ensure that executive management controls risk through means of a properly defined framework. The major risks have been identified by the Company and its mitigation process/measures have been formulated in the areas such as business, project execution, event, financial, human, environment and statutory compliance.
.

13. **DISCLOSURE OF COMPOSITION OF AUDIT COMMITTEE AND PROVIDING VIGIL MECHANISM**

The provisions of Section 177 of the Companies Act, 2013 read with Rule 6 and 7 of the Companies (Meetings of the Board and its Powers) Rules, 2013 is applicable to the Company. – Complied for the part year.

14. **PARTICULARS OF CONTRACTS OR ARRANGEMENTS MADE WITH RELATED PARTIES**

There were no contract or arrangements made with related parties as defined under Section 188 of the Companies Act, 2013 during the year under review. Annexure - 1

15. **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS MADE UNDER SECTION 186 OF THE COMPANIES ACT, 2013**
The Company does not have any loans, Guarantees or Investments.

16. **SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES**

The Company does not have any Subsidiary, Joint venture or Associate Company during the year under review.

17. **DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES**

The Company has developed and implemented any Corporate Social Responsibility initiatives as the said provisions are applicable - Complied for the part year and updated in the Website also. CSR Schedule attached in the Annex -5

18. **COMPANY'S POLICY RELATING TO DIRECTORS' APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES**

The provisions of Section 178(1) relating to constitution of Nomination and Remuneration Committee are applicable to the Company – Complied for the part year.

19. **BOARD EVALUATION**
Complied as per Provisions.

20. **EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS**

There are qualifications, reservations or adverse remarks made by the Auditors in their report. The provisions relating to submission of Secretarial Audit Report is applicable to the Company. – Updated in point no.11.

21. **TRANSFER OF UNCLAIMED DIVIDEND TO INVESTOR EDUCTION AND PROTECTION FUND**
The provisions of Section 125(2) of the Companies Act, 2013 do not apply as there was no dividend declared and paid last year and Previous Financial years.

22. **NUMBER OF BOARD MEETINGS CONDUCTED DURING THE YEAR UNDER REVIEW**
The Company has conducted 5 Board meetings during the financial year under review.

BOARD MEETINGS		
S. No	**Date of Board Meeting**	**No. of Directors Attended**
1	18.06.2025	6
2	14.08.2025	6
3	11.11.2025	6
4	24.11.2025	6
5	06.02.2026	5

******* Note: There were No Audit Committee, Stakeholder Relationship Committee, Corporate Social Responsibility, Risk Management Committee and Nomination Remuneration Committee Meetings held during the year as, the Nomination of Independent Directors are awaited from GOAP to constitute the above committees.***

23. **AWARDS AND RECOGNITION**
The Company has not received any awards

24. **DIRECTORS RESPONSIBILITY STATEMENT**
In accordance with the provisions of Section 134(5) of the Companies Act, 2013 the Board hereby submit its responsibility Statement:

a)	in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;
b)	the directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
c)	the directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
d)	the directors had prepared the annual accounts on a going concern basis;
e)	the Company being unlisted, the provisions pertaining to laying down internal financial controls is not applicable to the Company; and
f)	the directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

25. **DEPOSITS**
The Company has neither accepted nor renewed any deposits during the year under review.

26. **DECLARATION OF INDEPENDENT DIRECTORS**
The provisions of Section 149 for appointment of Independent Directors apply to the company. – Complied

27. **PARTICULARS OF EMPLOYEES**
None of the employees of the company are drawing remuneration exceeding Rs.8.50 lakhs per month or Rs.120.00 Lakhs per annum or a proportionate amount for a part period thereof

28. **ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO FINANCIAL STATEMENTS**

The Company has in place adequate internal financial controls with reference to financial statements. During the year under review, such controls were tested and no reportable material weakness in the design or operation was observed.

29. **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION, FOREIGN EXCHANGE EARNINGS AND OUTGO**

The information pertaining to conservation of energy, technology absorption is as follows:-

Conservation of energy

(i)	the steps taken or impact on conservation of energy	-Energy saving replacements being adopted -Continuous monitoring for switching of connections not required
(ii)	the steps taken by the company for utilizing alternate sources of energy	-NA -
(iii)	the capital investment on energy conservation equipments	-NA -

Technology Absorption

(i)	the efforts made towards technology absorption	Energy efficient technology being adopted
(ii)	the benefits derived like product improvement, cost reduction, product development or import substitution	Electrical bill reduction planned
(iii)	in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)-	-NA -
	(a) the details of technology imported	-NA -
	(b) the year of import;	-NA -
	(c) whether the technology been fully absorbed	-NA -
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	-NA -
(iv)	the expenditure incurred on Research and Development	-NA -

Foreign Exchange earnings and Outgo

The provisions of Section 134(m) of the Companies Act, 2013 do not apply to our Company. There was no foreign exchange inflow or Outflow during the year under review.

30. **DETAILS OF SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS, COURTS AND TRIBUNALS**

No significant and material order has been passed by the regulators, courts, tribunals impacting the going concern status and Company's operations in future.

31. **DETAILS OF ANY APPLICATION MADE UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016**

Not Applicable.

32. **DETAILS OF VALUATIONS OF SECURITIES OF THE COMPANY**

Not Applicable.

33. **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013:** as per AP State Government rules and regulations.

34. **ACKNOWLEDGEMENTS**

Your directors place on records their sincere thanks to employees, bankers, business associates, consultants, and various Government Authorities for their continued support extended to your Companies activities during the year under review. Your directors also acknowledge gratefully the shareholders for their support and confidence reposed on your Company.

For and on behalf of the Board of Directors
ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED.

sd/-
Sridhar Chamakuri, IAS
Managing Director (FAC)
DIN: 11367621

sd/-
Rahul Dev Sharma, IPS
Director
DIN: 10849168

Date: 10.11.2026
Place: Mangalagiri

Annexure -1

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 (Account) Rules, 2014

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

1. Details of contracts or arrangements or transactions not at arm's length basis	
a. Name(s) of the related party and nature of relationship b. Nature of contracts / arrangements / transactions c. Duration of the contracts / arrangements /transactions d. Salient terms of the contracts or arrangements or transactions including the value, if any e. Justification for entering into such contracts or arrangements or transactions f. Date(s) of approval by the Board g. Amount paid as advances, if any: h. Date on which the special resolution was passed in general meeting as required under first proviso to section 188	Nil
2. Details of material contracts or arrangements or transactions at arm's length basis	
a. Name(s) of the related party and nature of relationship b. Nature of contracts/arrangements / transactions c. Duration of the contracts / arrangements /transactions d. Salient terms of the contracts or arrangements or transactions including the value, if any e. Date(s) of approval by the Board f. Amount paid as advances, if any:	Nil

For and on behalf of the Board of Directors
ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED.

sd/-
Sridhar Chamakuri, IAS
Managing Director (FAC)
DIN: 11367621

sd/-
Rahul Dev Sharma, IPS
Director
DIN: 10849168

Date:10.11.2026
Place: Mangalagiri

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

(An undertaking of Government of Andhra Pradesh)

Reg Ofc: 1st Floor, Proh. & Excise Complex, D.No.5-69-55/9A Taluk Office Compound, 6/1, Brodipet, Guntur, AP-522002

PH: 08662844699 **CIN**: U15400AP2015SGC097161 E-mail : apsbclco2122@gmail.com

LIST OF SHAREHOLDERS AS ON 31-03-2026

S. No	Name of the shareholders	No of Shares held	Face Value (INR)	Amount (INR)
1.	Managing Director, APSBCL	1	1000	1000
2.	Director of Enforcement, Prohibition and Excise	1	1000	1000
3.	Additional Commissioner Prohibition. & Excise	1	1000	1000
4.	Deputy Secretary to Govt., Revenue Dept., Government of Andhra Pradesh	494	1000	494000
5.	Assistant Secretary to Government, Revenue Dept., Government of Andhra Pradesh	1	1000	1000
6.	Section Officer, Revenue Dept., Government of Andhra Pradesh	1	1000	1000
7.	Assistant Section Officer, Revenue Dept., Government of Andhra Pradesh.	1	1000	1000
	Total	500	-	5,00,000

// Certified True Copy //

For and on behalf of the Board of Directors
ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED.

sd/-
Sridhar Chamakuri, IAS
Managing Director (FAC)
DIN: 11367621

Date:10.11.2026
Place: Mangalagiri

COMMENT OF THE COMPTROLLER AND AUDITOR GENERAL OF INDIA UNDER SECTION 143(6)(b) OF THE COMPANIES ACT, 2013 ON THE FINANCIAL STATEMENTS OF ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED (APSBCL) FOR THE YEAR ENDED 31 MARCH 2026

The preparation of the financial statements of Andhra Pradesh State Beverages Corporation Limited (APSBCL) for the year ended **31 March 2026** in accordance with financial reporting framework prescribed under Companies Act, 2013 (Act) is the responsibility of the Management of the Company. The Statutory Auditors appointed by the Comptroller and Auditor General of India (C&AG) under Section 139(5) of the Act are responsible for expressing opinion on the financial statements under Section 143 of the Act based on independent audit in accordance with the Standards on Auditing prescribed under Section 143 (10) of the Act. This is stated to have been done by them vide their Audit Report dated **10.06.2026**.

I, on behalf of the C&AG, have conducted a Supplementary Audit of the financial statements of APSBCL for the year ended **31 March 2026** under Section 143 (6)(a) of the Act. This supplementary audit has been carried out independently without access to the working papers of the Statutory Auditors and is limited primarily to inquiries of the Statutory Auditors and the Company personnel and a selective examination of some of the accounting records.

On the basis of my Supplementary Audit, nothing significant has come to my knowledge which would give rise to any comment upon or supplement to the Statutory Auditors' Report under Section 143(6)(b) of the Act.

For and on behalf of the
Comptroller and Auditor General of India

28/08/2026

(Sarat Chaturvedi)
Principal Accountant General (Audit)
Andhra Pradesh
प्रधान महालेखाकार (ले.प.)
आंध्र प्रदेश

Place: Vijayawada
Date: 28.08.2026

K.PHANI M.Com., FCS
Company Secretary in Practice

Form No. MR-3

SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED 31/03/2026
[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
M/s. Andhra Pradesh State Beverages Corporation Limited,
Guntur.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by M/s. Andhra Pradesh State Beverages Corporation Limited (hereinafter called the company). 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 our verification of M/s. Andhra Pradesh State Beverages Corporation Limited 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 31st March, 2026 has not complied some of the provisions as 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 M/s. Andhra Pradesh State Beverages Corporation Limited for the financial year ended on 31/03/2026 according to the provisions of:

(i) The Companies Act, 2013 (the Act) and the rules made thereunder, and the company has,
- *Not complied with the provisions of Section 173(1) of the Companies Act, 2013as the time gap between the Board of Directors' meetings held on 10/02/2025and 18/06/2025 was 127 days, which exceeded the maximum permissible limit of 120 days.*
- *Not complied with regard to laying of Financial Statements, Audit Reports and Directors Report before the General Meeting as per provisions of Section 134 of the Companies Act, 2013.*
- *Not appointed Independent Director and Women Director as per Section 149 of Companies Act, 2013, for a part of the financial year.*
- *Not constituted the Audit Committee as per provisions of Section 177 of the Companies Act, 2013, for a part of the financial year.*
- *Not constituted the Nomination and Remuneration Committee as per provisions of Section 178 of the Companies Act, 2013, for a part of the financial year.*

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

K.PHANI * C.P.No 4963 * Company Secretary

D.No. 74-12-5/C, Mavuluri Vari Street, New RTC Colony Road No.1, Behind Sanatana Homeo, Autonagar Gate, Patamata, VIJAYAWADA - 520 007. (M) : 98481 28197, E-mail : kphani_acs@yahoo.com

(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.

(v) The Reserve Bank of India Act, 1934 and

(vi) The Securitization Companies and Reconstruction Companies (Reserve Bank) Guidelines and Directions, 2003.

(vii) 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.

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, 2009.

d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014.

e) 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.

f) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.

g) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 1998.

h) The Securities Contracts (Regulation) Act, 1956 and The Securitisation Companies and Reconstruction Companies (Reserve Bank) Guidelines and Directions, 2003 and the Rules made under that Act.

i) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2015 (as amended).

Clauses iv to vii (a), (c), (d), (f) to (h) stated above are not applicable to the company.

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

(i) Secretarial Standards SS-1 and SS-2 issued by The Institute of Company Secretaries of India.



(ii) The Listing Agreements entered into by the Company with Stock Exchange(s), if applicable.

We further report that

As per provisions of Companies Act, 2013 the Board of Directors of the Company is duly constituted. There were changes in the composition of the Board of Directors during the period under review.

The Company has failed to hold two consecutive Board Meetings within the maximum permissible interval of 120 days and has also defaulted in appointment of Independent Directors as per Section 149(4) of Companies Act, 2013 which resulted in the failure of constitution of various Committees which the company has mandatorily to be constituted as per the provisions of the Companies Act, 2013 i.e., Corporate Social Responsibility Committee, Audit Committee, Nomination and Remuneration Committee.

Adequate notice, including some shorter notices, is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance or in short notice, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through as there are no dissenting members' views at the meetings of the Board of Directors and at the Committees. These are 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.

Date: 10/11/2026
Place: Vijayawada



Signature:
Company Secretary in practice: K Phani
FCS No: F5670
C P No.: 4963
Peer Review Cert No :- 1574/2021

** UDIN for this document is F005670H002191766*

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

Annexure 'A'

To,
The Members,
M/s. Andhra Pradesh State Beverages Corporation Limited.
Guntur.

Our Secretarial Audit Report for the Financial Year ended on March 31, 2026 of even date is to be read along with this letter.

1. Maintenance of secretarial records 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 follow 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. Wherever 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.

Date: 10/11/2026
Place: Vijayawada



Signature:
Company Secretary in practice: K Phani
FCS No: F5670
C P No.: 4963
Peer Review Cert No :- 1574/2021

REPORT ON CSR ACTIVITIES/ INITIATIVES
[Pursuant to Section 135 of the Act & Rules made there under]

The Report shall include an Annual Report on the CSR activities and shall comprise the following:

1 a brief outline of the CSR Policy, including overview of projects or programs proposed to be undertaken and a reference to the web link to the CSR Policy and projects or programs; https://apsbcltd.ap.gov.in/landing-page/about/

2 composition of the CSR Committee, number of meetings held during the year; (Committee Not Required if the amount of CSR is Less than 50 lakhs): No CSR Committee was constituted during the Financial Year 2024-25. Accordingly, no meetings of the CSR Committee were held during the year. The CSR Committee could not be constituted during the financial year, as the nomination/appointment of an Independent Director on the Board of the Company by the Government of Andhra Pradesh, being the appointing authority, is awaited. The matter is pending consideration of the Government of Andhra Pradesh. The Company is pursuing the matter for completion of the requisite Board composition and constitution of the CSR Committee in accordance with the applicable provisions of the Companies Act, 2013, read with the Companies (Corporate Social Responsibility Policy) Rules, 2014.

3 Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company. https://apsbcltd.ap.gov.in/landing-page/about/

4 Provide the details of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8 of the Companies (Corporate Social Responsibility Policy) Rules, 2014, if applicable (attach the report).- NIL

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

S. No	Financial Year	Amount available for set-off from preceding financial year (in Rs.)	Amount required to be set-off for the financial year, if any (in Rs.)
-	-	-	-

6 Average Net Profit of the company as per Section 135(5): **Rs. 5,43,45,43,978/-**

FY 2025-2026	
Financial Year	**Net Profit Calculated as per Section 198 (in Rs.)**
2022-2023	3,39,59,72,829
2023-2024	11,93,71,42,918
2024-2025	97,05,16,187
Average of Three FYs Net profit	5,43,45,43,978
2% of average of 3 FY net profit to be spent on CSR Projects	10,86,90,880

7 (a) Two percent of average net profit of the Company as per section 135(5): **Rs.10,86,90,880/-**
(b) Surplus arising out of the CSR projects or programs or activities of the previous financial years: Nil
(c) Amount required to be set off for the financial year, if any: Nil
(d) Total CSR obligation for the financial year (7a+7b-7c): **Rs.10,86,90,880/-**

8 prescribed CSR expenditure i.e. two percent of clause (c) above; **Rs.10,86,90,880 /-**
(a) CSR amount spent or unspent for the financial year

Total amount Spent for the financial year (Rs.)	Amount unspent (Rs.)				
	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	Date of transfer
Rs.5,00,00,000/-	Rs.5,86,90,880/-	23.04.2026	-	-	-

(b) Details of CSR amount spent against ongoing projects for the financial year: **Rs.5,00,00,000/-**

1	2	3	4	5		6	7	8	9	10	11	
S. No	Name of the project	Item from the list of activities in Schedule VII of the Act	Local Area (Yes/ No)	Location of the Project		Project Duration	Amount allocated for the project (Rs.)	Amount spent in the current financial year (Rs.)	Amount transferred to unspent CSR Account for the project as per Section 135(6) (Rs.)	Mode of implementation-Direct (Yes/No)	Mode of implementation-Through implementing Agency	
				State	District						Name	CSR Registration number
1	Kuppam Area Development Authority (KADA)	(x) Rural development projects	Yes	Andhra Pradesh	Chittoor	Ongoing	4,85,00,000	2,50,00,000	2,35,00,000	Through District Collector	NA	NA
2	Development of Sports Infrastructure at Nakkaladenne, Annamayya District	(vii) Promotion of sports	Yes	Andhra Pradesh	Annamayya	Ongoing	2,00,00,000	1,00,00,000	1,00,00,000	Through District Collector	NA	NA
3	Construction of Badminton Court, Community Hall and Park, Guntur	(vii) Promotion of sports / (x) Rural development projects	Yes	Andhra Pradesh	Guntur	Ongoing	3,04,53,000	1,50,00,000	1,54,53,000	Through District Collector	NA	NA
4	Construction of Basketball Court and Community Hall	(vii) Promotion of sports / (x) Rural development projects	Yes	Andhra Pradesh		Ongoing	97,37,880	Nil	97,37,880	Through District Collector	NA	NA

(c) Details of CSR amount spent against other than ongoing projects for the financial year: Nil

1	2	3	4	5		6	8	9	
S. No	Name of the project	Item from the list of activities in Schedule VII of the Act	Local Area (Yes/No)	Location of the Project		Amount spent in the current financial year (Rs.)	Mode of implementation-Direct (Yes/No)	Mode of implementation-Through implementing Agency	
				State	District			Name	CSR Registration number
1	-	-	-	-	-	-	-	-	-
2									

(d) Amount spent in Administrative Overhead: Nil

(e) Amount spent on Impact Assessment, if applicable: Nil

(f) Total amount spent for the Financial Year(8b+8c+8d+8e): **Rs.5,00,00,000/-**

(g) Excess Amount for set off, if any: Nil

S. No	Particular	Amount (Rs.)
(i)	Two percent of average net profit of the Company as per Section 135(5)	10,86,90,880
(ii)	Total amount spent for the Financial Year	5,00,00,000
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programs or activities of the previous financial years, if any	Nil

(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

details of amount spent on CSR during the year including total amount to be spent, amount unspent and manner in which the amount has been spent; **Rs.10,86,90,880/-**

(a) Total amount to be spent for the financial year**; Rs.10,86,90,880/-**

(b) Amount unspent, if any; **Rs.5,86,90,880/-**

(c) Manner in which the amount spent during the financial year is detailed below.

1	2	3	4	5	6	7	8
Sr. No	CSR project/ activity identified	Sector in which the Project is covered	Projects/ Programs 1.Local area/ others- 2.specify the state /district (Name of the District/s, State/s where project/program was undertaken	Amount outlay (budget) project/ program wise (Rs.in Lakhs)	Amount spent on the project/ program Sub-heads: 1.Direct expenditure on project/ program, 2.Overheads: (Rs.in Lakhs)	Cumulative spend up to the reporting period (Rs.in Lakhs)	Amount spent: Direct/ through implementing agency*
1	Kuppam Area Development Authority (KADA)	Rural Development Projects	Local – Andhra Pradesh, Chittoor District	485	250	250	Through District Collector
2	Development of Sports Infrastructure at Nakkaladenne, Annamayya District	Promotion of Sports	Local – Andhra Pradesh, Annamayya District	200	100	100	Through District Collector
3	Construction of Badminton Court, Community Hall and Park, Guntur	Promotion of Sports / Rural Development Projects	Local – Andhra Pradesh, Guntur District	304.53	150	150	Through District Collector
4	Construction of Basketball Court and Community Hall	Promotion of Sports / Rural Development Projects	Local – Andhra Pradesh.	97.38	Nil	Nil	Through District Collector

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

S. No	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135(6) (Rs.)	Amount spent in the reporting financial year (Rs.)	Amount transferred to any fund specified under Schedule VII as per Section 135(6), if any			Amount remaining to be spent in succeeding financial years (Rs.)
				Name of the Fund	Amount (Rs.)	Date of transfer	
1	2022-2023	2,01,562/-	-	-	-	-	2,01,562/-
2	2023-2024	83,89,657/-	83,89,657/-	-	-	-	-
3	2024-2025	7,01,78,051/-	4,01,78,051/-	-	-	-	3,00,00,000/-

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

1	2	3	4	5	6	7	8	9

S. No	Project Id	Name of the Project	Financial year in which the project was commenced	Project duration	Total amount allocated for the project (Rs.)	Amount spent on the project in the reporting financial year(Rs.)	Cumulative amount spent at the end of the reporting financial year (Rs.)	Status of the project- Completed/Ongoing
1	Art Gallery, NTR District	Art Gallery, NTR District	2024-25	On-going	3,05,00,000	3,05,00,000	3,05,00,000	On-going
2	Toilet Block, Mangini pudi Beach	Toilet Block, Mangin ipudi Beach	2024-25	On-going	96,78,051	96,78,051	96,78,051	On-going

10 In case of creation or acquisition of capital asset, furnish the details relating to the asset so created or acquired through CSR spent in the financial year (asset-wise details) - Nil

(a) Date of creation or acquisition of the capital asset(s): NA
(b) Amount of CSR spent for creation or acquisition of capital asset: NA
(c) Details of the entity or public authority or beneficiary under whose name such capital asset is registered, their address etc: NA
(d) Provide details of the capital asset(s) created or acquired (including complete address and location of the capital asset): NA

11. Specify the reason(s), if the Company has failed to spend two percent of the average net profit as per Section 135(5):

Amount to be spent in the Financial Year	-	Rs. 10,86,90,880/-
Amount spent	-	Rs. 5,00,00,000/-
Amount unspent	-	Rs. 5,86,90,880 /-

In this regard, it is submitted that the Company had identified and obtained approval of the Board for CSR projects aggregating to Rs.10,86,90,880/- during the Financial Year 2025-26. Against the said allocation, an amount of Rs.5,00,00,000/- was released towards implementation of the approved CSR projects during the financial year, leaving an unspent amount of Rs.5,86,90,880/-. The said unspent amount was transferred to the Unspent CSR Account on 23.04.2026, in accordance with the provisions of Section 135(6) of the Companies Act, 2013, as the balance funds could not be released during the financial year owing to the phased implementation of the approved projects and the associated administrative and implementation requirements.

For and on behalf of the Board of Directors
ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED.

Sd/-
Sridhar Chamakuri, IAS
Managing Director (FAC)
DIN: 11367621

sd/-
Rahul Dev Sharma, IPS
Director
DIN: 10849168

Date:19.11.2026
Place: Mangalagiri

INDEPENDENT AUDITOR'S REPORT

To
The Members of Andhra Pradesh State Beverages Corporation Limited

Report on the Audit of Financial Statements:

Qualified opinion:

We have audited the accompanying financial statements of **ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED** ('the Company'), which comprise the Balance Sheet as at 31st March 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 ended and notes to the financial statements, including a summary of the significant accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, except for the effects of the matters described in the 'Basis for Qualified Opinion' section of our Report, the aforesaid financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act, ("Ind AS") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31st , 2026 and its profit, total comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Qualified Opinion:

We draw attention to matters described in "Annexure IA" to this report, the effects of misstatements and possible effects of undetected misstatements on the financial statements due to inability to obtain sufficient and appropriate audit evidence which are material, but not pervasive individually or in aggregate.

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of significance in our audit of the Financial statements of the current period. These matters are addressed in the context of our audit of the Financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be key audit matters to be communicated in our report:

S No	Key Audit Matter	Auditor's Response
1	**Revenue recognition:** During the year, Revenue of the Corporation primarily comprises of sale of Indian Made Foreign Liquor (IMFL) and related collections processed through software involving significant volume of transactions across depots. Considering the materiality of revenue to the financial statements, the complexity and volume of transactions, involvement of statutory levies and Government revenue collections and the regulatory framework governing recognition and application of income, revenue recognition Procurement of stock from suppliers and payments to them was considered to be a matter of significance in our audit and accordingly identified as a Key Audit Matter.	• Evaluating the accounting policies relating to revenue recognition and testing the design and operating effectiveness of relevant internal controls over recording of purchases, sales and collection of revenue. • Assessed the Company's accounting policy for revenue recognition for compliance with the principles of Ind AS 115. • Verified selected purchase and sales transactions on a sample basis with supporting documents, challans, inward and outward stock records and system-generated reports. • Verified purchase and sales transactions in Tally software with system generated Certified sales apportion reports in line with Supplier agreements as stated in Procurement policy. • Assessed the adequacy of related financial statement disclosures in accordance with applicable accounting and regulatory requirements.
2	**Application of Income to Welfare Schemes** A significant portion of the Company's expenditure are transfers directed towards welfare schemes of the Government of Andhra Pradesh as per its amended	• Reviewed the Company's amended Memorandum of Association and the relevant provisions of the Andhra Pradesh Liquor Regulation (Amendment) Act, 1993 to understand the scope and objectives of transfers to Govt.

	Memorandum of Association and the provisions of the Andhra Pradesh (Regulation of Trade in Indian Made Foreign Liquor) (Amendment) Act, 1993. Given the magnitude of these transfers, professional judgment is required. Further, eligibility for tax exemption under Section 10(26B) of the Income-tax Act, 1961, is uncertain.	schemes. • Assessed the design and implementation of internal controls over budgeting, approval, classification, and transfers for welfare schemes. • Performed substantive testing on a sample basis to verify that transfers were supported by appropriate documentation and aligned with the welfare objectives stated in the governing documents. • Verified the classification of such transfers as expenditures in the financial. • Verified the Utilisation certificates by govt agencies for fund transfers. • Considered the implications of non-compliance on the Company's eligibility for tax exemption under Section 10(26B) of the Income-tax Act, 1961, and reviewed relevant correspondence, tax opinions (if any), and disclosures.
3	**Classification and Measurement of Listed Debentures** The Company has issued listed non-convertible debentures (NCDs), which are governed by the regulatory framework of the Securities and Exchange Board of India (SEBI) and are required to be accounted for in accordance with Ind AS 109 – *Financial Instruments*. The appropriate classification of these financial liabilities, and disclosures in the financial statements are critical due to their financial and regulatory significance. Considering the implications, potential impact on the Company's creditworthiness, and the complexity involved in measurement and disclosure, this	• Assessed the Company's accounting policy for financial instruments in the context of Ind AS 109 and verified its consistent application to the NCDs issued. • Evaluated the classification of NCDs as financial liabilities at amortised cost and tested the effective interest rate (EIR) calculations and related interest accrual workings. • Reviewed the NCD issuance documents to understand the contractual terms, including interest payment schedules, maturity profile, and covenant conditions. • Verified interest payments and accruals through sampling, comparing them with payment

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	area was determined to be a key audit matter.	terms and confirmation from trustees or debenture holders, where applicable. • Assessed management's compliance with SEBI (LODR) requirements, including periodic filings, trustee confirmations, and maintenance of security cover. • Reviewed fair value disclosures of the NCDs in the financial statements, including adequacy and classification within the fair value hierarchy. • Evaluated the sufficiency of financial statement disclosures in accordance with Ind AS 107 and SEBI regulations.
4	**Information Technology Systems Relating to Inventory Movement, Revenue Collection and Accounting Processes** The Corporation is dependent on information technology systems for recording and monitoring stock inward and outward movements in depots, sales transactions, purchases, excise duty collections, Government revenue and retailer challan payments. Considering the large volume and value of transactions processed through these systems and their significance to inventory movement and revenue recognition, the IT environment and related controls are significant. The automated Order for Supplies are significant and play a critical role in a transparent and fair procurement of material from various suppliers without any favour strictly in accordance with the laid down procedures in view of the recent developments. Further, accounting entries generated from the operational	• Obtained an understanding of the IT environment, applications, and related business processes relevant to inventory movement, revenue recognition, excise duty and other tax collections and retailer challan payments. • Evaluated the relevant internal controls in processing of transactions and performed substantive audit procedures on selected samples of inward and outward stock transactions, sales records, purchase records and challan collections. • Carried out reconciliation of system-generated reports with the accounting records maintained in Tally accounting software. Verified selected manual journal entries passed in the books of accounts. • Test checks have been carried out for placement of Order for Supply (OFS). The automated function of generating OFS have been reviewed. Manual interventions are found in the case of new suppliers existing for less than 3 months.

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

	systems are subsequently recorded in Tally accounting software involving manual intervention in processing supplier payments, ledger maintenance and maintenance of books of account. In the absence of a fully integrated accounting considered as a key audit matter.	• Visited few depots and reviewed stock maintenance and controls in place in depots to maintain adequate records for inward and outward movements. • Assessed the adequacy of segregation of duties and reviewed privileged user access and system-generated exception reports.

Emphasis of matter:

We draw attention to the following matters:

(a) During the financial year ended March 31st, 2026, the Company did not have any independent directors on its Board as required under Section 149(4) of the Companies Act, 2013. Consequently, the Audit Committee and CSR committee was not duly constituted in accordance with the provisions of Section 177 and 135 of the Act, which mandates the inclusion of a majority of independent directors in such committee.

(b) We draw attention to Note No. 28 to the financial statements of Andhra Pradesh State Beverages Corporation Limited regarding the ongoing investigation by the Special Investigation Team (SIT) constituted by the Government of Andhra Pradesh and the Enforcement Directorate (ED) in relation to alleged irregularities pertaining to the financial years 2019-20 to 2023-24. As of 31st March 2026, the SIT has issued charge sheets in specific instances pertaining to irregularities in procurement and operations. These chargesheets have been issued by the SIT against the then officials and further, property attachments were carried out. The management has stated that there will not be any impact on the corporation, as the case is against the individuals in their personal capacity, and not on the corporation. The consequential financial impact, if any, arising out of the final outcome of the above investigations and proceedings, is presently not determinable.

(c) We draw attention to Note No. 2.17 to the financial statements regarding recognition of impairment loss amounting to Rs. 810.11 Lakhs during the year in respect of assets relating to retail outlets which are not operational. The impairment loss has been recognised based on the assessment carried out by the management regarding recoverable value of such assets.

Our opinion is not modified in respect of these matters.

Other Matters:

a) Previous Year figures not adopted: CAG Provisional Comments Letter for the financial year 2024-25 is received by the Corporation on 09.10.2025 but the financial statements together with independent auditor's report and CAG Provisional comments of the corporation for the financial years 2023-24 2024-25 are yet to be

RAMAMOORTHY (N) & CO. 5 VIZAG Chartered Accountants

adopted by the members in AGM. Hence the Comparative figures for previous year 2024-25 which are provided in the current year financial statements remain not adopted.

b) Branch audit: The financial statements include assets, liabilities, income and expenses of 31 depots across the state of Andhra Pradesh which are subject to audit along with head office and have not been separately audited by any other auditors.

c) Reversal of Input Tax Credit (ITC) : ITC balance as per the electronic credit ledger maintained in the Good and Service Tax (GST) portal as on 31st March 2026 (after filing March'26 GST-3B return) is not yet reversed for an amount of ₹10.42 Lakhs.

Our opinion is not modified in respect of this matter.

Information other than the Financial Statements and Auditor's Report thereon:

The Company's Board of Directors is responsible for other information. The other information comprises the information included in the Annual Report but does not include the Financial Statements and our auditor's report thereon. The above report is expected to be made available to us after the date of this Auditor's Report.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

When we read the above identified reports, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate actions necessitated by the circumstances and the applicable laws and regulations.

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

The Management is responsible for the matters stated in Section 134(5) of the Companies Act, 2013 (the Act) with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance and changes in the cash flows of the Company in accordance with the Accounting Standards prescribed 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.

In preparing the financial statements, management and Board of Directors is responsible for assessing the Company's ability to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibility for the Audit of financial Statements:

Our objectives are to obtain reasonable assurance about whether the financial statements also as a whole are free from material misstatements, 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 Standards on Auditing will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also,

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, mis-representations, 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)(1) of the Act, we are also responsible for explaining our opinion on whether the Company has adequate internal financial controls in place and the operating effectiveness of such controls.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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

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

Materiality is the magnitude of misstatements in the 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 (i) in 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 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 circumstance, 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 in terms of Section 143(11) of the Companies Act 2013, we give in **"Annexure I"** a statement on the matters specified in paragraphs 3 and 4 of the said order.

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

2. As required under- Section 143(5) of the Companies Act 2013, we give in **"Annexure II(A) & Annexure II(B)"** a statement on the directions issued by the Comptroller and Auditor General of India, action taken thereon and the impact on the accounts and financial statements of the Company.

3. As required by Section 143(3) of the Act, based on our audit, we report that

a. We have sought, except for the effects/ possible effects of the matter described in the Basis for Qualified Opinion paragraph, 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 accounts as required by law, except for the possible effects of the matters described in the Basis for Qualified Opinion paragraph, have been kept by the Company so far as it appears from our examination of those books.

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

d. Except for the effects/ possible effects of the matter described in the Basis for Qualified Opinion paragraph, in our opinion, the aforesaid financial statements comply with the Accounting Standards prescribed under section 133 of the Act.

e. Being a Government Company in pursuant to Notification No. GSR 463(E) dated 15-Jun-2015 issued by Government of India, Provisions of clause (g) of Sub Section (3) of section 143 of the Companies Act 2013 are not applicable to the Company.

f. With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "**Annexure III**".

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

i. The Company has disclosed the impact of pending litigations on its financial position in its financial statements.

ii. In our opinion and as per the information and explanations provided to us, the Company did not have any long-term contracts, requiring provisions under applicable laws or accounting standards, for material foreseeable losses.

iii. There were no amounts which were required to be transferred to Investor Education and Protection Fund by the Company.

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

iv. The Company did not declare any dividend during the financial year.

v. Based on our examination which included test checks, except for the instances mentioned below (mention annexure number), the Company has used accounting software for maintaining its books of accounts which have 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.

The feature of recording audit trail (edit log) facility was not enabled at the database layer to log any direct data changes to the accounting software used for maintaining the books of account.

Further, for the period where audit trail (edit log) facility was enabled and operated throughout the year for the accounting software, we did not come across any instance of the audit trail feature being tampered with.

For RAMAMOORTHY (N) & Co
Chartered Accountants
FRN: 002899S

RAMAMOORTHY (N) & CO * VIZAG * Chartered Accountants

(K. Ramachandra Rao)
Partner
M.No:201334
UDIN: 26201334JRGJ4H2732
Place: Mangalagiri
Date: 10.06.2026

ANNEXURE IA TO INDEPENDENT AUDITORS' REPORT

Referred to in 'Basis of Qualified opinion' section of our report to members of the Company

1. The Company has not complied with the following Ind AS notified under Section 133 of the Companies Act, 2013, read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 (as amended):

1(a). <u>Advances to Prohibition & Excise Department and others</u>: (Note-7) Financial Assets- Other Financial Assets (Current) amounting to ₹3,75,697.94 lakhs include ₹2,17,478.43 lakhs representing amounts paid to various parties, which remain outstanding for realisation or settlement since previous financial years. As the Company has not maintained records indicating the due dates for recovery of these balances, we were unable to determine the period within which these amounts are expected to be realised, and accordingly, we are unable to comment on the recoverability and classification of these balances. In the absence of specified repayment terms for the aforementioned balances included under Other Financial Assets (Current), the Company has not measured these financial assets at amortised cost, as required under Ind AS 109 – *Financial Instruments*. Consequently, the Company has also not complied with the relevant disclosure requirements prescribed under Ind AS 107 – *Financial Instruments: Disclosures* and Ind AS 32 – *Financial Instruments: Presentation*. Further, these advances have been classified as current financial assets in the financial statements, which is inconsistent with the requirements of Ind AS 1 – *Presentation of Financial Statements*, given the uncertainty of their realisation within the normal operating cycle. This has resulted in an overstatement of current assets and a corresponding understatement of non-current assets.

1(b). Non-Current Liabilities-Financial liabilities (Borrowings) (Note- 12): Non-Convertible Debentures amounting to ₹14,69,781.50 lakhs have not been measured at amortised cost in accordance with the requirements of Ind AS 109 – *Financial Instruments*. The Company has recognised finance cost based on the contractual interest rate instead of applying the Effective Interest Rate (EIR) method, as mandated by the standard. Additionally, the Company has not complied with the disclosure requirements specified under Ind AS 107 – *Financial Instruments: Disclosures* and Ind AS 32 – *Financial Instruments: Presentation* in respect of these financial liabilities. As a result, the finance cost and carrying value of the debentures may not reflect the appropriate measurement basis as required under Ind AS.

1(c). Deferred Revenue Expenditure: (Note:5 & 7)- Other Financial Assets (Non-Current) amounting to ₹13,08,915.40 lakhs and Other Financial Assets (Current) amounting to ₹ 3,75,697.94 lakhs (Note No. 7) include ₹1,54,950.00 lakhs representing the unamortized value of deferred revenue expenditure. As per the provisions of Ind AS 109 – *Financial Instruments*, such deferred expenditure does not

RAMAMOORTHY (N) & CO. Chartered Accountants VIZAG

meet the definition of a financial asset. Consequently, the inclusion of this amount under financial assets has resulted in an overstatement of financial assets by ₹14,63,865.40 lakhs and a corresponding understatement of non-financial assets in the financial statements.

2. **Cash & Cash Equivalents** (Note-6(a)): Cash and Cash Equivalents amounting to ₹1,79,386.64 lakhs include ₹ 523.61 lakhs held in Public Deposit (PD) accounts maintained at various depots. As at 31st st March 2026, balance confirmations for these depot PD accounts have not been made available to us. In the absence of such confirmations, we are unable to verify the existence and accuracy of the reported balances, and accordingly, the impact, if any, on the financial statements could not be ascertained.

3. **Confirmation from Trade payables** (Note-15):

The net balances of Trade Payables as per the books of accounts of the Company is ₹ 68,857.31st lakhs. The Corporation has sought balance confirmations from trade payables by issuing repeated reminders and follow-up communications. However, confirmations from suppliers were not received as on the date of our audit report.

ANNEXURE"I" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under Report on Other Legal and Regulatory Requirements section of our report to the Members of Andhra Pradesh State Beverages Corporation Limited for the year ended 31st st March 2026).

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

i. In respect of the Company's property plant and equipment and intangible assets:

   a. (A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment; (B)The Company does not possess any intangible assets hence clause (i)(b)(b) of the order is not applicable.

   b. These Property, Plant and Equipment have been physically verified by the management at reasonable intervals; there is no material discrepancies that were noticed on such verification.

   c. The title deeds of all the immovable Properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee) disclosed in the financial statements are held in the name of the Company except the building value ₹72.89 Lakhs received from Commissioner of Prohibition & Excise as per Lr.No. APSBCL/F&A/2022-23/646 dated 21.07.2022.

   d. The Company has not revalued its Property, Plant and Equipment or intangible assets or both 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" and Rules made there under.

ii. In respect of the Company's inventory

   a. The Company does not have any inventory as the corporation act as Custodian of trade between suppliers and retail shops for distribution of Indian Made Foreign Liquor (IMFL), Beers and Foreign Liquor. Hence reporting under clause 3(ii)(a) of the Order is not applicable.

   b. During any point of time of the year, the Company has not been sanctioned working capital limits in excess of ₹ 5 crores, in aggregate, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.

iii. During the year, the Company has not made any investments, provided any

guarantee or security nor granted any loans or advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships or any other parties. Hence reporting under clause 3(iii) of the Order is not applicable.

iv. During the year, the Company has not made any loans, investments, guarantees, hence reporting under clause 3(iv) of the Order is not applicable.

v. The Company has not accepted any deposit/amounts, which are deemed to be deposits. Hence, reporting under clause 3(v) of the order is not applicable.

vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of Section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.

vii. In respect of statutory dues, we report that:

1. In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services Tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities. The undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31st , 2026 for a period of more than six months from the date they became payable are mentioned below,

₹ Lakhs

	Third Eye Facilitators Private Limited		**Capital Facility Management Services**	
FY	**PF**	**ESI**	**PF**	**ESI**
2022-23	729.67	503.44	-	-
2023-24	96.88	322.06	252.18	139.07
2024-25	31st .47	1.84	110.11	62.22
	858.02	**827.34**	**362.28**	**201.29**

2. In our Opinion, the disputed statutory dues aggregating to ₹8,476.02 Lakhs have not been deposited on account of dispute. Amount paid under protest and filed appeal before the appropriate authorities as detailed below:

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

₹ Lakhs

Nature of Statute	Nature of Dues	Total Disputed Amount	Amount Deposited	Pending Amount	Period to which amount relates	Forum where dispute is pending
Goods And Service Tax Act, 2017	GST	8,476.02	Nil	8,476.02	2017-18 & 2018-19	High Court

viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income-tax Act, 1961 (43 of 1961).

ix.

a. The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

b. The Company is not as a declared willful defaulter by any bank or financial institution or other lender.

c. The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.

d. The Company has not utilized funds raised on short term basis have been utilized for long term purposes.

e. The Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

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

x.

a. During the year, Andhra Pradesh State Beverages Corporation Limited has raised funds amounting to Rs. 5,49,000 Lakhs through issuance of Non-Convertible Debentures (NCDs). As explained by the management, the amount of Rs.5,29,395.90 Lakhs were utilized towards various State Government schemes and operational requirements of the Corporation. Attention may be drawn to Note No. 12 of the Financial statements.

b. During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally). Accordingly, the provisions of clause 3(x)(b) of the order

RAMA SOMAYAJULU & CO. VIZAG Chartered Accountants

are not applicable.

xi.

a. No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.

b. No report under sub-section (12) of Section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

c. As represented to us by the management, there are no whistle blower complaints received by the Company during the year, accordingly, provisions of clause 3(xi)(c) of the order are not applicable.

xii. The Company is not a Nidhi Company. Accordingly, provisions of clause 3(xii) of the Order are not applicable.

xiii. In our opinion all transactions with the related parties are in compliance with Sections 177 and 288 of Act, where applicable, and the requisite details have been disclosed in the financial statements, as required by the applicable Indian Accounting Standards. However, we note that the Company does not have a duly constituted Audit Committee in accordance with Section 177 of the Act. Accordingly, compliance with the procedural aspects of approval and oversight of related party transactions by the Audit Committee, as required under the said section, could not be verified.

xiv.

a. In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.

b. We have considered the reports of the Internal Auditors for the year under audit, issued to the Company in determining the nature, timing and extent of our audit procedures.

xv. In our opinion, the Company has not entered into any non-cash transactions with the directors or persons connected with them covered under Section 192 of the Act. Accordingly, provisions of clause 3(xv) of the Order are not applicable.

xvi.

a. In our opinion, the Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, provisions of clause (xvi)(a) of the Order are not applicable to the Company.

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

b. The Company has not conducted any Non-Banking Financial or Housing Finance activities therefore the Company is not required to be registered under Section 45- IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of clause 3(xvi)(b) of the Order are not applicable.

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

d. In our opinion, there is no core investment Company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016). Accordingly, the provisions of clause 3(xvi)(d) of the Order are not applicable.

xvii. The Company has not incurred cash losses in the financial year and in the immediately preceding financial year. Accordingly, the provisions of clause 3(xvii) of the order are not applicable.

xviii. There has been no resignation of the statutory auditors during the Previous year. Accordingly, provisions of clause 3 (xviii) of the order are not applicable.

xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. a. There are no unspent amounts relating to Corporate Social Responsibility (CSR), requiring a transfer to a Fund specified in Schedule VII to the Companies Act, 2013 within a period of six months from the end of the financial year, as on date to the report required under the second proviso to sub-section (5) of Section 135 of the said Act.

b. In respect of ongoing projects, there are no amounts which the Company has not transferred any amount within a period of 30 days from the end of the said financial year in compliance with the provisions of sub-section (6) of

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

section 135 of the said Act.

xxi. The Company does not have any subsidiaries or associate companies so as to require preparation of consolidated financial statements under sub-section (3) of section 129. Hence, reporting under clause 3(xxi) of the order is not applicable.

For RAMAMOORTHY (N) & Co
Chartered Accountants
FRN: 002899S

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

(K. Ramachandra Rao)
Partner
M.No:201334
UDIN: 26201334JRGJYH2732

Place: Mangalagiri
Date:10.06.2026

ANNEXURE "II(A)" TO THE INDEPENDENT AUDITORS' REPORT of even date to the members of M/s Andhra Pradesh State Beverages Corporation Limited for the year ended 31st March, 2026.

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements section of our report to the Members of Andhra Pradesh State Beverages Corporation Limited for the year ended 31st March 2026).

Report on directions issued under section 143(5) of the Companies Act, 2013:

On the directions issued by the Comptroller and Auditor General of India under sub-section (5) of section 143 of the Companies Act, 2013 and the sub-directions issued by the Principal Accountant General (Audit), Andhra Pradesh vide letter dt. May 22, 2024, we report that —

Sl. No.	Directions under Section 143(5) of the Companies Act, 2013	REPLY
1.	Assess the fair valuation of all the investments, both quoted and unquoted, made directly by the Company or through Trusts, for Post retirement benefits of the employees. This includes verifying valuation methodologies, ensuring consistency with Ind AS and reviewing supporting documentation. The auditor shall provide a brief note on the valuation approach, its reasonability, and compliance with applicable regulations, reporting any material deviations or misstatements.	There are no investments, both quoted and unquoted, made directly by the company or through Trusts. The valuation approach and valuation methodologies applied by the company for the investments is appropriate. The valuation has been carried out using the Projected Unit Credit (PUC) actuarial method to assess the Plan's liabilities, including those related to death-in-service and incapacity benefits The assumptions and methodologies adopted by the actuary appear reasonable and are generally in line with industry practices and applicable actuarial principles. Based on our examination of the actuarial valuation report and supporting documents made available to us, no material

RAMAMOORTHY (N) & CO. VIZAG 19 Chartered Accountants

		deviations or misstatements were noticed in the valuation of such obligations requiring separate reporting.
2.	Whether the Company has a system in place to process all the accounting transactions through IT system? if yes, whether review of this system and controls that are significant to the Companies' financial reporting process as well as cyber security has been done by Information Security Auditing Organizations empaneled by Cert-In at a minimum frequency of once in a year and material discrepancies found, if any, have been suitably reported? The implications of processing of accounting transactions outside IT system on the integrity of the accounts along with the financial implications may also be reported.	The corporation has an IT-enabled system for recording sales and purchase transactions. MIS reports are extracted for subsequently making accounting entries in Tally accounting software. Based on the information and explanations provided by the management, the Company does not have a fully integrated IT system for end-to-end processing of accounting transactions. Accordingly, certain accounting processes involve manual intervention while recording transactions in the books of accounts. Further, the review of the IT system, controls relevant to financial reporting and cyber security by Information Security Auditing Organizations empaneled by CERT-In is not applicable as it is relevant to Central government related entities. We are given to understand that, no material discrepancies having financial implication on the financial statements were noticed on account of processing of accounting transactions outside the IT system.
3.	Whether funds (grants/ subsidy etc.) received/ receivable for specific schemes from Central/State Government or its agencies were properly accounted for as per the applicable accounting standards or norms and whether the received funds were utilised as per its terms	According to the information and explanations given to us and as per the records of the Company examined by us, there are no such grants/subsidies for specific schemes during the year under audit.

RAMAMOORTHY (N) & CO. Chartered Accountants VIZAG

	and conditions? Whether accounting of interest earned on grants received has been done as per terms and conditions of the Grant. List the cases of deviation.	
4	Whether the Company has identified the key Risk areas? If yes, whether the Company has formulated any Risk Management Policy to mitigate these risks? If yes, (a) whether the Risk Management Policy has been formulated considering global best practices? (b) whether the Company has identified its data assets and whether it has been valued appropriately?	The Corporation has identified certain key risk areas relating to its operations, finance, regulatory compliance and information systems. The management has also stated that internal control procedures and monitoring mechanisms are in place to mitigate such risks. However, the Corporation does not have a formally documented comprehensive Risk Management Policy aligned with globally accepted risk management frameworks / best practices. Further, based on the records and information made available to us, the Company has not carried out any separate identification and valuation of data assets during the year.
5	Whether the Company is complying with the Securities and Exchange Board of India (SEBI) (Listing Obligation and Disclosure Requirements) Regulations, 2015, and other applicable rules and regulations of SEBI, Department of Investment and Public Asset Management, Ministry of Corporate Affairs, Department of Public Enterprises, Reserve Bank of India, Telecom Regulatory Authority of India, CERT-IN, Ministry of Electronics and Information Technology and National Payments Corporation of India wherever applicable? If not, the cases of deviation may be highlighted.	As per the records made available to us, the Corporation is generally complying with the applicable provisions of SEBI regulations, including SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to the extent applicable to the Non-Convertible Debentures (NCDs) issued during the year. However, it was observed that the annual filings with the Ministry of Corporate Affairs (MCA) have not been filed by the Company for the financial years 2021-22 and 2022-23 even though adopted in the AGM. For remaining years

RAMAMOORTHY (N) & CO. Chartered Accountants VIJAG

		corporation awaits CAG comments. Therefore, there is non-compliance with the applicable provisions of the Companies Act, 2013 in respect of statutory filings. Further, no separate review / audit report relating to compliance with CERT-In guidelines and cyber security framework was made available to us for verification. The provisions relating to Telecom Regulatory Authority of India (TRAI), National Payments Corporation of India (NPCI) and Department of Investment and Public Asset Management (DIPAM) are not applicable to the Company

For RAMAMOORTHY (N) & Co
Chartered Accountants
FRN: 002899S

(K. Ramachandra Rao)
Partner
M.No:201334
UDIN: 26201334JRGJ4H2732

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

Place: Mangalagiri
Date:10.06.2026

ANNEXURE "II(B)" TO THE INDEPENDENT AUDITORS' REPORT of even date to the members of M/s Andhra Pradesh State Beverages Corporation Limited for the year ended , 31st st March, 2026.

Sub-directions issued by the Principal Accountant General (Audit), Andhra Pradesh

A. GENERAL:

SI. NO.	Sub-Directions u/s 143(5) of the Companies Act, 2013	Auditors' reply on action taken on the directions
1	In case of works executed with the funds of Central or State government(s)/ other user department(s) or their agencies, whether there is conclusive evidence that the assets created will be the assets of the PSU? If not, the accounting treatment of the funds received, utilized, returned, assets created up to and during the year (work-in-progress or completed), assets handed over to the fund-giving agency up to and during the year, assets impaired, if any, and the revenue/commission/centage realized on these works, with full quantitative details may be detailed.	The Company did not execute any works with funds of Central or State government(s), or other user department(s) and their agencies
2	Where Grants are received from Central or State government(s)/ other user department(s) or their agencies,	No grants were received from Central or State Government.
-	a) Where grants are taken as revenue for the year, whether the concerned orders are clear that the funds can be utilised for revenue expenditure;	As mentioned in response to direction (3) herein above, there are no such cases during the year under audit.

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

	b) Where guarantee commission is to be paid, the quantitative details viz., amount guaranteed, rate of guarantee commission, whether the commission was paid or payable along with the details of the purpose of raising the funds with guarantee and whether the funds were utilised for the stated purpose;	According to the information and explanations given to us the Company has to be paid guarantee commission of 2% on the NCDs amounting to Rs. 10,980 Lakhs issued for the raising of NCDs of Rs. 5,49,000 Lakhs to the state government, during the financial year.
3	Where any long-term liability is undertaken against an asset of finite lifetime, whether there is a clear accounting policy thereon (for instance, land obtained on lease for a specific period (whether renewable or non-renewable) but shares issued in lieu of the land lease)	The Corporation has not undertaken any long-term liability against assets of finite lifetime requiring separate accounting policy disclosure under this direction.
4	Whether the corresponding expenditure on which the taxes paid/ payable are accounted in the financial statements is also included appropriately.	Based on the information and explanations provided by the management and records examined by us, the corresponding expenditure relating to statutory dues/taxes paid or payable as disclosed in the financial statements has been appropriately accounted for in the books of account.
5	Whether there is a Public Deposit account in the name of the PSU? If yes,	The Company has Green Channel Public Deposit (PD) Account in its name in Corporate office. The depots have old PD accounts which remained stagnant and unconfirmed.
	a) Funds debited from the PD account erroneously/ lassoed by the treasury, but claimed by the Company as receivable/ its own funds;	No such transactions found



	b) If any funds given by any Government or agencies other than the State Government were lapsed, the details of the same may be detailed;	No such funds given by the state government or agencies to the corporation.
	c) Details of the funds raised through loans (with or without government guarantee) and deposited in PD Account; Purpose of the loans and whether the purpose is initiated/completed;	According to the information provided to us, the Company has raised funds through issuance of Non-Convertible Debentures (NCDs) amounting to Rs. 5,49,000 Lakhs during the year. The proceeds of the said borrowings were transferred / deposited into the Personal Deposit (PD) Account of the Government for implementation of various State Government welfare schemes and other approved purposes.
	d) Whether suitable disclosure on the restrictions or additional permissions required on withdrawing the funds in PD Accounts is included or not;	As per the information provided, No such withdrawing of funds from the PD accounts by the corporation during the year
	e) The quantitative details of the bills sent for clearing against the PD account balances but not cleared/ returned unpaid as on the reporting date along with age-wise analysis;	As per the information provided, there are no such instances.
6	Where funds are raised by the Company and the payment of Principal or Interest or both are met by the State Government or its agencies, directly or indirectly, the details and the purpose of these loans may be stated along with the fact whether the funds were utilized for the stated purpose.	The Corporation has raised funds through issuance of Non-Convertible Debentures (NCDs) amounting to Rs. 5,49,000 Lakhs during the year. As represented by the management, the proceeds of the said NCDs were utilised towards implementation of various State Government welfare schemes and other purposes approved by the Government. The repayment of principal and interest obligations in respect of

RAMAMOORTHY (R) & CO. VIZAG Chartered Accountants

		the said borrowings is proposed to be met by the Company out of its operational revenues
7	Whether the land owned by the Company is encroached, under litigation, not put to use or declared surplus. Details may be provided.	As per the records examined by us, no instances of land owned by the Corporation being encroached upon, declared surplus or remaining permanently unused were brought to our notice during the year.
8	Whether the inventory has been taken on the basis of physical verification after adjustment of shortage/ excess found and whether due consideration has been given for deterioration/ obsolescence in the quality which may result into overvaluation of stock?	The Corporation does not maintain inventory / stock in its books of account as the Corporation acts as a facilitator between suppliers and retail shops and does not purchase or hold inventory before sale. Accordingly, the question of physical verification of inventory, adjustment of shortages/excesses and consideration of deterioration or obsolescence of stock does not arise.
9	Whether the cost incurred on abandoned projects has been written off?	Based on the information and explanations provided by the management, no abandoned projects involving capital expenditure were noticed during the year requiring write-off in the books of account
10	Cases of accounting of interest earned on account of non-utilization of amounts received for certain projects/schemes.	Based on the information and explanations provided by the management, there are no such cases of accounting of interest earned on account of non-utilization of amounts received for certain projects/schemes.
11	Whether the bifurcation plan (between Andhra Pradesh & Telangana States), if any, for the Company is finalised and approved; Whether the accounting treatment as per the plan and the suitable detailed disclosures are given. Deviations may be stated.	The Corporation was incorporated on 12th August 2015 which was subsequent to the bifurcation of the States of Andhra Pradesh and Telangana in 2015. Accordingly, no separate apportionment plan between the two States is applicable to the Company and hence no accounting treatment or

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		disclosure is required in this regard in the financial statements.

Sector Specific Sub-Directions under Section 143(5) of the Companies Act, 2013

TRADING:

SI. No.	Sub-Directions u/s 143(5) of the Companies Act, 2013	Auditors' reply on action taken on the Directions
1	Whether the Company has an effective system for recovery of dues in respect of its sales activities and the dues outstanding and recoveries there against have been property recorded in the books of accounts?	The Company does not have the practice of supplying goods on credit basis. Business is being carried on at 100% receipt of sale proceeds. Hence, there are no trade receivables.
2	The effectiveness of the system followed in recovery of dues in respect of sale activities may be examined and reported.	The sales transactions are generally processed against advance payments / challan-based collections from retailers and the related dues are monitored through the operational systems of the Corporation.

WELFARE COMPANIES:

SI. NO.	Sub-Directions u/s 143(5) of the Companies Act, 2013	Auditors' reply on action taken on the Directions
1	Whether introduction of any scheme for settlement of dues and extensions thereto complies with policy/guidelines of Company/ Government.	It appears that there are No settlement or dues under any scheme.
2	Whether the funds received from agencies for each scheme have been accounted for as per specific guidelines of the scheme and their balances were periodically reconciled and discrepancies noticed if any have been properly accounted for in the financial	There are No instances of receipt of funds from any agency.

RAMAMOORTHY (N) & CO. Chartered Accountants VIZAG

	statements.	
3	Whether the Company has received the beneficiary's share of cost in cash or as labour contribution. If the beneficiary's share of cost is received as labour contribution whether the valuation of labour contribution was properly done and accounted for in the books of Company?	As per the information provided to us, No such instances are there.
4	Whether the Company had timely submitted the claims on time for grant of subsidy by Government. If the claims were filed with delay whether the same has been properly accounted for in the books of the Company.	It is not applicable to the Corporation as there are no subsidy claims by the Corporation.

ANNEXURE III TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE FINANCIAL STATEMENTS OF ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

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

We have audited the internal financial controls over financial reporting of Andhra Pradesh State Beverages Corporation Limited ("the Company") as of March 31st st , 2026 in conjunction with our audit of the financial statements of the Company for the year ended on that date

Management's Responsibility for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on "the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India". These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, to the extent applicable to an audit of internal financial controls, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's 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

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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.

Basis for qualified Opinion:

A 'material weakness' is a deficiency, or a combination of deficiencies, in internal financial control over financial reporting, such that there is a reasonable possibility that a material misstatement of the company's annual financial statements will not be prevented or detected on a timely basis.

Our audit identified the following material weaknesses in the internal financial controls over financial reporting of the Company as of March 31st , 2026:

1.The company could not produce documentation and demonstrate that the company has adequate IFCR and review of the control mechanism from time to time to ascertain whether the controls are working effectively.

Management has represented that they have certain controls, processes and activities at depo level Transactions and at Corporate office. Management further represented that

they are taking active steps by formalizing and consolidating the process flows and strengthening the framework across all administrative segments.

2. During the financial year, the Corporation did not have independent directors on its Board as required under Section 149(4) of the Companies Act, 2013. Consequently, the Audit Committee was not duly constituted or functional in accordance with Section 177 of the Act. This represents a material gap in the high-level monitoring and oversight framework over financial reporting.

Qualified Opinion

In the absence of a formalized Board adopted Internal financial controls over Financial Reporting including Risk Control Matrix (RCM) where process-level risks are not systematically linked to specific internal controls, absence of documented process flows such as Journal authorizations, Compliance and review of Internal Audit reports, rectification of deficiencies in information Security Audit and absence of SOPs. This creates a vulnerability where controls and frequencies are completely undefined, increasing the risk that routine transactional errors may go undetected by management.

In our opinion, and to the best of our information and according to the explanations given to us, except for the effects/possible effects of the material weaknesses described in the Basis for Qualified Opinion above, the Company has maintained certain internal financial controls over financial reporting, and such controls were operating effectively as of March 31st , 2026.

We have considered the material weaknesses identified and reported above in determining the nature, timing, and extent of audit tests applied in our audit of the March 31st , 2026 financial statements of the Company, and these material weaknesses do not affect our opinion on the financial statements of the Company.

For RAMAMOORTHY (N) & Co
Chartered Accountants FRN:
002899S



(K. Ramachandra Rao)
Partner
M.No:201334
UDIN: 26201334JRGJ4H2732

Place:Mangalagiri
Date:10.06.2026

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

CIN: U15400AP2015SGC097161

BALANCE SHEET AS AT 31 MARCH 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

Particulars	Note No.	As at 31 March 2026	As at 31 March 2025
ASSETS			
Non-current assets			
(i) Property, plant and equipment	3	1,855.35	2,804.20
(ii) Capital Work-In-Progress	4	-	6.43
(iii) Financial Assets			
Other Financial Assets	5	13,08,915.40	9,48,194.50
		13,10,770.76	**9,51,005.13**
Current assets			
(a) Financial assets			
(i) Cash and cash equivalents	6(a)	1,79,386.64	1,12,089.75
(ii) Bank balances other than (i) above	6(b)	2,04,052.18	1,12,091.80
(iii) Other financial assets	7	3,75,697.94	3,18,591.00
(b) Current Tax Assets (Net)	8	930.65	2,476.55
(c) Other current assets	9	67.41	1,864.27
		7,60,134.81	**5,47,113.37**
TOTAL ASSETS		**20,70,905.57**	**14,98,118.49**
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	10	5.00	5.00
(b) Other Equity	11	2,73,632.75	1,75,891.18
		2,73,637.75	**1,75,896.18**
LIABILITIES			
Non Current Liabilities			
(a) Financial liabilities			
(i) Borrowings	12	14,69,781.50	10,89,456.50
(b) Long term Provisions	13	322.80	373.25
		14,70,104.30	**10,89,829.75**
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	14	1,54,950.00	1,00,050.00
(ii) Trade Payables			
a) Micro & Small Enterprises	15(a)	5,796.80	4,155.26
b) Other than Micro & Small Enterprises	15(b)	63,060.51	68,581.43
(iii) Other financial liabilities	16	1,02,633.87	56,714.65
(b) Other current liabilities	17	712.33	2,880.23
(c) Provisions	18	10.00	11.00
Subtotal		**3,27,163.52**	**2,32,392.57**
TOTAL EQUITY AND LIABILITIES		**20,70,905.57**	**14,98,118.49**

As per our report of even date attached
For M/s. RAMAMOORTHY (N) & CO.
Chartered Accountants
FRN: 002899S

CA K. Ramachandra Rao
Partner
MRN: 201334
UDIN:
26201334JRGJ4H2732

Place : Mangalagiri
Date :10-06-2026

For and on behalf of the Board of Directors

Mukesh Kumar Meena IAS
Chairman
DIN : 01232593

Sridhar Chamakuri, IAS
Managing Director
DIN: 11367621

K Venkata Ramana
DGM (F&A)

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED
CIN: U15400AP2015SGC097161
STATEMENT OF PROFIT & LOSS FOR THE YEAR ENDED 31 MARCH 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

	Particulars	Note No.	For the year ended 31 March 2026	For the year ended 31 March 2025
I	**Income**			
	Revenue from operations	19	14,64,423.37	13,70,651.10
	Other income	20	29,470.89	27,512.19
	Total Income		**14,93,894.26**	**13,98,163.29**
II	**Expenses**			
	Purchases of Stock-in-Trade	21	5,46,403.86	4,92,832.69
	Employee benefits expense	22	2,105.22	3,126.48
	Finance costs	23	1,07,217.44	1,02,424.09
	Depreciation and amortization expense	24	838.05	916.26
	Other expenses	25	7,37,779.87	7,89,158.61
	Total Expenses		**13,94,344.44**	**13,88,458.13**
III	**Profit/(loss) before exceptional items and tax**		**99,549.82**	**9,705.16**
IV	**Tax expense:**			
	Current tax		-	-
	Deferred tax		-	-
V	**Profit for the year**		**99,549.82**	**9,705.16**
VI	**Other Comprehensive Income**			
	A. (i) Items that will not be reclassified to Profit or Loss		(244.93)	(247.16)
	Income tax relating to the above		-	-
	B (i) Items that will be reclassified to Profit or Loss		-	-
	Income tax relating to the above		-	-
	Total Other Comprehensive Income / (Loss)		**(244.93)**	**(247.16)**
	Total Comprehensive Income for the year (V+VI)		**99,304.89**	**9,458.00**
	Earnings per share (Face value Rs.1000) - Diluted EPS	26	199.10	19.41

As per our report of even date attached
For M/s. RAMAMOORTHY (N) & CO
Chartered Accountants
FRN: 002899S

CA K. Ramachandra Rao
Partner
MRN: 201334
UDIN:
26201334JRGJ4H2732

Place : Mangalagiri
Date :10-06-2026

For and on behalf of the Board of Directors

Mukesh Kumar Meena IAS
Chairman
DIN : 01232593

Sridhar Chamakuri, IAS
Managing Director
DIN: 11367621

K Venkata Ramana
DGM (F&A)

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED
CIN: U15400AP2015SGC097161
CASH FLOW STATEMENT FOR THE YEAR ENDED AS ON 31 MARCH 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Cash flow from operating activities		
Profit before tax	**99,549.82**	**9,705.16**
Adjustments for :		
Depreciation and amortisation	838.05	916.26
Interest expense	1,07,217.44	1,02,424.09
Interest income	(13,808.21)	(14,624.13)
Impairment of Fixed Assets	810.11	-
Prior Period Adjustments	(1,563.32)	-
Fair Value Adjustments	(244.93)	(247.16)
Operating profit before working capital changes	**1,92,798.96**	**98,174.23**
Adjustments for changes in :		
Financial assets	(4,17,827.84)	1,00,862.24
Other assets	3,342.76	(65.52)
Trade payables	(3,879.37)	22,713.35
Financial liabilities	45,919.22	(10,321.05)
Other liabilities	(2,167.90)	1,963.22
Other provisions	(51.45)	228.63
Net cash flow from operating activities (A)	**(1,81,865.62)**	**2,13,555.11**
Cash flow from investing activities		
Payments for acquisition of Property, Plant & Equipement (PPE)	(887.28)	(1,219.64)
Proceeds on sale of Property, Plant & Equipement (PPE)	187.96	164.48
Change in Capital Work in Progress	6.43	601.70
Investment in bank deposits	(91,960.38)	33,678.28
Interest received	13,808.21	14,624.13
Net cash flow used in investing activities (B)	**(78,845.05)**	**47,848.95**
Cash flow from financing activities		
Receipt of long term borrowings	5,49,000.00	-
Repayments of long term borrowings	(1,13,775.00)	(1,00,050.00)
Interest paid - (Net)	(1,07,217.44)	(1,02,424.09)
Net cash flow from financing activities (C)	**3,28,007.56**	**(2,02,474.09)**
Net increase / (decrease) in cash & cash equivalents D = (A+B+C)	**67,296.89**	**58,929.97**
Opening cash and cash equivalents	**1,12,089.75**	**53,159.78**
Closing cash and cash equivalents (refer note 6(a))	**1,79,386.64**	**1,12,089.75**

As per our report of even date attached
For M/s. RAMAMOORTHY (N) & CO
Chartered Accountants
FRN: 002899S

CA K. Ramachandra Rao
Partner
MRN: 201334
UDIN: 26201334JRGJYH2732

For and on behalf of the Board of Directors

Mukesh Kumar Meena IAS
Chairman
DIN : 01232593

Sridhar Chamakuri, IAS
Managing Director
DIN: 11367621

K Venkata Ramana
DGM (F&A)

Place : Mangalagiri
Date :10-06-2026

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

CIN:U15400AP2015SGC097161

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED AS ON 31 MARCH 2026

A. Equity Share Capital

Rs. Lakhs

Balance at the beginning of April 1, 2025	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the year 2025-26	Balance at the end of March 31st, 2026
5.00	-	5.00	-	5.00

Rs. Lakhs

Balance at the beginning of April 1, 2024	Changes in Equity Share Capital due to prior period errors	Restated balance at the beginning of the current reporting period	Changes in equity share capital during the year 2025-26	Balance at the end of March 31, 2025
5.00	-	5.00	-	5.00

B. Other Equity

Rs. Lakhs

Particulars	Retained Earnings	Other items of other Comprehensive Income	Debenture Redemption Reserve	Total
Balance at the beginning of April 1, 2025	1,44,668.31	(215.34)	31,438.20	1,75,891.18
Changes in accounting policy or prior period errors	(1,563.32)	-	-	(1,563.32)
Restated balance as at April 1, 2025	1,43,105.00	(215.34)	31,438.20	1,74,327.86
Total Comprehensive Income for the current year	99,549.82	(244.93)	-	99,304.89
Balance at the end of March 31, 2026	2,42,654.82	(460.26)	31,438.20	2,73,632.75
Balance at the beginning of April 1, 2024	1,34,963.15	31.82	31,438.20	1,66,433.17
Changes in accounting policy or prior period errors	-	-	-	-
Restated balance as at April 1, 2024	1,34,963.15	31.82	31,438.20	1,66,433.17
Total Comprehensive Income for the current year	9,705.16	(247.16)	-	9,458.00
Balance at the end of March 31, 2025	1,44,668.31	(215.34)	31,438.20	1,75,891.18

* Other comprehensive income includes Actuarial Gain / (Loss) on remeasurement of defined benefit plans

Notes :
(a) Dividends declared/paid during the year and Amounts transferred to Retained Earnings Rs.Nil (FY 2024-25 Rs.Nil)
(b) Share application money pending allotment, Equity component of Compound financial instruments, Capital Reserves, Securities Premium, Debt/ Equity Instruments through OCI, Effective portion of Cash Flow hedges, Revaluation surplus etc. Rs.Nil (FY 2024-25 Rs.Nil)

This is the Statement of Changes in Equity referred to in our report of even date.

As per our report of even date attached
For M/s. RAMAMOORTHY (N) & CO
Chartered Accountants
FRN: 002899S

CA K. Ragachandra Rao
Partner
MRN: 201334
UDIN:
26201334JRGJYH2732

Place : Mangalagiri
Date :10-06-2026

For and on behalf of the Board of Directors

Mukesh Kumar Meena IAS
Chairman
DIN : 01232593

Sridhar Chamakuri, IAS
Managing Director
DIN: 11367621

K. Venkata Ramana
DGM (F&A)

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED
Notes forming part of the Financial Statements

1.Corporate information

Andhra Pradesh State Beverages Corporation Limited ('APSBCL/the Company') was incorporated vide the Government G.O.M.s.No.272, Revenue (Ex. II) Department, dt:16-07-2015, and registered with the Register of Companies, Hyderabad on 12 August 2015 with CIN No. U15400AP2015SGC097161. The business activity of the corporation commenced only from May 23, 2016.APSBCLis in the business of Retail and wholesale trade of Liquor in the State of Andhra Pradesh. The Company amended its Memorandum of Association in 2021, to utilize its income exclusively to promote interest of members of Schedule castes, Schedule tribes and Backward classes in the State of Andhra Pradesh by implementation of various welfare schemes entrusted under the Andhra Pradesh (Regulation of Trade in Indian Made Foreign Liquor) (Amendment) Act,2021,(Act No.31 of 2021).

APSBCL avails the exemption under Section 10(26B) of the Income-tax Act, 1961 as the Company is established by the government with an objective to promote the welfare and upliftment of Scheduled Castes, Scheduled Tribes, or Backward Classes.

An Ordinance namely, Andhra Pradesh Ordinance no 6 of 2024 was passed on September 30, 2024 (Act 29 of 2024) to amend the Andhra Pradesh (Regulation of Trade in Indian made foreign liquor, Foreign liquor) Act, 1993, allowing participation of private persons and other entities in the retail trading of liquor. As per the Government G.O. M.s no 210, Revenue (Excise) Department, dt 30-09-2024, Department shall - Grant of licenses of selling by shop. This policy changes include licensing of Retail Outlets, and pricing controls, which had a significant operational and financial impact on the Company. These changes resulted in decrease in revenue of the APSBCL especially after adjusting for margins and proportionately the associated costs.

As per GO Ms no 214, Tax structure has simplified and limited to Retail Excise Tax, Excise duty, Value added Tax, Special Margin, Additional Retail Excise Tax and Rounding off prices. This GO has introduced a Cess of 2%, dedicated to Narcotic control, de-addiction of measures/centres, counselling etc., to ensure that these public services receive the necessary financial support for effective operations.

2.Significant Accounting Policies

2.1 Basis of Preparation and Presentation

Compliance with Indian Accounting Standards (Ind AS):
The financial statements have been prepared in accordance with Ind AS notified under the Companies (Indian Accounting Standards) Rules, 2015, The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period, as explained in the accounting policies below these financial statements.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique. In estimating the fair value of an asset or a liability, the Company taken into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date. Fair value for measurement and/ or disclosure purposes in these financial statements is determined on such a basis, except for leasing transactions that are within the scope of Ind AS 116, and measurements that have some similarities to fair value but are not fair value, such as net realisable value in Ind AS 2.





In addition, for financial reporting purposes, fair value measurements are categorised into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

• Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

• Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

• Level 3 inputs are unobservable inputs for the asset or liability.

All assets and liabilities have been classified as current or non-current as per the Company's normal operating cycle and other criteria set out in the schedule III to the Companies Act, 2013. Based on the nature of products and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has determined its operating cycle as twelve months for the purpose of current – non-current classification of assets and liabilities.

2.2 Revenue recognition

Revenue from contract with customer

Revenue is measured at the fair value of the consideration received.

Revenue from the sale of alcoholic beverages is recognized at the point in time when control of goods is transferred to the customer, which generally coincides with delivery and acceptance of goods. The Company operates under the authority granted by the State of Andhra Pradesh and sells exclusively against advance payment or cleared funds; hence, there is no significant financing component or variable consideration. Revenue is measured at the transaction price agreed with customers, net of trade discounts and applicable taxes, if any. As the Company acts as a principal and there are no return, refund, or warranty obligations, each contract typically includes a single performance obligation to deliver goods, which is satisfied upon delivery.

2.3 Revenue from Sale of Products

Revenue from sale of products is recognised at the point in time when control of the asset is transferred. Generally, control is transferred when the product is dispatched to the customer or appropriated in accordance with the terms of Sale and when the Collectability of the resulting receivable is reasonably assured. With respect to recognition of revenue from Wholesale trade and of Alcoholic liquor, the company operates predominantly on cash basis to customers.

Revenue sale of products includes Basic Cost, Customs Duty, Whole Sale Trade Margin, GRO Margin, and Special Margin.

2.4 Revenue from Services

Revenue from services is recognised over the period of time as and when services are rendered in accordance with the specific terms of contract with customers.

2.5 Purchase Recognition

The Government of Andhra Pradesh, by virtue of Section 4(1) of the A.P. (Regulation of Trade in IMFL, Foreign Liquor) Act, 1993, holds the exclusive right to wholesale trade and distribution of IMFL, Beer and Foreign Liquor (FL) across the State. In exercise of this right, the Government has entrusted the wholesale trade operations to APSBCL vide G.O.Ms.No.98, Revenue (Excise-II) Department, dated 10.03.2016 and G.O.Ms.No.80, Revenue (Excise) Department, dated 23.02.2022. The Corporation carries on these operations as an Agent of the Government and is deemed an authority on its behalf under Section 68-A of the A.P. Excise Act, 1968. The G.O. fixes a remuneration of 0.5% of the prescribed price (Basic Price + Excise Duty/CVD + VAT thereon) as the Corporation's agency fee for all wholesale trade activities so conducted.

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Suppliers are empanelled through a competitive e-Procurement process under Rate Contract, with Basic Prices negotiated by a Government-constituted Tender Committee. Stocks are dispatched by Suppliers to APSBCL's IMFL Depots under valid Transport / Import Permits, with Excise Duty / CVD discharged by the Supplier in advance as per the Order for supply (OFS). The Corporation receives and holds such stocks solely as Custodian on behalf of the Government. It does not acquire ownership or title over the stocks at any stage. Risk, transit insurance and storage insurance remain with the Supplier throughout.

In the books of accounts of the Corporation, purchase value is recognised — and the corresponding payment liability to the Supplier is recorded — only to the extent of stocks actually sold to Retailers (A4 Shops / 2B Bars / Club licensees). The trigger for such recognition is the Invoice-cum-Delivery Challan (ICDC) generated on actual delivery of stocks to the Retailer. The purchase value so recognised is the Landed Cost, comprising Basic Price and Excise Duty / CVD, being the amount paid or payable to the Supplier in respect of the quantities covered by the ICDC. Stocks lying unsold at IMFL Depots do not give rise to any purchase entry or payment liability in the Corporation's accounts.

Retailers remit the sale value directly to the Government Treasury / P.D. Account through the CFMS payment module prior to raising an indent. The Corporation releases payment of Landed Cost to the Supplier from such Government sale proceeds, on the 46th day from the date of sale, or earlier on a weekly basis at the Supplier's option subject to a notified discount. This flow confirms that the Corporation acts as a conduit — collecting on behalf of the Government and paying Suppliers for quantities actually sold — at no point trading for its own account.

The Corporation's own income in connection with these operations is limited to: (i) the agency remuneration of 0.5% as fixed by the G.O.,(ii) Discount on payment and (iii) penalty income levied on Suppliers for unsold stocks beyond stipulated ageing periods (90 / 180 / 300 days) and insurance recoveries — all recognised on accrual basis.

The above procurement policy establishes that APSBCL is an Agent and Custodian of the Government of Andhra Pradesh. Purchase of IMFL / Beer / FL is recorded in the Corporation's books only to the extent of stocks sold to Retailers, at Landed Cost (Basic Price + Excise Duty / CVD), consistent with the Government's intention that the Corporation's role is that of a wholesale agent and not a principal trader.

2.6 Other operating revenues

Other operating revenues comprise of income from ancillary activities incidental to the operations of the Company and is recognised when the right to receive the income is established as per the terms of the contract. The Company collects penalty charges from suppliers on Non moving/slow moving stocks and recognising it under other income. However, the company has taken over the business of wholesale in IMFL and Beer since 9th November 2021 from the Commissioner of Prohibition and excise (CPE).

2.7 Dividend and interest income

Dividend income from investments is recognised when the Company's right to receive payment has been established (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably).

Interest income is accrued on a time basis, by reference to the principal outstanding and at the effective interest rate applicable (provided that it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably)

Provisions for estimated losses, if any, on uncompleted contracts are recorded in the period in which such losses become probable based on the estimated efforts or costs to complete the contract.

2.8 Foreign currency transactions

The Company's financial statements are presented in Indian Rupees (Rs.), which is also the Company's functional currency. However no foreign currency transactions during current financial year.

2.9 Borrowing costs

Borrowing costs directly attributable to the acquisition, construction or production of qualifying assets, which are assets that necessarily take a substantial period of time to get ready for their intended use or sale, are added to the cost of those assets, until such time as the assets are substantially ready for their intended use or sale.

All other borrowing costs are recognised in profit or loss in the period in which they are incurred.

2.10 Government grants

Government grants are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them, for receiving the grants.

Government grants relating to income are recognised in Statement of profit or loss on a systematic basis over the periods in which the Company recognises as expenses the related costs for which the grants are intended to compensate.

Grant relating to assets are netted off against the acquisition cost of the asset.

2.11 Employee benefits

Employee benefits include short-term employee benefits, if expected to be settled wholly before twelve months after the end of the annual reporting period in which the employees render the related services, post-employment benefits, other long-term employee benefits and termination benefits.

Employee benefits include benefits provided either to employees or to their dependants or beneficiaries and may be settled by payments (or the provision of goods or services) made either directly to the employees, to their spouses, children or other dependants or to others, such as insurance companies.

An employee may provide services to an entity on a full-time, part-time, permanent, casual or temporary basis.

2.12 Retirement benefit costs and termination benefits

Payments to defined contribution plans i.e., Company's contribution to provident fund, superannuation fund, other funds and employee state insurance are determined under the relevant schemes and/ or statute and charged to the Statement of Profit and Loss in the period of incurrence when the services are rendered by the employees.

For defined benefit plans i.e. Company's liability towards gratuity (funded), other retirement/ terminations benefits and compensated absences, the cost of providing the benefits is determined using the projected unit credit method, with actuarial valuations being carried out at the end of each annual reporting period. Defined benefit costs comprise of:

- service cost (including current service cost, past service cost, as well as gains and losses on curtailments and settlements);
- net interest expense or income; and
- re-measurement.

The Company presents the first two components of defined benefit costs in profit or loss in the line item 'Employee benefits expense'. Curtailment gains and losses are accounted for as past service costs.

Re-measurement of net defined benefit liability/ asset is reflected immediately in the balance sheet with a charge or credit recognised in other comprehensive income in the period in which they occur. Re-measurement recognised in other comprehensive income is reflected immediately in retained earnings and is not reclassified to profit or loss.





2.13 Short-term and other long-term employee benefits

A liability is recognised for benefits accruing to employees in respect of salaries, wages, performance incentives, medical benefits and other short-term benefits in the period the related service is rendered, at the undiscounted amount of the benefits expected to be paid in exchange for that service.

Liabilities recognised in respect of other long-term employee benefits are measured at the present value of the estimated future cash outflows expected to be made by the Company in respect of services provided by employees up to the reporting date.

2.14 Income taxes

Tax expense is calculated using applicable tax rate and laws that have been enacted or substantially enacted. In arriving at taxable profit and all tax bases of assets and liabilities, the Company determines the taxability based on tax enactments, relevant judicial pronouncements and tax expert opinions, and makes appropriate provisions which includes an estimation of the likely outcome of any open tax assessments / litigations. Any difference is recognised on closure of assessment or in the period in which they are agreed.

Current tax is determined on taxable profits for the year chargeable to tax in accordance with the applicable tax rates and the provisions of the Income-tax Act, 1961 including other applicable tax laws that have been enacted or substantively enacted. Company availed the Exemption under Section 10(26B) of Income tax act, 1961.

Deferred income tax assets are recognized to the extent that it is probable that future taxable income will be available against which the deductible temporary differences, unused tax losses, unabsorbed depreciation and unused tax credits could be utilised. The ultimate realization of deferred income tax assets is dependent upon the generation of future taxable income during the periods in which the temporary differences become deductible. Management considers the scheduled reversals of deferred income tax liabilities and projected future taxable income in making this assessment. Based on the level of historical taxable income and projections for future taxable income over the periods in which the deferred income tax assets are deductible, management believes that the Company will realize the benefits of those deductible differences. The amount of the deferred income tax assets considered realizable, however, could be reduced in the near term if estimates of future taxable income during the carry forward period are reduced.

2.15 Segment information

The Company is primarily engaged in single business segment which is Whole sale Trade of Alcoholic liquor in the State of Andhra Pradesh.

2.16 Property, plant and equipment

Property, plant and equipment held for use in the production or supply of goods or services, or for administrative purposes, are stated in the balance sheet at cost (net of duty/ tax credit availed) less accumulated depreciation and accumulated impairment losses.

Properties in the course of construction for production, supply or administrative purposes are carried at cost, less any recognised impairment loss. Cost includes professional fees and, for qualifying assets, borrowing costs capitalised in accordance with the Company's accounting policy. Such properties are classified to the appropriate categories of property, plant and equipment when completed and ready for intended use. Depreciation of these assets, on the same basis as other property assets, commences when the assets are ready for their intended use.

Depreciation is recognised to write off the cost of assets (other than properties under construction) less their residual values over their useful lives, using the Written Down Value. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.



Estimated useful lives of the assets, based on technical assessment, which are different in certain cases from those prescribed in Schedule II to the Act, are as follows:

Particulars	Useful life (years)
Furniture	10
Vehicles	8
Office equipment	5
Electrical Asset	10
Air Conditioners	10
Generators	5
Computer Items	3
Buildings	30

When significant parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of Property, Plant and Equipment.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

2.17 Impairment of tangible and intangible assets

At the end of each reporting period, the Company determines whether there is any indication that its tangible and intangible assets carried at cost have suffered an impairment loss with reference to their carrying amounts. If any indication of impairment exists, the recoverable amount of such assets is estimated and impairment is recognised, if the carrying amount exceeds the recoverable amount. Recoverable amount is higher of the fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

Retail outlet assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Retail outlet units were closed and accordingly, the related assets were assessed for impairment. Based on such assessment, an impairment loss of Rs.8,10,10,979/- has been recognized in the Statement of Profit and Loss in accordance with the applicable Indian Accounting Standards (Ind AS 36 – Impairment of Assets).

When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which a reasonable and consistent allocation basis can be identified.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss.

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2.18 Leases

The Company's leased asset primarily consists of lease of land and buildings. The Company, at the inception of a contract, assesses whether the contract is a lease or not a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a time in exchange for a consideration. This policy has been applied to contracts existing and entered into on or after April 01, 2019.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made on or before the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received. The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the end of the lease term.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement dare, discounted using the Company's incremental borrowing rate. It is remeasured when there is a change in the future lease payments arising from a change in an index rate, is there is a change in the Company's estimate of the amount expected to be payable under a residual value guarantee, or if the Company changes its assessment of whether it will exercise a purchase, extension or termination option. When the lease liability is remeasured in this way, a corresponding adjustment is made to the carrying amount of the right-of-use asset has been reduced to zero.

The Company has elected not to recognise right-of-use assets and lease liabilities for short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Company recognises the lease payments associated with these leases as an expense over the lease term.

Ind AS 116 requires lessees to determine the lease term as the non-cancellable period of a lease adjusted with any option to extend or terminate the lease, if the use of such option is reasonably certain. The Company makes an assessment on the expected lease term on a lease-by-lease basis and thereby assesses whether it is reasonably certain that any options to extend or terminate the contract will be exercised. In evaluating the lease term, the Company considers factors such as costs relating to the termination of the lease and the importance of the underlying asset to the Company's operations taken into account the location of the underlying asset and the availability of suitable alternatives. The lease term in future periods is reassessed to ensure that the lease term reflects the current economic circumstances.

2.19 Inventories

The Corporation does not recognize inventories in its books of account as the ownership and related risks and rewards of stock remain with the respective suppliers until sale to shops/bars. Accordingly, unsold stock lying at depots is treated as stock held on behalf of suppliers and the responsibility for such inventories rests with the suppliers.

2.20 Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that the Company will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taken into account the risks and uncertainties surrounding the obligation. When a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows (when the effect of the time value of money is material).

When some or all of the economic benefits required to settle a provision are expected to be recovered from a third party, a receivable is recognised as an asset if it is virtually certain that reimbursements will be received and the amount of the receivable can be measured reliably.

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2.21 Financial instruments

Financial assets and financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs directly attributable to the acquisition of financial assets or financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

2.22 Financial assets

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the marketplace.

2.23 Classification of financial assets

Debt instruments that meet the following conditions are subsequently measured at amortised cost:

• the asset is held within a business model whose objective is to hold assets in order to collect contractual cash flows; and

• the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments on principal and interest on the principal amount outstanding.

Debt instruments that meet the following conditions are subsequently measured at FVTOCI:

• the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and

• the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding

The Company has determined the classification of debt instruments in terms of whether they meet amortised cost criteria or the FVTOCI criteria based on the facts and circumstances that existed as of the transition date. Accordingly, the Company has classified all debt instruments as of the transition date at amortised cost.

For the impairment policy on financial assets measured at amortised cost.

All other financial assets are subsequently measured at fair value.

2.24 Effective interest method

The effective interest method is a method of calculating the amortised cost of a debt instrument and of allocating interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the debt instrument, or, where appropriate, a shorter period, to the net carrying amount on initial recognition.

Income is recognised on an effective interest basis for debt instruments other than those financial assets classified as at FVTPL. Interest income is recognised in profit or loss and is included in the "Other Income" line item.





2.25 Financial assets at fair value through profit or loss (FVTPL)

Investments in equity instruments (other than in subsidiaries, joint ventures and associates) are classified as at FVTPL, unless the Company irrevocably elects on initial recognition to present subsequent changes in fair value in other comprehensive income for investments in equity instruments which are not held for trading.

Debt instruments that do not meet the amortised cost criteria or FVTOCI criteria are measured at FVTPL.

Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any dividend or interest earned on the financial asset and is included in the "Other Income" line item.

2.26 Impairment of financial assets

The Company applies expected credit loss model for recognising impairment loss on financial assets measured at amortised cost, other contractual rights to receive cash or other financial assets, and financial guarantees not designated as at FVTPL.

Expected credit losses are measured through a loss allowance at an amount equal to:

a. the 12 months expected credit losses (expected credit losses that result from those default events on the financial instrument that are possible within 12 months after the reporting date); or

b. full lifetime expected credit losses (expected credit losses that result from all possible default events over the life of the financial instrument).

For trade receivables or any contractual right to receive cash or another financial asset that result from transactions that are within the scope of Ind AS 115. The Company always measures the loss allowance at an amount equal to lifetime expected credit losses.

Further, for the purpose of measuring the lifetime expected credit loss allowance for trade receivables, the Company has used a practical expedient as permitted under Ind AS 109. This expected credit loss allowance is computed based on a provision matrix which taken into account historical credit loss experience and adjusted for forward-looking information.

2.27 De-recognition of financial assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another party. If the Company neither transfers nor retains substantially all the risks and rewards of ownership and continues to control the transferred asset, the Company recognises its retained interest in the asset and an associated liability for amounts it may have to pay. If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On de-recognition of a financial asset in its entirety, the difference between the asset's carrying amount and the sum of the consideration received and receivable is recognised in the Statement of profit and loss.

Financial liabilities and equity instruments

2.28 Classification as debt or equity

Debt and equity instruments issued by the Company are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.



2.29 Equity instruments

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued are recognised at the proceeds received, net of direct issue costs.

2.30 Financial liabilities

All financial liabilities are subsequently measured at amortised cost using the effective interest rate method or at **FVTPL.**

The company has raised funds by issuing Secured, Rated, Redeemable, Taxable, Non-convertible Debentures (NCDs)(Listed and Unlisted). Out of the issue proceeds of NCDs, amount spent for Socio economic projects and issue costs (transaction costs) have been treated as Deferred Revenue Expenditure and amortized over the period of term of NCDs. With respect to amortisation of deferred revenue expenditure, the company adopted a method of amortising the expenditure equally with the principal repaid to investors for every quarter i.e., May, August, November, February of every year.

With respect to above funds, Company is obliged to maintain Debenture redemption reserve (DRR) for earmarking the funds for repayment. However, the Company has been maintaining separate account in the name of Debt Service Reserve Account in which we are maintaining two quarters service repayment. The amount maintained at debt service reserve account is sufficient to cover the Debt Redemption reserve (DRR) requirement for the series I, II & IV NCD's.

2.31 Trade payables:

Trade payables include Net Excise Duty i.e., Excise duty received from the suppliers on supply less excise duty paid to suppliers at the time of sale.

The Company obtains MSME certificates from suppliers on yearly basis. The suppliers who have provide the certificates have been recognised as MSME based on their category as per the certificate.

2.32 Financial liabilities at FVTPL

Financial liabilities are classified as at FVTPL when the financial liability is held for trading or it is designated as at FVTPL.

A financial liability is classified as held for trading if:

• it has been incurred principally for the purpose of repurchasing it in the near term; or

• on initial recognition it is part of a portfolio of identified financial instruments that the Company manages together and has a recent actual pattern of short-term profit-taking; or

• it is a derivative that is not designated and effective as a hedging instrument.

Financial liabilities at FVTPL are stated at fair value, with any gains or losses arising on re-measurement recognised in profit or loss. The net gain or loss recognised in profit or loss incorporates any interest paid on the financial liability and is included in the 'Other Income' line item.

2.33 Financial liabilities subsequently measured at amortised cost

Financial liabilities that are not held-for-trading and are not designated as at FVTPL are measured at amortised cost at the end of subsequent accounting periods. The carrying amounts of financial liabilities that are subsequently measured at amortised cost are determined based on the effective interest method. Interest expense that is not capitalised as part of cost of an asset is included in the "Finance Costs" line item.

The effective interest method is a method of calculating the amortised cost of a financial liability and of allocating interest expense over the relevant period. The effective interest rate is the rate that exactly discounts



estimated future cash payments (including all fees and points paid or received that form an integral part of the effective interest rate, transaction costs and other premiums or discounts) through the expected life of the financial liability, or (where appropriate) a shorter period, to the net carrying amount on initial recognition.

2.34 De-recognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company's obligations are discharged, cancelled or have expired. An exchange between with a lender of debt instruments with substantially different terms is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. Similarly, a substantial modification of the terms of an existing financial liability (whether or not attributable to the financial difficulty of the debtor) is accounted for as an extinguishment of the original financial liability and the recognition of a new financial liability. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

2.35 Critical accounting judgments

The preparation of financial statements in conformity with Ind AS requires the Company's Management to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities recognised in the financial statements that are not readily apparent from other sources. The judgements, estimates and associated assumptions are based on historical experience and other factors including estimation of effects of uncertain future events that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates (accounted on a prospective basis) and recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods of the revision affects both current and future periods.

The following are the critical judgements and estimations that have been made by the Management in the process of applying the Company's accounting policies and that have the most significant effect on the amounts recognised in the financial statements and/or key sources of estimation uncertainty at the end of the reporting period that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

2.36 Fair value measurements and valuation processes

Some of the Company's assets and liabilities are measured at fair value for financial reporting purposes. The Management determines the appropriate valuation techniques and inputs for the fair value measurements.

In estimating the fair value of an asset or a liability, the Company uses market-observable data to the extent it is available. Where Level I inputs are not available, the Company uses Level II inputs or Level III inputs as the case may be with a view to maximise the observable inputs and minimise the use of unobservable inputs.

2.37 Recent accounting pronouncements

The Ministry of Corporate Affairs ("MCA") has notified certain amendments to the Indian Accounting Standards ("Ind AS") applicable from April 1, 2025.

The Company has evaluated the impact of these amendments on its financial statements and concluded that the same are not expected to have any material impact on the financial position or performance of the Company.

2.38 Government Schemes:

The Company amended its Memorandum of Association in 2021, to utilize its income exclusively to promote interest of members of Schedule castes, Schedule tribes and Backward classes in the State of Andhra Pradesh by implementation of various welfare schemes entrusted under the Andhra Pradesh (Regulation of Trade in Indian Made Foreign Liquor) (Amendment) Act,2021,(Act No.31 of 2021).

During the year, the Company incurred a total expenditure of ₹6,07,104.77 lakhs towards social welfare and economic benefit initiatives (NTR Bharosa Scheme).



ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

3 PROPERTY, PLANT AND EQUIPMENT

All Amounts are in ₹ Lakhs, unless otherwise stated

PARTICULARS	GROSS CARRYING AMOUNT				DEPRECIATION / AMORTISATION				NET CARRYING AMOUNT
	As at 1 April 2025	Additions	Adjustments	As at 31 March 2026	As at 1 April 2025	Charge during the year	Adjustments	As at 31 March 2026	As at 31 March 2026
Buildings	1474.58	197.01	-	1,671.59	85.03	141.31	-	226.34	1,445.25
Plant and equipment	12.88	9.25	-	22.13	11.86	2.51	0.08	14.46	7.68
Furniture and fittings	550.75	8.03	(1.67)	557.11	404.96	30.60	100.25	535.80	21.31
Vehicles	11.80	0.00	-	11.80	10.35	0.45	-	10.81	0.99
Office Equipment	6120.62	672.99	(186.30)	6,607.32	4,854.25	663.18	709.78	6,227.20	380.11
Total	**8,170.64**	**887.28**	**(187.96)**	**8,869.96**	**5,366.45**	**838.05**	**810.11**	**7,014.61**	**1,855.35**

FY 2024-25

PARTICULARS	GROSS CARRYING AMOUNT				DEPRECIATION / AMORTISATION				NET CARRYING AMOUNT
	As at 1 April 2024	Additions	Adjustments	As at 31 March 2025	As at 31 March 2024	Charge during the year	Adjustments	As at 31 March 2025	As at 31 March 2025
Buildings	380.49	1,094.09	-	1,474.58	30.32	54.70	-	85.03	1,389.56
Plant and equipment	12.88	-	-	12.88	11.03	0.84	-	11.86	1.02
Furniture and fittings	555.31	2.83	(7.39)	550.75	355.31	49.64	-	404.96	145.80
Vehicles	11.80	-	-	11.80	9.70	0.66	-	10.35	1.45
Office Equipment	6,155.00	122.72	(157.10)	6,120.62	4,043.82	810.42	-	4,854.25	1,266.37
Total	**7,115.49**	**1,219.64**	**(164.48)**	**8,170.64**	**4,450.18**	**916.26**	**-**	**5,366.45**	**2,804.20**

Notes:

A) No proceedings have been initiated during the year or are pending against the Company as at March 31st, 2025 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

B) Retail outlet assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of the assets may not be recoverable. Retail outlet units were closed and accordingly, the related assets were assessed for impairment. Based on such assessment, an impairment loss of Rs.8,10.11 Lakhs has been recognized in the Statement of Profit and Loss in accordance with the applicable Indian Accounting Standards (Ind AS 36 – Impairment of Assets).

4 Capital work in progress

Particulars	As at 1 April 2025	Additions	Capitalization	As at 31 March 2026
Capital Work in Progress	6.43	-	6.43	-

Particulars	As at 1 April 2024	Additions	Capitalization	As at 31 March 2025
Capital Work in Progress	608.13	472.92	1,074.62	6.43

CWIP Ageing schedule

Amount in CWIP for a period of	As at 31 March 2026				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

Amount in CWIP for a period of	As at 31 March 2025				
	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Projects in progress	-	6.43	-	-	6.43
Projects temporarily suspended	-	-	-	-	-

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Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

	Particulars	As at 31 March 2026	As at 31 March 2025
5	**OTHER FINANCIAL ASSETS - NON CURRENT**		
	Deffered revenue expediture	13,08,915.40	9,48,194.50
	Gratuity fund	-	-
		13,08,915.40	**9,48,194.50**
6	**(a). Cash and cash equivalents**		
	(i) Balances with Banks		
	- in current accounts	1,01,291.77	37,687.88
	- in Sweeping accounts	41,231.17	61,368.55
	(ii) Cash on hand	3.13	8.84
	(iii) Remittance in transit	16,732.86	12,480.15
	(iv) Green Channel PD	20,127.71	544.33
	(A)	**1,79,386.64**	**1,12,089.75**
	(b). Other bank balances		
	- in deposit account*	2,04,052.18	1,12,091.80
	(B)	**2,04,052.18**	**1,12,091.80**
	* Represents deposit with original maturity less than twelve months		
7	**CURRENT FINANCIAL ASSETS - OTHERS**		
	Unsecured, considered good		
	Advance to Excise Dept, Govt. of AP	2,17,478.43	2,16,622.66
	Employee advances	7.30	7.83
	Advance to APBCL	-	11.87
	Other Recoverables at Units	30.58	29.76
	Accrued interest on fixed deposits	2,768.70	1,650.27
	Accrued Interest on Staff Advances	0.02	1.05
	Deffered Revenue Expediture-Current	1,54,950.00	1,00,050.00
	Advance to Others	363.79	133.62
	Security deposits	99.11	83.94
		3,75,697.94	**3,18,591.00**
8	**Current tax assets (net)**		
	Receivable from Income Tax Department	**930.65**	**2,476.55**
9	**OTHER CURRENT ASSETS**		
	Unsecured, considered good		
	Prepaid expenses	67.41	58.58
	Advance to others	-	1,804.27
	Other recoverables	-	1.42
		67.41	**1,864.27**

RAMAMOORTHY & CO. VIZAG Chartered Accountants

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

	Particulars	As at 31 March 2026	As at 31 March 2025
10	**EQUITY SHARE CAPITAL**		
	Authorised		
	1000 (Previous year 1000) Equity shares of ₹10000/- each	10.00	10.00
		10.00	**10.00**
	Issued		
	500 subscribed and fully paid up (Previous year 500) Equity shares of ₹10000/- each	5.00	5.00
		5.00	**5.00**
	Notes:		
	(a). Reconciliation of number of Equity share		
	Balance as at the beginning of the year	5.00	5.00
	Add: Issued during the year	-	-
	Balance as at the end of the year	**5.00**	**5.00**

(b). Aggregate number and class of shares allotted for consideration other than cash / bonus shares in five years immediately preceding balance sheet date as on 31 March 2025and aggregate number of shares bought back is Nil

(c). Shareholders holding more than 5% of the total share capital

Name of the Shareholder	As at 31 March 2026		As at 31 March 2025	
	No of Equity shares held	% of holding in that class of shares	No of Equity shares held	% of holding in that class of shares
Government of Andhra Pradesh	500	100%	500	100%
	500	100%	500	100%

d. Shareholding of Promoters

Name of the Promoter	As at 31 March 2026		As at 31 March 2025	
	No of Equity shares held	% of holding in that class of shares	No of shares held	% of holding in that class of shares
Government of Andhra Pradesh	500	100%	500	100%
	500	100%	500	100%

Note:
'As per G.O.Ms.No.272, dt:16.07.2015 the Authorised Share Capital of the Corporation shall be ₹10.00 lakhs with initial Paidup Capital of ₹5.00 lakhs.
The number of Shares held on behalf of the Governor of Andhra Pradesh, who will hold 494 Shares of the face value of ₹ 1,000/- each of the Corporation i.e, APSBCL in favour of Deputy Secretary, Revenue (Ex) Department (Governor Representative)
The other authorised Subscribers to the MOA of the Corporation who will hold 1 Share each i.e, 6 members (Value of ₹1,000/-) of the Corporation.
1) Managing Director
2) Director of Enforcement, Prohibition & Excise
3) Additional Commissioner, Prohibition & Excise
4) Assistant Secretary to Government, Rev(Ex) Department
5) Section Officer, Revenue (Ex-II) Department
6) Assistant Section Officer, Revenue (Ex-II) Department

e. Rights, preferences and restrictions in respect of equity shares issued by the Company

The company has only one class of equity shares having a par value of ₹10000/- each.Each holder of equity Shares is entitled to one vote .The Dividend proposed by the board of Directors , if any is subject to approval of share holders in the ensuring Annual General Meeting , except interim dividend ,which can be approved by the Board of Directors.In the event of liquidation , the holders of equity shares will be entitled to receive remaining assets of company ,after distribution of all the preferential amounts ,if any . The distribution will be in proportion to the number of equity shares held by the Share holders.

	Particulars	As at 31 March 2026	As at 31 March 2025
11	**OTHER EQUITY**		
	(Surplus Statement of Profit and Loss)		
	Opening Balance	1,44,668.31	1,34,963.15
	Add: Profit for the year	99,549.82	9,705.16
	Less: Transferred to Debenture Redemption Reserve	-	-
	Less: Prior Period Expenses	(1,563.32)	
	Balance as at the end of the year(a)	**2,42,654.81**	**1,44,668.31**
	Other Comprehensive Income		
	Opening Balance	(215.34)	31.82
	Add: Other Comprehensive Income arising from remeasurement of defined benefit obligation net of Income Tax	(244.93)	(247.16)
	Balance as at the end of the year(b)	**(460.26)**	**(215.34)**
	Debenture Redemption Reserve		
	Opening Balance	31,438.20	31,438.20
	Add: Transferred from Retained Earnings	-	-
	Balance as at the end of the year (c)	**31,438.20**	**31,438.20**
	Total Other Equity (a+b+c)	**2,73,632.75**	**1,75,891.18**

RAMAMOORTHY & CO. VIZAG Chartered Accountants

All Amounts are in ₹ Lakhs, unless otherwise stated

NON CURRENT FINANCIAL LIABILITIES

12 BORROWINGS

Particulars	As at 31 March 2026	As at 31 March 2025
Secured loan	**₹ Lakhs**	**₹ Lakhs**
9.62% Non- Convertible Debentures, (100050 nos shares @₹ 1000000 face value)	6,33,812.50	7,33,862.50
9.15% Non- Convertible Debentures, (549000 nos shares @₹ 100000 face value)	5,35,275.00	-
8.50% Unlisted Non-Convertible Debenture (314382 nos shares @₹ 100000 face value)	3,14,382.00	3,14,382.00
Less: Current maturities of long term loan from Financial institutions	-1,54,950.00	-1,00,050.00
Total	**13,28,519.50**	**9,48,194.50**
Unsecured loan		
Loan from Government of Andhra Pradesh	1,41,262.00	1,41,262.00
Total	**14,69,781.50**	**10,89,456.50**

Statement of Qualified Borrowings - Large Corporate Entity

(a) Outstanding Qualified Borrowings at the start of the financial year --₹10,48,244.50 Lakhs
(Non Current Borrowings ₹9,48,194.50 Lakhs and Current Borrowings ₹1,00,050.00 Lakhs)

(b). Outstanding Qualified Borrowings at the end of the financial year -₹14,83,469.50 Lakhs-
(Non Current Borrowings ₹13,28,519.50 Lakhs and Current Borrowings ₹1,54,950.00 Lakhs)

(c). Highest credit rating of the company relating to the unsupported bank borrowings or plain vanilla bonds, which have no structuring/support built in

The Company holds an ACUITE "AA" rating only in respect of credit-enhanced instruments, which does not qualify as a rating for unsupported bank borrowings or plain vanilla bonds. Accordingly, The Company does not meet the prescribed criteria for classification as a Large Corporate, and therefore, the requirement for Large Corporate disclosure is not applicable.

13 Long-term provisions

Particulars	As at 31 March 2026	As at 31 March 2025
Employee benefit provisions		
Leave Enchasmenet Payable(refer note 29)	42.37	355.22
Gratuty (refer note 29)	280.43	18.03
Total	**322.80**	**373.25**

RAMAMOORTHY (N.) & CO. VIZAG Chartered Accountants

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

	Particulars	As at 31 March 2026	As at 31 March 2025
	CURRENT FINANCIAL LIABILITIES		
14	**BORROWINGS**		
	Current maturities of Long term Borrowings(refer note 12)	1,54,950.00	1,00,050.00
		1,54,950.00	**1,00,050.00**
15	**TRADE PAYABLES**		
	a) Dues of micro enterprises and small enterprises	5,796.80	4,155.26
	b) Dues of creditors other than micro enterprises and small enterprises	63,060.51	68,581.43
		68,857.31	**72,736.68**

Ageing as on 31 March 2026

Repayments	Outstanding for following periods from due date of payment				
	Not due	Due within 1 Year	Due 1 to 2 Years	Due 2 to 3 Years	Total
MSME	-	5,796.80	-	-	5,796.80
Others	-	63,060.51	-	-	63,060.51
MSME - Disputed	-	-	-	-	-
Others - Disputed	-	-	-	-	-
Total	-	68,857.31	-	-	68,857.31

Ageing as on 31 March 2025

Repayments	Outstanding for following periods from due date of payment				
	Not due	Due within 1 Year	Due 1 to 2 Years	Due 2 to 3 Years	Total
MSME	-	4,155.26	-	-	4,155.26
Others	-	68,581.43	-	-	68,581.43
MSME - Disputed	-	-	-	-	-
Others - Disputed	-	-	-	-	-
Total	-	72,736.68	-	-	72,736.68

16	**OTHER FINANCIAL LIABILITIES**		
	a) Employee Benefits	20.87	11.49
	b) Payable to Govt. of AP	8,606.45	14,801.02
	c) EMD & SD Payable	4,034.46	3,567.56
	d)Interest Payable on Debentures	12,002.17	8,274.11
	e)Guarantee Commission Payable	37,277.64	26,297.64
	f)Payable to APBCL	37,907.85	33.82
	f) Other payables	2,784.42	3,729.01
		1,02,633.87	**56,714.65**
17	**OTHER CURRENT LIABILITIES**		
	Statutory Liabilities		
	Provident Fund	18.80	25.72
	TDS Deducted under Income Tax Act	93.15	110.09
	TCS Collectedcted under Income Tax Act	541.29	2,655.41
	Profession Tax	6.33	0.35
	GST Payable	52.77	88.65
		712.33	**2,880.23**
18	**CURRENT LIABILITIES - PROVISIONS**		
	Provision for Audit Fee	10.00	11.00
	Others	-	-
		10.00	**11.00**

RAMAMOORTHY IYER & CO. VIZAG Chartered Accountants

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

19	REVENUE FROM OPERATIONS		For the year ended 31 March 2026	For the year ended 31 March 2025
	(a) Sale of products	(A)	14,64,423.37	13,70,459.60
	(b) Other operating revenues - Scrap sales	(B)	-	191.50
	Total Revenue from Operations	(A+B)	**14,64,423.37**	**13,70,651.10**

20	OTHER INCOME		
	a)Interest income from - Bank	13,534.37	14,579.33
	- Others	273.84	44.80
	b) Other Income	15,662.68	12,888.06
	Total Other Income	**29,470.89**	**27,512.19**

21	PURCHASES OF STOCK-IN-TRADE - TRADED GOODS	For the year ended 31 March 2026	For the year ended 31 March 2025
	Purchases	5,46,403.86	4,92,832.69
		5,46,403.86	**4,92,832.69**

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

	Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
22	**EMPLOYEE BENEFITS EXPENSE**		
	a) Salaries, wages and bonus	1,794.95	2,825.02
	b) Contribution to Gratuity fund	113.63	52.48
	c) Contribution to provident, ESI and other funds	128.82	180.67
	d) Staff Welfare expenses	67.82	68.31
		2,105.22	**3,126.48**
23	**FINANCE COSTS**		
	Interest on Debentures	1,07,217.44	1,02,424.09
		1,07,217.44	**1,02,424.09**
24	**DEPRECIATION AND AMORTIZATION EXPENSES**		
	(i) Buildings	141.31	54.70
	(ii) Plant and equipment	2.51	0.84
	(iii) Furniture and fittings	30.60	49.64
	(iv) Office equipment	663.18	810.42
	(v) Vehicles	0.45	0.66
	Total	**838.05**	**916.26**

RAMAMOORTHY (N) & CO. VIZAG Accountants

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

25	OTHER EXPENSES	For the year ended 31 March 2026	For the year ended 31 March 2025
	Advertisment	27.18	20.70
	Audit Fee to Statutory Auditors (refer note 35)	15.50	19.50
	Bank charges	0.46	1.32
	General expenses	93.98	142.41
	GST Input Tax paid	432.41	5,306.89
	Govt. Schemes	6,07,104.77	6,43,141.44
	Insurance	-	(3.01)
	Listing Fee	-	0.75
	Office Maintainance	116.40	340.49
	Outsourcing & Security Services	1,663.31	25,480.76
	Postage & Telephones	4.14	28.06
	Power & Fuel	80.95	618.04
	Printing & Stationary	37.55	78.88
	Professional Charges	398.42	648.11
	Rates & Taxes	15.17	119.79
	Rent on IMFL Depots	732.60	568.29
	Rent on Office Building	59.98	40.91
	Rent on Retail Outlets	-	4,745.41
	Repairs & Maintenance	67.95	142.87
	Transportation Charges	0.45	6,671.32
	Travelling & Conveyance	87.78	173.44
	Vehicle Hire Charges	197.97	245.91
	CSR Expenditure	901.78	503.90
	Impariment of Assets	810.11	-
	NCD Transction Expenses	156.00	72.44
	Guarantee Commission	10,980.00	-
	Amortsation of Deferered Revenue expenditure	1,13,775.00	1,00,050.00
	Total OtherExpenses	**7,37,779.87**	**7,89,158.61**

RAMAMOORTHY INDIA CO. VIZAG

26 Earnings per share

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Basic earnings per share		
From continuing operations	199.10	19.41
From discontinued operations	-	-
Total basic earnings per share	199.10	19.41
Diluted earnings per share		
From continuing operations	199.10	19.41
From discontinued operations	-	-
Total diluted earnings per share	199.10	19.41

Basic earnings per share

The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share are as follows.

	For the year ended 31 March 2026 Rs.in Lakhs	For the year ended 31 March 2025 Rs.in Lakhs
Profit for the year attributable to owners of the Company	99,549.82	9,705.16
Adjustments	-	-
Earnings used in the calculation of basic earnings per share	99,549.82	9,705.16
Profit for the year from discontinued operations used in the calculation of basic earnings per share from discontinued operations	-	-
Others [describe]	-	-
Earnings used in the calculation of basic earnings per share from continuing operations	99,549.82	9,705.16

	For the year ended 31 March 2026 Nos.	For the year ended 31 March 2025 Nos.
Weighted average number of ordinary shares for the purposes of basic earnings per share	500	500

Diluted earnings per share

The earnings used in the calculation of diluted earnings per share are as follows.

	For the year ended 31 March 2026 Rs.in Lakhs	For the year ended 31 March 2025 Rs.in Lakhs
Earnings used in the calculation of basic earnings per share	99,549.82	9,705.16
Adjustments	-	-
Earnings used in the calculation of diluted earnings per share	99,549.82	9,705.16
Profit for the year from discontinued operations used in the calculation of diluted earnings per share from discontinued operations	-	-
Earnings used in the calculation of diluted earnings per share from continuing operations	99,549.82	9,705.16

The weighted average number of ordinary shares for the purpose of diluted earnings per share reconciles to the weighted average number of ordinary shares used in the calculation of basic earnings per share as follows.

	For the year ended 31 March 2026 Nos.	For the year ended 31 March 2025 Nos.
Weighted average number of ordinary shares used in the calculation of basic earnings per share	500	500
Adjustments	-	-
Weighted average number of ordinary shares used in the calculation of diluted earnings per share	500	500

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

27 Corporate Social Responsibility (CSR)

As per Section 135 of the Companies Act, 2013, a company that meets the applicability threshold is required to spend at least 2% of its average net profit from the immediately preceding three financial years on corporate social responsibility (CSR) activities. A CSR committee has been formed by the company in accordance with the Act. The funds were primarily allocated to a corpus and utilized throughout the year for activities specified in Schedule VII of the Companies Act, 2013.

Particulars	For the year ended March 31st 2026	For the year ended March 31st 2025
(a) Gross Amount required to be spent by the Company	1,086.91	1,101.78
(b) Amount spent during the year	500.00	400.00
(c) Amount transffered to Unspent Account	586.91	701.78
(d)Shortfall at the end of the year	-	-

28 A special Investigation Team constituted by the Government of Andhra Pradesh has initiated enquiry into the then Officials of the Corporation for the alleged irregularities for the Financial Years from 2019-20 to 2023-24. The investigation by the Special Investigation Team (SIT)/ED is still under progress. The Corporation continues to provide all requested documentation and digital records to the authorities of SIT/ED.



Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

29 Employee Benefit Plan

Defined contribution plans

In accordance with Indian law, eligible employees of the Company are entitled to receive benefits in respect of provident fund, a defined contribution plan, in which both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary. The contributions, as specified under the law, are made to the provident fund and pension fund set up as an irrevocable trust by the Company.

The total expense/(income) recognised in profit or loss of Rs.18.50 lakhs (for the year ended 31 March 2025:(Rs.-12.53 lakhs)) represents contribution payable to these plans by the Company at rates specified in the rules of the plan.

Defined benefit plans

The Company has an obligation towards gratuity, a defined benefit retirement plan covering eligible employees. The plan provides for a lump-sum payment to vested employees at retirement, death, while in employment or on termination of employment of an amount equivalent to 300 days salary payable for each completed year of service. Vesting occurs upon completion of five years of service. The Company accounts for the liability for gratuity benefits payable in the future based on an actuarial valuation. The Company makes annual contributions to a funded Company gratuity scheme administered by the Life Insurance Corporation of India.

Company's liability towards gratuity (funded), other retirement benefits and compensated absences are actuarially determined at each reporting date using the projected unit credit method.

These plans typically expose the Company to actuarial risks such as: investment risk, interest rate risk, longevity risk and salary risk.



All Amounts are in ₹ Lakhs, unless otherwise stated

29 **Retirement benefit plans continued...**

Employee benefit obligations

	As at 31 March 2026		
	Current	Non-current	Total
Leave Encashment			
Present value of obligation	362.61	247.30	609.91
Fair value of plan assets	362.61	204.92	567.53
Net Liability	-	42.37	42.37
Gratuity - Funded			
Present value of obligation	326.81	504.77	831.57
Fair value of plan assets	326.81	224.34	551.14
Net Liability	-	280.43	280.43
Total employee benefit obligations	-	**322.80**	**322.80**

	As at 31 March 2025		
	Current	Non-current	Total
Leave Encashment			
Present value of obligation	700.02	448.25	1,148.27
Fair value of plan assets	700.02	93.03	793.05
Net Liability	-	355.22	355.22
Gratuity - Funded			
Present value of obligation	498.63	286.40	785.02
Fair value of plan assets	498.63	268.37	767.00
Net Liability	-	18.03	18.03
Total employee benefit obligations	-	**373.25**	**373.25**

The principal assumptions used for the purposes of the actuarial valuations were as follows.

Gratuity and Compensated absences	**31 March 2026**	**31 March 2025**
Discount rate(s)	6.80%	6.55%
Expected rate(s) of salary increase	6.00%	6.00%
Attrition rate	0.00%	0.00%

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

Amounts recognised in total comprehensive income in respect of these defined benefit plans are as follows:

	31 March 2026	**31 March 2025**
Gratuity		
Current service cost	17.32	2.85
Past service cost	-	-
Net interest expense	1.18	(15.39)
Components of defined benefit costs recognised in profit or loss	**18.50**	**(12.53)**
The above expense for the year are included under 'Contribution to gratuity and other funds' in the 'Employee Benefits Expense' in statement of profit or loss.		
Remeasurement on the net defined benefit liability comprising:		
Actuarial (gains)/losses arising from changes in financial assumptions	(6.39)	10.79
Actuarial (gains)/losses arising from experience adjustments	252.93	229.52
Actuarial (gains)/losses arising from Demographic Assumptions	-	-
Return on plan assets (excluding amounts included in net interest expense)	(1.62)	6.84
Components of defined benefit costs recognised in other comprehensive income	**244.93**	**247.16**
Total	**263.43**	**234.63**

The remeasurement of the net defined benefit liability is included in other comprehensive income.

Compensated Absences		
Current service cost	31.07	36.80
Net interest expense	23.27	9.92
Actuarial (gains)/losses arising from changes in financial assumptions	(2.05)	8.16
Actuarial (gains)/losses arising from Demographic Assumptions	-	-
Actuarial (gains)/losses arising from experience adjustments	(304.63)	258.80
Return on plan assets (excluding amounts included in net interest expense)	(1.11)	2.48
Recognised in Statement of profit or loss	(253.45)	316.16

The above expenses for the year are included under 'Salaries, wages and bonus' in the 'Employee Benefits Expense' in statement of profit or loss.

The amount included in the statement of financial position arising from the Company's obligation in respect of its defined benefit plans is as follows:

	31 March 2026	**31 March 2025**
Gratuity		
Present value of defined benefit obligation	831.58	785.03
Fair value of plan assets	551.14	767.00
Net liability arising from defined benefit obligation (funded)	**280.43**	**18.03**
Gratuity is reflected under 'Prepaid Gratuity' in "Long Term Provisions". [Refer notes 13]		
Compensated Absences		
Present value of defined benefit obligation	609.91	1,148.27
Fair value of plan assets	567.53	793.05
Net liability arising from defined benefit obligation (unfunded)	**42.37**	**355.22**
The above provisions are reflected under 'Prepaid Compensated Absences' in "Long Term Provisions". [Refer notes 13]		

All Amounts are in ₹ Lakhs, unless otherwise stated

Movements in the present value of the defined benefit obligation in the current year were as follows:

	31 March 2026	31 March 2025
Gratuity		
Opening defined benefit obligation	785.03	729.48
Current service cost	17.32	2.85
Past service cost	-	-
Interest cost	51.42	52.38
Actuarial (gains)/losses arising from changes in financial assumptions	(6.39)	10.79
Actuarial (gains)/losses arising from Demographic Assumptions	-	-
Actuarial (gains)/losses arising from experience adjustments	252.93	229.52
Benefits paid	(268.74)	(240.00)
Closing defined benefit obligation	**831.58**	**785.03**

Leave Enchasement			
Compensated Absences		**31 March 2026**	**31 March 2025**
Opening defined benefit obligation		1,148.27	1,063.70
Current service cost		31.07	36.80
Interest cost		75.21	75.66
Actuarial (gains)/losses arising from changes in financial assumptions	Actuarial (gains)/losses	(2.05)	8.16
Actuarial (gains)/losses arising from Demographic Assumptions		-	-
Actuarial (gains)/losses arising from experience adjustments		(304.63)	258.80
Benefits paid		(337.98)	(284.85)
Closing defined benefit obligation		**609.91**	**1,148.27**

Movements in the fair value of the plan assets in the current year were as follows:

	31 March 2026	31 March 2025
Gratuity		
Opening fair value of plan assets	767.00	943.78
Interest Income	50.24	67.76
Return on plan assets (excluding amounts included in net interest expense)	-	-
Contributions	1.03	2.29
Benefits paid	(268.74)	(240.00)
Remeasurements due to Actual return on plan assets less interest on plan assets	1.62	(6.84)
Closing fair value of plan assets	**551.14**	**767.00**

The Company funds the cost of the gratuity expected to be earned on a yearly basis to Life Insurance Corporation of India, which manages the plan assets. The actual return on plan assets was Rs.1.62143(FY 2024-25: Rs.-6.84086 Lakhs

Compensated Absences	31 March 2026	31 March 2025
Opening fair value of plan assets	793.05	915.58
Interest Income	51.94	65.74
Return on plan assets (excluding amounts included in net interest expense)	-	-
Contributions	59.40	99.05
Benefits paid	(337.98)	(284.85)
Remeasurements due to Actual return on plan assets less interest on plan assets	1.11	(2.48)
Closing fair value of plan assets	**567.53**	**793.05**

Significant actuarial assumptions for the determination of the defined obligation are discount rate and expected salary increase. The sensitivity analyses below have been determined based on reasonably possible changes of the respective assumption occurring at the end of the reporting period, while holding all other assumptions constant.

	31 March 2026	31 March 2025
Gratuity		
If the discount rate is 50 basis points higher/lower, the defined benefit obligation would:		
increase by	(12.36)	(8.61)
decrease by	12.91	9.02
If the expected salary increases/decreases by 50 basis points, the defined benefit obligation		
increase by	19.48	4.56
decrease by	(19.06)	(5.38)
Compensated Absences		
If the discount rate is 50 basis points higher/lower, the defined benefit obligation would:		
increase by	(4.03)	(6.49)
decrease by	4.12	6.61
If the expected salary increases/decreases by 50 basis points, the defined benefit obligation		
increase by	7.62	11.75
decrease by	(7.42)	(11.56)

The sensitivity analysis presented above may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumptions would occur in isolation of one another as some of the assumptions may be correlated.

Furthermore, in presenting the above sensitivity analysis, the present value of the defined benefit obligation has been calculated using the projected unit credit method at the end of the reporting period, which is the same as that applied in calculating the defined benefit obligation liability recognised in the balance sheet.

There was no change in the methods and assumptions used in preparing the sensitivity analysis from previous year.

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

30. The following are analytical ratios for the year ended 31 March 2026 and 31 March 2025

Sl no	Particulars	Numerator	Denominator	As at 31 March 2026			As at 31 March 2025			Variance
				(Rs in Lakhs)	(Rs in Lakhs)	Ratio	(Rs in Lakhs)	(Rs in Lakhs)	Ratio	
1	Current Ratio	Current assets	Current liabilities	7,60,134.81	3,27,163.52	2.32	5,47,113.37	2,32,392.57	2.35	-1%
2	Debt Equity Ratio	Total Debt (including lease liabilities)	Shareholder's Equity	16,24,731.50	2,73,637.75	5.94	11,89,506.50	1,75,896.18	6.76	-12%
3	Debt Service Coverage Ratio	Earnings available for debt service(1)	Debt Service(2)	3,21,230.33	2,20,992.44	1.45	2,12,946.35	2,02,474.09	1.05	38%
4	Return on Equity Ratio	Net Profits after taxes	Average Shareholder's Equity	99,549.82	2,24,766.96	0.44	9,705.16	1,71,171.27	0.06	681%
5	Inventory Turnover Ratio	Sales	Average Inventory	14,64,423.37	-	-	13,70,651.10	-	-	0%
6	Trade Receivables turnover ratio	Revenue	Average Trade Receivable	14,64,423.37	-	-	13,70,651.10	-	-	0%
7	Trade payables turnover ratio	Purchases of goods,services and other expenses	Average Trade Payables	5,46,403.86	70,797.00	7.72	4,92,432.69	61,380.01	8.03	-4%
8	Working capital turnover ratio	Revenue	Working Capital	14,64,423.37	4,32,971.29	3.38	13,70,651.10	3,14,720.80	4.36	-22%
9	Net profit ratio	Net Profit	Revenue	99,549.82	14,64,423.37	0.07	9,705.16	13,70,651.10	0.01	860%
10	Return on Capital Employed	Earning before interest, taxes and depreciation & amortization	Capital Employed(3)	3,21,230.33	18,98,369.25	0.17	2,12,946.35	13,65,402.68	0.16	8%
11	Return on Investment	Income generated from Investments	Time weighted average investments	10,693.36	1,58,071.99	0.07	11,352.89	1,28,930.94	0.09	-23%
12	Interest Service Coverage Ratio	Earning before interest, taxes and depreciation & amortization	Interest Expenses	3,21,230.33	1,07,217.44	3.00	2,12,946.35	1,02,424.09	2.08	44%
13	Total debts Total assets ratio	Total Debt (including lease liabilities)	Total Assets	16,24,731.50	20,70,905.57	0.78	11,89,506.50	14,98,118.49	0.79	-1%

1 Earning for Debt Service = Net Profit Before taxes + Non-cash operating expenses like depreciation and other amortizations + Interest + other adjustments like loss on sale of Fixed assets etc.

2 Debt service = Interest & Lease Payments + Principal Repayments

3 Capital Employed = Tangible Net Worth + Total Debt

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026

All Amounts are in ₹ Lakhs, unless otherwise stated

31 Revenue from contracts with customers:

31.1 Disaggregated revenue information

Particulars	31 March 2026	31 March 2025
a) Sale of products		
- Liquor, IMFL and Beer	14,64,423.37	13,70,459.60
b) Other operating revenues		
- Scrap sales	-	191.50
Total revenue from contract with customers	**14,64,423.37**	**13,70,651.10**
India	14,64,423.37	13,70,651.10
Outside India	-	-
Total revenue from contract with customers	**14,64,423.37**	**13,70,651.10**

Timing of revenue recognition	31 March 2026		31 March 2025	
Particulars	**At a point in time**	**Over a period of time**	**At a point in time**	**Over a period of time**
- Sale of products and other operating income	14,64,423.37	-	13,70,651.10	-
- Commission income	-		-	
Total revenue from contract with customers	**14,64,423.37**	-	**13,70,651.10**	-

31.2 Reconciliation of revenue recognised in the statement of profit and loss with the contracted price

Particulars	31 March 2026	31 March 2025
Revenue as per contracted price	14,64,423.37	13,70,651.10
Adjustments		
Rebates and discounts	-	-
Revenue from contract with customers	**14,64,423.37**	**13,70,651.10**
Export Incentives	-	-
Total Revenue from Operations (As per Note 19)	**14,64,423.37**	**13,70,651.10**

All Amounts are in ₹ Lakhs, unless otherwise stated

32.1 Commitments and contingent liabilities have been disclosed to the extent ascertainable as under:

Particulars	31 March 2026	31 March 2025
Income Tax*	-	762.25
Provision for GST and Service Tax Liability**	8,476.02	3,081.10
Total	8,476.02	3,843.35

**The Corporation has not remitted any Service Tax or GST on 0.5% commission received from CPE in relation to wholesale trade of liquor and on the revenue generated from retail trade of liquor from Oct-2019. However, due to pending Advance ruling decision in case of Service Tax and lack of certainty regarding GST liability, the Corporation has created provisions in respect of Service Tax and GST on grounds of prudence till 31 March 2019.

However, During the FY 2020-21, Company has reversed the provision related Service Tax Liability Rs.9,50,18,223/- and GST liability of Rs.21,30,92,072/-based on the GST Consultant opinion. since final order is not issued by the GST Department the liability mentioned in the show cause notice disclosed as contingent liability. Accordingly, contingent liability as on 31 March 2024 is Rs.30,81,10,295.

GST dept has issued an order for payment of GST amount of Rs 8476.02Lakhs of which tax amount of Rs 2713.39Lakhs and interest and penalty amount – Rs 5762.63 Lakhs) of which corporation has moved to AP High court and filed a writ petition with no 10873/2025 and received a stay order for non payment of GST amount. As the case is with high court and order is pending, total liability amount is considered under contingent nature.

	Particulars	31 March 2026	31 March 2025
32.2	**Commitments**		
	Capital commitments (net of advances) not provided for	-	-

33 Disclosures required under the Micro, Small & Medium Development Act, 2006

Particulars	2025-26	2024-25
The Principal amount and the interest due thereon remaining unpaid to suppliers at the end of each accounting year.	-	-
The Principal amount thereon remaining unpaid to any supplier at the end of each accounting year (Not due)	5,796.80	4,155.26
The amount of interest paid by the company in terms of section 16 of the Micro,Small And Medium enterprises development Act,2006 along with the amount of payment made to the supplier beyond the appointed day during each accounting year	-	-
The amount of interest due and payable for the period of delay in making payment(which has been paid but beyond the appointed day during the year) but without adding the interest specified under the Micro,Small And Medium Enterprises Development Act,2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year.	-	-
The amount of interest debited in Statement of Profit & Loss account	-	-
The amount of further interest remaining due and payable even in the succeeding years,until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the Micro, Small And Medium Enterprises Development Act,2006	-	-

34 Details of consumption of imported and indigenous items

Imported	31-Mar-26	
	Amount	%
Purcases of Stock-in-Trade	5,46,403.86	100%
Total	**5,46,403.86**	**100%**
Imported	**31-Mar-25**	
	Amount	**%**
Purcases of Stock-in-Trade	4,92,832.69	100%
Total	**4,92,832.69**	**100%**

35 Auditor's Remuneration

Particulars	31 March 2026	31 March 2025
(i) Auditor's remuneration (net of GST, where applicable):		
(a) For statutory audit	10.00	11.00
(b) For taxation matters	-	-
(c) For other services	5.50	8.50
Total	**15.50**	**19.50**

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36 **Financial Instruments**

Capital management

The Company manages its capital to ensure that entities in the Company will be able to continue as going concerns while maximising the

The Company determines the amount of capital required on the basis of annual operating plans and long-term product and other strategic
The capital structure of the Company consists of debt (borrowings as detailed in notes 12 and 14) and total equity of the Company. The Company monitors the capital structure on the basis of total debt to equity ratio and maturity profile of the overall debt portfolio of the Company.

Gearing Ratio:

	31 March 2026	31 March 2025
Debt (Long-term and short-term borrowings including current maturities)	16,24,731.50	11,89,506.50
Total equity	2,73,637.75	1,75,896.18
Debt to total equity ratio	5.94	6.76

Gearing Ratio:

	31 March 2026	31 March 2025

Categories of Financial Instruments:

Financial assets

Measured at amortised cost:		
Cash and bank balances	1,79,386.64	1,12,089.75
Bank balances other than above	2,04,052.18	1,12,091.80
Trade Receivables	-	-
Loans	-	-
Others	16,84,613.34	12,66,785.50
	31 March 2026	**31 March 2025**

Financial liabilities

Measured at amortised cost:		
Borrowings	14,69,781.50	10,89,456.50
Trade Payables	68,857.31	72,736.68
Current maturity of Long Term Borrowings	1,54,950.00	1,00,050.00
Lease liabilities	-	-
Others	1,02,633.87	56,714.65

Financial risk management objectives

The treasury function provides services to the business, co-ordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations through internal risk reports which analyse exposures by degree and magnitude of

The Company seeks to minimise the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives is governed by the Company's policies approved by the board of directors, which provide written principles on foreign exchange risk, the use of financial derivatives, and the investment of excess liquidity. The Company does not enter into or trade financial instruments, including derivative financial instruments, for speculative purposes.

Market risk

Market risk is the risk of any loss in future earnings, in realizable fair values or in future cash flows that may result from a change in the price of a financial instrument. The Company's activities expose it primarily to the financial risks of changes in foreign currency exchange rates and interest rates.

RAMAMOORTHY (M) & CO. VIZAG Chartered Accountants

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026
All Amounts are in ₹ Lakhs, unless otherwise stated

Financial Instruments continued...

Foreign currency risk management:
The Company did not undertakes transactions denominated in foreign currencies; consequently, not exposures to exchange rate fluctuations arise.

Interest rate risk management

The company is exposed to interest rate risk pertaining to funds borrowed at both fixed and floating interest rates. The risk is managed by the company by maintaining an appropriate mix between fixed and floating rate borrowings. Hedging activities are evaluated regularly to align with interest rate views and defined risk appetite, ensuring the most cost-effective hedging strategies.

The exposure of company's borrowings to interest rate changes at the end of the reporting period are as follows.

Particulars	31 March 2026	31 March 2025
Variable rate Borrowings	-	-
Fixed rate Borrowings	16,24,731.50	11,89,506.50

The Company is exposed to interest rate risk because it borrow funds at fixed interest rates.

Interest rate sensitivity analysis

The sensitivity analyses below have been determined based on the exposure to interest rates for non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis is prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 25 basis point increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

Equity price risk

Equity price risk is related to the change in market reference price of the investments in equity securities. Fair and nominal value of shares are same since entire nominal value will be payable on sale back of shares as per the agreement and the shares are not held for trading purpose

Credit risk management

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Company. The Company has adopted a policy of only dealing with counterparties in cash and carry terms, hence the Company is not exposed to credit risk.

Exposure to credit risk

The carrying amount of financial assets represents the maximum credit exposure. The maximum exposure is the total of the carrying amount of balances with banks, short term deposits with banks, trade receivables, margin money and other financial assets excluding equity investments.

Offsetting related disclosures

Offsetting of cash and cash equivalents to borrowings as per the consortium agreement is available only to the bank in the event of a default. Company does not have the right to offset in case of the counter party's bankruptcy, therefore, these disclosures are not required.

Liquidity risk management

Liquidity risk refers to the risk that the Company cannot meet its financial obligations. The objective of liquidity risk management is to maintain sufficient liquidity and ensure that funds are available for use as per requirements.

The Company has not any obtained fund based working capital loans from bank.

Liquidity details:

The following tables detail the Company's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables have been drawn up based on the undiscounted cash flows of financial liabilities based on the earliest date on which the Company can be required to pay.

	Due in 1st year	Due in 2nd to 5th year	Due after 5th year	Carrying amount
31 March 2026				
Trade payables	68,857.31	-	-	68,857.31
Current maturity of long term borrowings	1,54,950.00	-	-	1,54,950.00
Other financial liabilities	1,02,633.87	-	-	1,02,633.87
Lease liabilities	-	-	-	-
Borrowings (including interest accrued thereon upto the reporting date)	12,002.17	6,19,800.00	8,49,981.50	14,81,783.67
	3,38,443.36	**6,19,800.00**	**8,49,981.50**	**18,08,224.86**
31 March 2025				
Trade payables	72,736.68	-	-	72,736.68
Current maturity of long term borrowings	1,00,050.00	-	-	1,00,050.00
Other financial liabilities	56,714.65	-	-	56,714.65
Lease liabilities	-	-	-	-
Borrowings (including interest accrued thereon upto the reporting date)	8,274.11	4,00,200.00	6,89,256.50	10,97,730.61
	2,37,775.45	**4,00,200.00**	**6,89,256.50**	**13,27,231.95**

37 **Segment Information**

The Managing Director of the Company has been identified as being the chief operating decision maker. Based on the internal reporting to the Chief operating decision maker, the Company has identified that the Company has only one segment which is a business of wholesale and retail trade, export & import of IMFL, FL & Beer in the State of Andhra Pradesh and there are no other reportable segments.

ANDHRA PRADESH STATE BEVERAGES CORPORATION LIMITED

Notes annexed to and forming part of the Financial Statements for the year ended March 31,2026

38 Prior Period items

Rs. In Lakhs

S.No	Nature of Prior period Error	Amount of Correction	Impact on EPS
1	Overstatement of Expenses and Overstatement of Payables in previous years	(413.25)	(0.83)
2	Overstatement of Expenses and Understatement of Advances in previous years	(55.26)	(0.11)
3	Overstatement of Income and Understatement of Payables in previous years	431.02	0.86
4	Overstatement of Incomes and Overstatement of Recoverables in previous years	1.05	0.00
5	Underrstatement of Income and Overstatement of Payables in previous years	(338.52)	(0.68)
6	Understatement of Depreciation and Overstatement of Advances in previous years	1,004.46	2.01
7	Understatement of Expenses and Overstatement of Advances in previous years	77.97	0.16
8	Understatement of Expenses and Overstatement of Assets in previous years	1.05	0.00
9	Understatement of Expenses and Understatement of Payables in previous years	288.30	0.58
10	Understatement of Tax Expenses and Overstatement of Recoverables in previous years	566.48	1.13
Total		**1,563.32**	**3.13**

RAMAMOORTHY (N) & CO. VIZAG Chartered Accountants

Notes annexed to and forming part of the Financial Statement for the year ended March 31st, 2026
All Amounts are in ₹ Lakhs, unless otherwise stated

39 Related party disclosure

39.1 Related Parties and their relationships

List of Related Parties

Name of the related party	Nature of relationship
MUKESH KUMAR MEENA	Chairman - Key Managerial Personnel
SRIDHAR CHAMAKURI	Managing Director - Key Managerial Personnel
SRINIVASARAO NALLAGONDA	Director - Key Managerial Personnel
RAHUL DEV SHARMA	Director - Key Managerial Personnel
RONALD ROSE D	Director - Key Managerial Personnel
NISHANT KUMAR	Managing Director - Key Managerial Personnel
NOORUL QUAMER	Director - Key Managerial Personnel
RAJESH REDDY	Company Secretary- Key Managerial Personnel

39.2 Transactions with Related Parties during the year

S.No.	Nature of transactions	For the year ended	
		31 March 2026	31 March 2025
1	Loans & Advance	-	-
2	Director Sitting Fee		
	a)Pegatraju Aruna	-	-
	b)Pradeep Kumar	-	-
	c)Mantrala Madhu Babu	-	-
3	Salary and Allowances		
	a)Vasudeva Reddy, IRTS	-	1.23
	b)Chetan T S	-	3.28
	c)Rajesh Reddy, CS	1.22	9.85

39.3 Balances outstanding at the end of the year

S.No.	Nature of transactions	As at	
		31 March 2026	31 March 2025
1	Salary and allowances Payable		
	a)Vasudeva Reddy, IRTS	-	-
	b)Chetan T S	-	-
	c)Rajesh Reddy, CS	-	-

40 The Company has not provided any 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.

41 The company did not had any transactions with companies struck off under section 248 of the Companies Act, 2013 or section 560 of Companies Act, 1956.

42 The Company has not traded or invested in Crypto Currency or Virtual Currency during the financial year.

43 Figures for the previous year have been re-grouped/re-classified wherever necessary to show at par with current year classification.

As per our report of even date attached

For and on behalf of the Board of Directors

For M/s. RAMAMOORTHY (N) & CO
Chartered Accountants
FRN: 002899S

CA K. Ramachandra Rao
Partner
MRN: 201334
UDIN: 26201334TRGJYH2[illegible]
Place : Mangalagiri
Date :10-06-2026

Mukesh Kumar Meena IAS
Chairman
DIN : 01232593

K Venkata Ramana
DGM (F&A)

Sridhar Chamakuri, IAS
Managing Director
DIN: 11367621