

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Regd Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400072
CIN NO -L39000MH2010PTC202686, Email – varun@divyadhan.in , Contact:7021651982, Website:
www.divyadhan.in

Date: 30/06/2026

To,

The Manager Listing Department

National Stock Exchange of India Limited

Exchange Plaza, Bandra - Kurla Complex,

Bandra (East) Mumbai 400051

NSE Symbol: **DIVYADHAN**

Subject: Clarification on Deficiencies Observed in Financial Results (Outcome of Board Meeting) submitted on 28th May 2026

Dear Sir/Madam,

This is with reference to the Financial Results for the half year/year ended [Insert Period, e.g., 31st March 2026] submitted by Divyadhan Recycling Industries Limited ("the Company"), a company listed on the SME Platform of the Exchange, on 28th May 2026, pursuant to Regulation 33(3)(a) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with the applicable provisions for SME listed entities (half-yearly basis).

We have received the Exchange's query dated 25/06/2026 pointing out the following deficiencies in the said submission, and our point-wise clarification on each is provided below:

1. Financial results not as per SEBI prescribed format – balancing figure note missing

The Company acknowledges the inadvertent omission of the "balancing figure" note, which reconciles the audited financial figures for the second half of the financial year with the audited financial figures for the full financial year and the published/reviewed financial figures for the first half of the financial year.

Accordingly, to rectify the aforesaid inadvertent omission, the Company is submitting a Independent Auditor's Review Report on the Half-Yearly and Year-to-Date Audited Standalone Financial Results of Divyadhan Recycling Industries Limited pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The report includes Note No. 5 pertaining to the balancing figure disclosure. There is no change in the audited financial results or the audit opinion as previously issued; the revision is limited solely to the inclusion of the aforesaid note.

2. Discrepancy in XBRL filing – EPS figure mismatch

Upon verification, it was observed that the Earnings Per Share (EPS) figures reported in the XBRL filing did not match the EPS figures disclosed in the audited Financial Results submitted in PDF format. The discrepancy occurred due to inadvertent data entry.

The correct EPS for the financial year ended 31 March 2026, as disclosed in the revised audited Financial Results, is as follows:

- **Basic EPS (₹): 1.19**
- **Diluted EPS (₹): 1.19**

The Company has rectified the XBRL filing and is re-submitting the corrected XBRL on the Exchange platform reflecting the accurate EPS figures, consistent with the Financial Results placed before and approved by the Board of Directors. We confirm that there is no impact on any other line item of the Financial Results on account of this correction.

3. Financial results not signed by authorized signatories

The Company acknowledge that the copy of the Financial Results uploaded along with the Outcome of Board Meeting intimation was inadvertently submitted without the signature of the authorized signatories, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. This was an inadvertent oversight at the time of upload and not a departure from the results as approved by the Board of Directors.

We confirm that the Financial Results were duly approved by the Board of Directors at its meeting held on 28 May 2026 and were duly signed by Mr. Varun Gupta, Managing Director; Mr. Pratik Gupta, Director; and Mr. Sanjay Kandal, Company Secretary, a duly signed copy of the Financial Results is being re-submitted along with this clarification.

4. Machine Readable Form / Legible copy of Financial Results not submitted

The Company acknowledge that the copy of the Financial Results uploaded was either not in machine-readable/searchable text format or was not adequately legible, as required under the Exchange's filing guidelines. This appears to have occurred on account of the document being uploaded as a scanned image instead of a text-based PDF.

We confirm that a clear, legible copy of the Financial Results, identical in content to the results approved by the Board, is being re-submitted along with this clarification.

We regret the inadvertent errors and confirm that adequate internal checks have been put in place to ensure that such discrepancies do not recur in future submissions. We request the Exchange to take the above clarification on record.

Kindly take the same on record.

Thanking you,

For and on behalf of

Divyadhan Recycling Industries Limited

**Varun
Gupta**

Digitally signed
by Varun Gupta
Date: 2026.06.30
18:21:00 +05'30'

**Mr. Varun Gupta
(Managing Director)
DIN: 00471296**

Independent Auditor's Review Report on the half yearly and year to date Audited Standalone Financial Results of DIVYADHAN RECYCLING INDUSTRIES LIMITED pursuant to Regulations 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

To the Board of Directors of
DIVYADHAN RECYCLING INDUSTRIES LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone financial results of DIVYADHAN RECYCLING INDUSTRIES LIMITED (the Company) for the quarter and year ended March 31, 2026 together with the notes thereon (hereinafter referred to as "the Statement"), being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("IND AS 34"), prescribed under section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other accounting principles generally accepted in India and is in compliance with Regulation 33 of the Listing Regulations. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditors of the Entity" issued by the Institute of Chartered Accountants of India (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statements prepared in accordance with the recognition and measurement principles laid down in IND AS 34, prescribed under section 133 of the Act as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirement of Regulation 33 of the



Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatements.

Other Matters

Attention is drawn to the fact that the figures for the quarter ended 31st March 2026 and 31st March 2025 being the balancing figures between audited figures in respect of the full financial year ended 31st March 2026/31st March 2025 and the published unaudited year to date figures up to the end of the first half year of the relevant financial year, which was subjected to a limited review by previous auditors, as required under the Listing Regulations.

Our opinion on the statement in respect of the above stated matter is not modified.

For MAPSS & Company
Chartered Accountants

Firm Registration No. 012796C

Virender Kumar

(CA. Virender Kumar)
Partner
Membership No. 093571



UDIN: 26093571RBZBFM9550
Place: Noida
Date: 28th May, 2026

Notes to accounts on the audited financial results of M/s Divyadhan Recycling Industries Limited for the half year and year ended 31st March 2026

1. The audited financial results (the statement') of Divyadhan Recycling Industries Limited for the half year and year ended 31st March 2026 have been approved by the Board of Directors at their meeting held on 28th May 2026.
2. The chief operating decision maker, the chairman of the Company examines the Company's performance from revenue perspective and identifies 'Recycling of plastic goods' as the only business revenue segment. The Company operates in India and it constitutes the single geographical segment.
3. The company has reassessed the life of assets and has changed the life of assets based on certification from Chartered Engineer and consequently profit of the company have increased by Rs 186.44 lacs.
4. On November 21, 2025, the Government of India notified the four Labour Codes- namely the Code on Wages, 2019, the Industrial Relations Code, 2020, the Code on Social Security, 2020, and the Occupational Safety, Health and Working Conditions Code, 2020 consolidating 29 existing labour laws. The Ministry of Labour & Employment has issued draft Central Rules and FAQs to facilitate assessment of the financial impact arising from the changes in regulations. The Company has evaluated the applicability and potential financial impact of the Labour Codes based on the draft Central Rules and FAQs and in accordance with the guidance issued by the Institute of Chartered Accountants of India. The implementation of the Labour Codes does not have any material financial impact on the Company for the period ended March 31, 2026. The Company continues to monitor the finalization of the Central and State Rules and any further clarifications issued by the Government and will assess and account for the impact, if any, arising from such developments as and when they occur.
5. The figures for the quarter ended 31st March 2026 and 31st March 2025 being the balancing figures between audited figures in respect of the full financial year ended 31st March 2026/31st March 2025 and the published un-audited year to date figures up to the end of the first half year of the relevant financial year, which was subjected to a limited review by previous auditors, as required under the Listing Regulations.



6. Previous period/ year figures have been regrouped/ reclassified, wherever necessary, to make them comparable.
7. The aforesaid Statement is available on the Company's website (www.divyadhan.in) and on the website of the Stock Exchanges www.nseindia.com.

**On behalf of the Board of Directors
Divyadhan Recycling Industries Limited**



**Mr. Varun Gupta
Place: Noida
Date: 28.05.2026**





MAPSS AND COMPANY

Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

TO
THE MEMBERS OF DIVYADHAN RECYCLING INDUSTRIES LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the accompanying standalone financial statements of **DIVYADHAN RECYCLING INDUSTRIES LIMITED** (the "Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of significant accounting policies and other explanatory information (hereinafter referred to as the "standalone financial statements").

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

Basis for Opinion

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

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

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



Our opinion on the standalone financial statements does not cover the other information and we do not express any form of assurance/ conclusion thereon.

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India.

This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding 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 standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the standalone financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the 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 is also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Standalone Financial Statements

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



As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal financial control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to standalone financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the standalone financial statements of the



current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

- 1 As required by the Companies (Auditor's Report) Order, 2020 ("the Order") issued by the Central Government of India in terms of Section 143(11) of the Act, we give in the "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c. The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flows dealt with by this Report are in agreement with the books of account.
 - d. In our opinion, the aforesaid standalone financial statements comply with the Ind AS specified under Section 133 of the Act.
 - e. On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164(2) of the Act.
 - f. With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure A". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls with reference to standalone financial statements.
 - g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as



amended, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Standalone financial statements disclose the impact of pending litigations as at 31st March 2026 on its financial position of the Company - Refer Note 37 to the standalone financial statements.
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.
- iv.
 1. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 2. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 3. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The company has not declared any interim dividend in the previous year. The company has not declared or paid any dividend during the year.



vi. Proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 for maintaining books of account using accounting software which has a feature of recording audit trail (edit log) facility is applicable to the Company with effect from April 1, 2023. Based on our examination the feature of recording audit trail (edit log) facility was enabled from 01 April 2023, to log any direct data changes in the accounting software used for maintaining the books of account for the financial year ended March 31, 2026. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with from the date of its enabling and the edit log has been preserved by the company as per statutory requirement for record retention.

- ii. 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 Act, we give in "Annexure B" a statement on the matters specified in paragraphs 3 and 4 of the Order.

For MAPSS & COMPANY

Chartered Accountants

(Firm's Registration No. 012796C)

Virender Kumar



CA Virender Kumar

Partner

(Membership No. 093571)

Dated: 28.05.2026

UDIN:

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of **DIVYADHAN RECYCLING INDUSTRIES LIMITED** of even date)

Report on the Internal Financial Controls with reference to Standalone Financial Statements under Clause (i) of sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

We have audited the internal financial controls with reference to standalone financial statements of **DIVYADHAN RECYCLING INDUSTRIES LIMITED** (the "Company") as of March 31, 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Company's Management is responsible for establishing and maintaining internal financial controls with reference to standalone financial statements 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 (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to standalone financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to standalone financial statements.

Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to standalone financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to standalone financial statements and their operating effectiveness. Our audit of internal financial controls with reference to standalone financial statements included obtaining an understanding of internal financial controls with reference to standalone financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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



Meaning of Internal Financial Controls with reference to standalone financial statements

A company's internal financial control with reference to standalone financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to standalone financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of 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 with reference to Standalone Financial Statements

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 with reference to standalone financial statements to future periods are subject to the risk that the internal financial control with reference to standalone financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations given to us, the Company has, in all material respects, an adequate internal financial controls with reference to standalone financial statements and such internal financial controls with reference to standalone financial statements were operating effectively as at March 31, 2026, based on the criteria for internal financial control with reference to standalone financial statements established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For MAPSS & COMPANY

Chartered Accountants

(Firm's Registration No. 012796C)

CA Virender Kumar

Partner

(Membership No. 093571)



Dated: 28.05.2026

UDIN:

ANNEXURE 'B' TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of DIVYADHAN RECYCLING INDUSTRIES LIMITED of even date)

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, right-of-use assets and intangible assets:
 - (a)
 - A) The Company has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment and relevant details of right-of-use assets.
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
 - (b) The Company has a program of physical verification of property, plant and equipment and right-of-use assets so to cover all the assets once every three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, certain property, plant and equipment and right-of-use assets were due for verification during the year and were physically verified by the Management during the year. According to the information and explanations given to us, no material discrepancies were noticed on such verification.
 - (c) Based on our examination of the property tax receipts and lease agreement for land on which building is constructed, registered sale deed / transfer deed / conveyance deed provided to us, we report that, the title in respect of self-constructed buildings and title deeds of all other 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 included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
 - (d) The Company has not revalued any of its property, plant and equipment (including right-of-use assets) and intangible assets during the year.
 - (e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. (a) The management has carried out physical verification of inventory at reasonable intervals and found no material discrepancies
- (b) The Company has been sanctioned working capital limits of ₹ 5 crore, in aggregate during the year, from banks on the basis of security of current assets. The company has provided all the records of current assets to bank. No deviation has been observed.



iii. The Company has not made investments in, Companies and granted unsecured loans to other parties, during the year, in respect of which:

(a) The Company has not provided loans during the year, and details of which are given below:

(b) In our opinion, the investments made and the terms and conditions of the grant of loans, during the year are, prima facie, not prejudicial to the Company's interest.

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

(d) In respect of loans granted by the Company, there is no overdue amount remaining outstanding as at the balance sheet date.

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

(f) The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable.

The Company has not made investments in Firms and Limited Liability Partnerships during the year. Further 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.

iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.

v. The Company has not accepted any deposit or 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.

vii. In respect of statutory dues: (a) 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, Withholding 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

There were no 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 31, 2026 for a period of more than six months from the date they became payable.



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 taken term loans from banks and financial institutions and is regular in repayment of term loans.

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

(c) The Company has taken term loans during the year which have been used for intended purposes.

(d) On an overall examination of the financial statements of the Company, no short term funds have been raised from banks or financial institutions.

(e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.

(f) The Company has not raised any loans during the year by pledge of shares and hence reporting on clause 3(ix)(f) of the Order is not applicable.

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

(b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is 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 up to the date of this report.

(c) We have taken into consideration the whistle blower complaints received by the Company during the year (and up to the date of this report), while determining the nature, timing and extent of our audit procedures.

xii. The Company is not a Nidhi Company and hence reporting under clause (xii) of the Order is not applicable.

xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the standalone financial statements as required by the applicable accounting standards.



xiv. Internal audit was not applicable to the company for financial year 2025-26.

xv. In our opinion, during the year the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.

xvi. (a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b) and (c) of the Order is not applicable.

(b) In our opinion, there is no core investment company within the Group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under clause 3(xvi)(d) of the Order is not applicable.

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

xviii. There has been resignation of the statutory auditors of the Company during the year as they were not Peer reviewed, there were no issues, objections or concerns raised by the outgoing auditors.

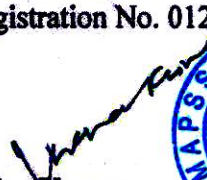
xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is 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) Provisions of Section 135 of the Companies Act, 2013 are not applicable to the company for the year under review.

For MAPSS & COMPANY

Chartered Accountants

(Firm's Registration No. 012796C)


CA Virender Kumar

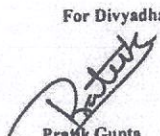
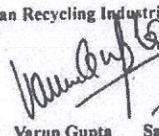
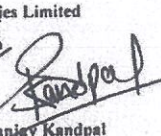
Partner

(Membership No. 093571)



Dated: 28.05.2026

UDIN:

DIVYADHAN RECYCLING INDUSTRIES LIMITED (Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited) Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072 CIN NO. U39000MH2010PLC202686							
Standalone Financial result for the Financial year ended 31st March, 2026							
Particulars	Notes	Figures for the half year ended on				Financial year ended on	Financial year ended on
		31.03.2026	30.09.2025	31.03.2025	30.09.2024	31.03.2026	31.03.2025
		(Audited)	(Un-Audited)	(Audited)	(Un-Audited)	(Audited)	(Audited)
Revenue							
Revenue from operations	17	4327.86	3613.49	2806.08	3142.16	7941.35	5948.23
Other Income	18	4.25	0.02	3.19	60.92	4.27	64.12
Total Revenue		4332.11	3613.51	2809.27	3203.08	7945.62	6012.35
Expenses							
Cost of Material Consumed	19	3617.99	3224.14	2782.20	2662.70	6842.12	5444.90
Changes in inventories of finished goods	20	157.27	-2.75	-249.27	78.40	154.52	-170.87
Financial Costs	21	54.16	25.59	2.60	27.03	79.75	29.63
Employee Benefits Expenses	22	62.71	61.56	47.72	74.22	124.27	121.94
Depreciation and Amortization Expense (Est)	11	72.59	95.51	30.13	98.11	168.10	128.24
Other Expenses	23	152.06	188.97	176.91	65.49	341.03	242.40
Total Expenses		4116.78	3593.02	2790.29	3005.95	7709.79	5796.24
Profit before Exception items and Tax		215.33	20.49	18.98	197.13	235.83	216.11
Exception Items		-	-	-	-	-	-
Profit before Tax		215.33	20.49	18.98	197.13	235.83	216.11
Tax expense:							
(1) Current tax		0.99	5.16	-25.08	59.83	6.15	34.76
(2) Deferred tax		39.27	19.88	32.25	-4.51	59.15	27.74
Profit(Loss) for the year		175.07	-4.55	11.81	141.81	170.53	153.62
Other Comprehensive Income for the period							
A- Items that will not be reclassified to profit or loss income tax relating to items that will not be reclassified to profit or loss		-	-	-	-	-	-
B- Items that will be reclassified to profit or loss income tax relating to items that will be reclassified to profit or loss		-	-	-	-	-	-
Total Comprehensive income for the period		175.07	-4.55	11.81	141.81	170.53	153.62
Paid up Equity Share Capital (Face value Rs. 10/- per Share)		1430.67	1430.67	1430.67	1430.67	1430.67	1430.67
Reserves (excluding Revaluation Reserve)						2400.48	2064.05
Earning per equity share:							
(1) Basic		1.22	-0.03	0.08	0.99	1.19	1.07
(2) Diluted		1.22	-0.03	0.08	0.99	1.19	1.07
NOTES:- 1.The above results were reviewed and recommended by the Audit Committee, for approval by the Board, as its meeting held on 28 th May, 2025 and were approved and taken on record at the meeting of the Board of Directors of the company held on that date. 2.The financial results of the company have been prepared in accordance with Indian Accounting Standards(Ind AS) prescribed under section 133 of the Companies Act, 2013 read with relevant rules thereunder and in terms of Regulation 33 of the SEBI (Listing obligation and Disclosure Requirements) Regulation, 2015 and SEBI Circular dated July 05,2016. 3.The Company is primarily engaged in the business of recycling of plastic bottles, which are as per Indian Accounting Standard-108 -'Operating Segments' is considered to be the only reportable business segment. Therefore, disclosure relating to segment is not applicable and accordingly not made. 4.Figures for previods half year/year have been regrouped/restated where necessary 5.The company is not having any subsidiary, associates or joint venture ; therefore it has prepared only standalone results as consolidation requirement is not applicable to the company. Significant Accounting Policies 1 The accompanying notes are an integral part of 1 to 25 the financial statement As per our Report of even date For Maps and Company Chartered Accountants Firm Reg. No.: 012796C							
Partner Membership No. : 093571 UDIN: Place: Noida Date: 28.05.2026		For Divyadhan Recycling Industries Limited  Pratik Gupta DIN : 06576759 (Director)					
		 Varun Gupta DIN : 00471296 (Director)					
		 Sanjay Kandpal Company Secretary					

DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited)

Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072

CIN NO. U39000MH2010PLC202686

₹ Lakh

Balance Sheet as at 31st March, 2026

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
I. EQUITY AND LIABILITIES			
Shareholder's Funds			
(a) Share capital	2	1,430.67	1,430.67
(b) Reserves and surplus	3	2,400.48	2,064.05
Share application money pending for allotment			
Non-Current Liabilities			
(a) Long-term borrowings	4	287.51	-
(b) Deferred tax Liabilities (net)	5	113.22	54.07
(c) Long Term Provisions	6	17.66	12.15
(d) Other Long term liabilities			
Current Liabilities			
(a) Short-term borrowings	7	1,095.73	135.59
(b) Trade payables	8	853.61	400.91
(c) Other current liabilities	9	168.30	70.59
(d) Short-term provisions	10	6.16	34.75
Total Equity & Liabilities		6,373.34	4,202.78
II. ASSETS			
Non-Current Assets			
(a) Fixed assets			
Tangible assets	11	4,265.90	2,116.79
(b) Non-current investments			
(c) Deferred tax assets (net)			
(d) Long term loans and advances			
Current Assets			
(a) Inventories	12	1,308.98	1,217.79
(b) Trade receivables	13	295.66	455.70
(c) Cash and cash equivalents	14	1.41	2.32
(d) Short-term loans and advances	15	51.00	41.49
(e) Other current assets	16	450.41	388.68
Total Assets		6,373.34	4,202.78

Significant Accounting Policies

The accompanying notes are an integral part of the financial statements

As per our Report of even date.

For Mapss and Company

Chartered Accountants

Firm Reg. No.: 012796C

Partner

Membership No. : 093571

UDIN:

Place: Noida

Date: 28.05.2026

I to 25

For Divyadhan Recycling Industries Limited



Pratik Gupta
Pratik Gupta
DIN : 06576759
(Director)

Varun Gupta
Varun Gupta
DIN : 00471296
(Director)

Sanjay Kandpal
Sanjay Kandpal
Company
Secretary

DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Formerly Known as Divyadhan Recycling Industries Private Limited & Divyadhan Consultants Private Limited)

Registered Office: 1803, Lodha Supremus, Saki Vihar Road, Opp. Telephone Exchange, Powai Mumbai 400 072

CIN NO. U39000MH2010PLC202686

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

Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
Revenue			
Revenue from operations	17	7941.35	5948.23
Other Income	18	4.27	64.12
Total Revenue		7945.62	6012.35
Expenses			
Cost of Material Consumed	19	6842.12	5444.90
Changes in inventories of finished goods	20	154.52	-170.87
Financial Costs	21	79.75	29.63
Employee Benefits Expenses	22	124.27	121.94
Depreciation and Amortization Expense	11	168.10	128.24
Other Expenses	23	341.03	242.40
Total Expenses		7709.79	5796.24
Profit before tax		235.83	216
Tax expense:			
(1) Current tax		6.15	34.75
(2) Deferred tax		59.15	27.74
(3) MAT			
Profit(Loss) for the year		170.53	153.63
Earning per equity share:			
(1) Basic		1.19	1.07
(2) Diluted		1.19	1.07

Significant Accounting Policies

The accompanying notes are an integral part of

1 to 25

the financial statement
As per our Report of even date
For Mapas and Company
Chartered Accountants
Firm Reg. No.: 012796C

Partner
Membership No.: 093371
UDIN:
Place: Noida
Date: 28.05.2026



For Divyadhan Recycling Industries Limited

Pratik Gupta
Pratik Gupta
DIN : 06576759
(Director)

Varun Gupta
Varun Gupta
DIN : 00471296
(Director)

Sanjay Kandpal
Sanjay Kandpal
Company
Secretary

DIVYADHAN RECYCLING INDUSTRIES LIMITED
Cash Flow Statement for the year ended 31st March, 2026

Particulars	As at 31st March, 2026	As at 31st March, 2025
Cash flow from operating activities:		
Net Profit before tax as per the statement of profit and loss	235.83	216.11
Adjusted for:		
Depreciation and amortization expense	168.10	126.24
Adjustment in Depreciation	-	-
Interest received	2.44	2.73
Finance cost	79.75	29.63
Provision for Gratuity	5.99	0.74
Cash generated from operations before working capital changes	487.23	372.00
Movements in working capital:		
(Increase) / Decrease in trade receivables	160.04	115.25
(Increase) / Decrease in Short Term Loans and Advances	9.51	22.09
(Increase) / Decrease in Other Current Assets	81.73	199.49
(Increase) / Decrease in Inventories	91.16	765.02
(Decrease) / Increase in Short Term Borrowing	960.14	422.97
(Decrease) / Increase in Trade Payables	452.69	81.74
(Decrease) / Increase in Short Term Provision	28.59	68.85
(Decrease) / Increase in Other Current Liabilities	97.71	0.75
Cash Generated from Operations	1,946.83	1,140.87
Taxes paid (Net of refund)	6.62	38.84
Net cash generated from operating activities	1,940.21	1,179.51
Cash flow from investing activities:		
Purchase of Fixed Assets	2,151.31	1,015.25
Sales Of Fixed Assets	-	-
Proceed from sale of Investment	-	-
Long term loan & advance	-	-
Security Deposit	-	-
Interest income	2.44	2.73
Net cash used in investing activities	2,148.87	1,012.52
Cash flow from financing activities:		
Share issue money received	-	2,418.64
IPO Issue Expense	-	345.07
Repayment of Term loan	-	-
Borrowing /Repayment) from Bank / Related party	287.60	48.08
Deposit given for Lease	-	-
Finance cost	79.75	29.83
Net cash used in financing activities	207.75	1,993.66
Net increase / (decrease) in cash and cash equivalents	0.91	198.17
Cash and cash equivalents as at the beginning of the year	2.32	200.50
Cash and cash equivalents as at the end of the year	1.41	2.32
Cash and cash equivalent comprises of:		
Cash in hand	0.22	0.95
Balance with banks	1.19	1.37
Deposits with Bank having maturity less than a year	-	-
Total	1.41	2.32

Notes

1. The above Cash Flow Statement has been prepared under the "Indirect Method" as set out in the Notified Accounting Standard - 3 on Cash Flow Statements.
2. Figures in bracket indicate cash outgo.
3. Previous years' figures have been regrouped/rearranged to conform with current years' classifications.

For Mapss and Company
Chartered Accountants
Firm Reg. No.: 012796C

For Divyadhan Recycling Industries Limited

Partner
Membership No. : 093571
UDIN:
Place: Noida
Date: 28.05.2026



Pratik Gupta
DIN : 06576759
(Director)

Varun Gupta
DIN : 00471296
(Director)

Sanjay Kandpal
Company
Secretary



DIVYADHAN RECYCLING INDUSTRIES LIMITED

**SIGNIFICANT ACCOUNTING POLICIES & NOTES ON FINANCIAL STATEMENTS FOR THE YEAR ENDED
31ST MARCH, 2026**

Note 1

Significant Accounting Policies

1. Basis of accounting:-

These financial statements have been prepared in accordance with the Generally Accepted Accounting Principles in India (Indian GAAP) including the Accounting Standards notified under Section 133 of the Companies Act, 2013, read with Rule 7 of the Companies (Accounts) Rules, 2014 and the relevant provisions of the Companies Act, 2013.

The financial statements have been prepared under the historical cost convention on accrual basis.

2. Use of Estimates

The preparation of financial statements in conformity with Indian GAAP requires the management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities and the disclosure of contingent liabilities, at the end of the reporting period. Although these estimates are based on the management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in the outcomes requiring a material adjustment to the carrying amounts of assets or liabilities in future periods.

3. Revenue Recognition:-

Expenses and Income considered payable and receivable respectively are accounted for on accrual basis.

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

4. Property, Plant & Equipment:-

Property, Plant & Equipment including intangible assets are stated at their original cost of acquisition including taxes, freight and other incidental expenses related to acquisition and installation of the concerned assets less depreciation till date.

Company has adopted cost model for all class of items of Property Plant and Equipment.

5. Depreciation :-

Depreciation on Fixed Assets is provided to the extent of depreciable amount on the /SLM method. Depreciation is provided based on useful life of the assets as prescribed in Schedule II to the Companies Act, 2013.

Depreciation on assets acquired/sold during the year is recognized on a pro-rata basis to the statement of profit and loss till the date of acquisition/sale.



The carrying amount of assets is reviewed at each balance sheet date if there is any indication of impairment based on internal/external factors. An impairment loss is recognized wherever the carrying amount of an asset exceeds its recoverable amount. The recoverable amount is the greater of the assets, net selling price 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 risks specific to the asset.

After impairment, depreciation is provided on the revised carrying amount of the asset over its remaining useful life.

During the financial year, the company has reviewed life of assets and charged the depreciation on fixed assets based on new life assigned to them.

6. Foreign currency Transactions: -

Transactions arising in foreign currencies during the year are converted at the rates closely approximating the rates ruling on the transaction dates. Liabilities and receivables in foreign currency are restated at the year-end exchange rates. All exchange rate differences arising from conversion in terms of the above are included in the statement of profit and loss.

7. Investments :-

Investments, which are readily realizable and intended to be held for not more than one year from the date on which such investments are made, are classified as current investments. All other investments are classified as non-current investments.

8. Inventories :-

Inventories are valued as under:-

1. Inventories : Lower of cost (FIFO/specific cost/Weighted Average) or net realizable value
2. Scrap : At net realizable value.

9. Borrowing cost:-

Borrowing costs that are attributable to the acquisition or construction of the qualifying assets are capitalized as part of the cost of such assets. A qualifying assets is one that necessarily takes a substantial period of time to get ready for its intended uses or sale. All other borrowing costs are charged to revenue in the year of incurrence.

10. Retirement Benefits:-

The retirement benefits are accounted for as and when liability becomes due for payment. Gratuity valuation has been done by the acturiy and provision has been made based on the actuarial valuation.

11. Taxes on Income:-

Provision for current tax is made on the basis of estimated taxable income for the current accounting year in accordance with the Income Tax Act, 1961. The deferred tax for timing differences between the book and tax profits for the year is accounted for, using the tax rates and laws that have been substantively enacted by the balance sheet date. Deferred tax assets arising from timing differences are recognized to the extent there is virtual certainty with convincing evidence that these would be realized in future. At each Balance Sheet date, the carrying amount of deferred tax is reviewed to reassure realization

12. Provisions, Contingent Liabilities and Contingent Assets:- (AS-29)

Provisions are recognized only when there is a present obligation as a result of past events and when a reliable estimate of the amount of the obligation can be made.

Contingent Liabilities is disclosed in Notes to the account for:-



- (i) Possible obligations which will be confirmed only by future events not wholly within the control of the company or
- (ii) Present Obligations arising from past events where it is not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount of the obligation cannot be made.

Contingent assets are not recognized in the financial statement since this may result in the recognition of the income that may never be realized.

General:

Except wherever stated, accounting policies are consistent with the generally accepted accounting principles and have been consistently applied.



DIVYADHAN RECYCLING INDUSTRIES LIMITED
Notes to Financial Statements for the period ended 31st March, 2026

Note 2 : Share Capital

Particulars	As at 31st March 2026	As at 31st March 2025
AUTHORIZED CAPITAL		
1,80,00,000 Equity Shares of Rs.10/- each	1,800.00	1,800.00
90,000/- Preference Shares Of Rs. 10/- Each	9.00	9.00
Total	1,809.00	1,809.00
ISSUED , SUBSCRIBED & PAID UP CAPITAL		
52,65,357 Equity Shares of Rs. 10/- each, Fully Paid.	526.54	526.54
52,65,357 Equity Shares of Rs. 10/- each, Bonus share	526.54	526.54
37,76,000 Equity Shares of Rs. 10/- each, Public Issue	377.60	377.60
Total	1,430.67	1,430.67

(a) Reconciliation of the shares outstanding at the beginning and at the end of the reporting period.

	As at 31st March 2026	As at 31st March 2025
Equity Shares		
At the beginning of the period Equity & Preference	1,430.67	52.65
Add: Issued Equity Share during the Period	-	90.41
Add: Issued Preference Share during the period		
Less: Shares redeemed / Transferred during the period		
Total	1,430.67	143.07

Terms / Rights Attached to Shares

The Company Has issued only one class of Equity shares having a per value of Rs.10/- per share. Each shareholder is eligible for one vote per share. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the company, after distribution of all preferential amounts, in proportion of their shareholdings

Handwritten signatures:



DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2026

Shareholders Holding more than 5% Shares

Name of Shareholders	No. of Shares Held	No. of Shares Held
	(% of Holding)	(% of Holding)
Pratik Gupta	4998816 (34.94%)	4998816 (34.94%)
Varun Gupta	4968798 (34.73%)	4968798 (34.73%)

During the financial year 2024-25, The company issued bonus shares. The bonus issue has been made pursuant to section 63 of Companies Act, 2013 and rules made thereunder, a sum of Rs. 5,26,53,570 capitalized as bonus equity shares out of free reserves and surplus, and distributed amongst the equity shareholders by issue of 52,65,357 share in the proportion of 1:1 i.e One new fully paid-up equity share of Rs. 10/- each (Rupees Ten) for every One existing fully paid-up equity shares of Rs. 10/. (Rupees Ten). As a result of that the issued, subscribed and fully paid up equity share capital of the company is 1,05,30,714 shares of face value of Rs 10 each i. e. Rs.

During the financial year 2024-25, The company successfully completed its Initial Public Offer (IPO) of equity shares. The IPO comprised a fresh issue of 37,76,000 equity shares of face value Rs. 10/- (Rupees Ten) each at an issue price of Rs. 64/- (Rupees Sixty Four) per equity share, aggregating amount Rs. 24,16,64,000.00 raised. The equity shares were listed on the national stock exchange of india limited (SME) with effect from 4th October 2024. The issue was fully subscribed and the proceeds from the fresh issue have been utilized in accordance with the objects of the issue as stated in the offer document/prospectus dated 18th September 2024. The total increase in the equity share capital of the company pursuant to the IPO was Rs. 3,77,60,000 and the securities premium amounting to Rs. 20,39,04,000 was credited to the securities premium account.

Note 3 : Reserve & Surplus

Particulars	As at 31st March 2026	As at 31st March 2025
Balance brought forward from previous year	900.70	747.08
Add: Profit for the period	170.53	153.62
Adjustment during the year	165.90	
Total	1237.13	900.70

Note 3

Particulars	526.54	526.54
Security Premium	1163.35	1163.35
		0.00
Total	1163.35	1163.35

Varun Gupta

Pratik



DIVYADHAN RECYCLING INDUSTRIES LIMITED**Notes to Financial Statements for the period ended 31st March, 2026****Note 4 : Long term Borrowing**

Particulars	As at 31st March 2026	As at 31st March 2025
Secured		
Term Loans from Bank (refer note below)	337.50	0.00
Less :- Current Maturities of Long Term Debt	-49.99	0.00
Total	287.51	0.00

During the financial year 2024-25, The company repaid outstanding term loans. The repayment was funded through Proceeds from IPO and has resulted in a reduction in the finance cost for the year. There is no outstanding default as on the balance sheet date in repayment of principal or interest to any bank.

Note 5 : Deferred Tax Liability

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax liability	113.22	54.07
Total	113.22	54.07

Note 6: Long Term Provisions

Particulars	As at 31st March 2026	As at 31st March 2025
Provision for Gratuity	17.66	12.15
Total	17.66	12.15

*Vamshikrishna**Prateek*

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2026

Note 7 : Short term Borrowing

Particulars	As at 31st March 2026	As at 31st March 2025
Secured Loans from Banks		
Loans Repayable on Demand (Cash Credit) (refer note below)	1095.73	135.59
Current Maturities		0.00
Unsecured Loans		
Loans Repayable on Demand from others		0.00
Total	1095.73	135.59

Note:

Secured through primary security - Hypothecation of entire Current assets and Movable fixed assets (except vehicles) of the company, both present and future. And Collateral security of Industrial property located at Kheat / khatuni No 18/18, , 71/71, Khasra No. 755, 756, 758, to 765, Village Kalyanpur, Near Gupta Hospital, Baddi, Solan - 174101.

Note 8 : Trade Payables

Particulars	As at 31st March 2026	As at 31st March 2025
Trade Payable		
Total Outstanding dues of MSMEs	280.04	69.97
Total Outstanding dues of Other than MSMEs	573.57	330.94
Total	853.61	400.91

Note: refer note no 24 for aging

Note 9 : Other Current Liabilities

Particulars	As at 31st March 2026	As at 31st March 2025
Statutory Dues	11.76	5.60
Current Maturities of Long Term Debt	49.99	0.00
Salary & Wages Payable	29.74	31.14
H P Electricity Board	43.52	22.61
Other Payable	33.30	11.25
Total	168.30	70.59

Note 10 : Short Term Provisions

Particulars	As at 31st March 2026	As at 31st March 2025
Provision fo Gratuity/ Imprest	0.01	-
Provision fo Income Tax	6.15	34.75
Total	6.16	34.75

Vam Gupta

Pratik



DIVYADHAN RECYCLING INDUSTRIES LIMITED

Note 11 : Tangible Assets

Particulars	Gross Block				Depreciation				Net Block	
	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Value at the beginning	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2026	WDV as on 31.03.2025
Tangible Assets										
Land	90.00			90.00	0.00			0.00	90.00	90.00
Office Building	767.84	496.01		1263.86	100.00	25.72	2.09	127.81	1136.05	667.85
Plant & Machinery	2109.38	1638.82		3748.20	782.80	135.93	-168.78	749.94	2998.25	1326.58
Vehicle	50.43	9.90		60.33	23.61	5.47	0.64	29.73	30.61	26.82
Computer	1.70	0.40		2.10	1.34	0.62	0.15	2.11	-0.01	0.35
Office Equipments	8.50	5.80		14.30	5.31	0.18	-0.45	5.04	9.26	3.19
Furniture and fixture	1.75	0.38		2.13	-0.26	0.18	0.45	0.38	1.76	2.01
										0.00
Capital Work in Progress		-		-					0.00	
Total (Current Year)	3029.61	2151.31	-	5180.91	912.81	168.10	-165.90	915	4,266	2,117
Total (Previous Year)	2014.36	1015.25	-	3029.61	784.57	128.24	0.00	913	2,117	1,230

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DIVYADHAN RECYCLING INDUSTRIES LIMITED
Notes to Financial Statements for the period ended 31st March, 2026

Note 12: Inventories

Particulars	As at 31st March 2026	As at 31st March 2025
Stock in Hand - Raw Material	1,195.06	948.82
Stock in Hand - Finished Goods	113.89	288.97
Total	1,308.96	1,217.79

Note 13 : Trade Receivables

Particulars	As at 31st March 2026	As at 31st March 2025
Trade Receivables Outstanding for a period less than Six Months		
(a) Secured Considered good		
(b) Unsecured Considered good	295.66	455.70
Trade Receivables Outstanding for a period exceeding Six Months		
(a) Secured Considered good		
(b) Unsecured Considered good		
Total	295.66	455.70

Note: refer note no 25 for aging

Note 14 : Cash & Cash Equivalent

Particulars	As at 31st March 2026	As at 31st March 2025
Cash-In-Hand	0.22	0.95
Balances with Banks in current accounts	1.19	1.37
Total	1.41	2.32

Note 15 : Short Term Loans and Advances

Particulars	As at 31st March 2026	As at 31st March 2025
Fixed Deposits	29.74	27.50
Advance to Staff	-	2.00
Other Security Deposits	21.26	11.99
Total	51.00	41.49

Vaishnavi *Rohit*



DIVYADHAN RECYCLING INDUSTRIES LIMITED**Notes to Financial Statements for the period ended 31st March, 2026****Note 16 : Other Current Assets**

Particulars	As at 31st March 2026	As at 31st March 2025
TDS & TCS Receivables	10.80	12.88
GST Refund Receivable	14.14	151.95
Imprest		0.41
Prepaid Expenses	7.99	5.33
Balance With Revenue Authority	417.67	198.10
Total	450.41	368.68

Note 17: Revenue from operation

Particulars	As at 31st March 2026	As at 31st March 2025
Revenue from operation	7,941.35	5,948.23
Total	7,941.35	5,948.23

Note 18 : Other Income

Particulars	As at 31st March 2026	As at 31st March 2025
Interest Received	2.44	2.73
Commission Outward		46.34
Freight Income	1.47	0.88
Other Income	0.32	
Balance write off	0.04	0.02
Government Grant	-	14.14
Total	4.27	64.12

*Vaibhava**Bhatt*

DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2026

Note 19: Cost of Material Consumed

Particulars	As at 31st March 2026	As at 31st March 2025
Raw material at the beginning of the year	949.38	354.67
Cost of raw material and components purchase	6,476.24	5,418.39
Direct Expenses		
Additional local Tax	8.35	8.33
Electricity Expenses	291.01	292.97
Labour Charges Contract	69.75	58.62
Packing Charges	0.14	0.05
Shifting Charges	53.24	103.22
Wages paid	145.73	130.92
Carriage inward	32.87	24.00
Loading & Unloading Charges	10.48	2.55
Less: Raw material at the end of the year	1,195.06	948.82
Total	6,842.12	5,444.90

Note 20 : Change in Inventories

Particulars	As at 31st March 2026	As at 31st March 2025
Opening Stock of Finished Goods	268.41	98.10
Closing Stock of Finished Goods	113.89	268.97
Total	154.52	-170.87

Note 21 : Financial Cost

Particulars	As at 31st March 2026	As at 31st March 2025
Finance cost	79.75	29.63
Total	79.75	29.63

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DIVYADHAN RECYCLING INDUSTRIES LIMITED

Notes to Financial Statements for the period ended 31st March, 2026

Note 22 : Employee Benefits Expenses

Particulars	As at 31st March 2026	As at 31st March 2025
Salary & Wages	99.42	102.56
Gratuity Expense	5.99	-
Staff Welfare	7.12	7.41
Esi exp	0.96	1.83
Epf exp	10.77	10.14
Total	124.27	121.94

Note 23 : Other Expenses

Particulars	As at 31st March 2026	As at 31st March 2025
Bank Charges	5.85	4.17
Audit Fees	3.50	2.00
Align Books /Tally Software	0.06	1.00
ASBA Commission for IPO	0.00	0.07
Bonus	4.58	4.17
Business Promotion	-	5.30
CETP Charges	1.13	2.91
Clearing Agency Charges	-	0.05
Commission on Purchase	0.50	1.51
Director's Remuneration	50.50	48.00
Diwali Exp	0.28	0.08
Director's Sitting Fees	1.00	2.01
Fees and Tax Exp	11.33	10.00
Carriage Outward	136.78	56.01
General Expenses	0.55	0.12
Insurance	7.99	3.85
ID Charges (Electricity) Charges	-	7.30
Late fee on Gst/Tds Return	-	0.56
Legal,Consultancy & Professional Fees	11.25	5.00
Medical Exp	0.78	0.25
Membership Fees	1.58	0.08
Printing and Stationery	2.86	1.82
Professional Fees	6.71	8.96
Professional tax Paid	-	0.17
Rent Paid	24.70	11.95
Repairs & Maintenance	11.49	38.61
Running Vehicle & Maintenance Expense	1.73	2.41
Security Services Charges	18.02	14.16

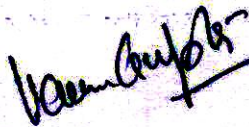
Pratik

Manoj



DIVYADHAN RECYCLING INDUSTRIES LIMITED**Notes to Financial Statements for the period ended 31st March, 2026**

Travelling & Conveyance Exps	3.18	4.74
Postage & Courier Expenses	0.01	0.69
Testing Charges	1.22	3.53
Telephone Expenses	0.42	0.39
Commission on Sale	28.97	0.54
Donation Paid	3.00	
Total	341.03	242.40



Note 24 : Trade Payable Aging

Particulars	As at 31st March, 2026			
	Outstanding for following periods from due date of			Total
	Less than 1 Year	1-2 Years	2-3 Years	
MSME	70	-	-	70
Others	331	-	-	331
Dispute dues-MSME	-	-	-	-
Dispute dues-Others	-	-	-	-
Total	401	-	-	401

Particulars	As at 31st March 2025			
	Outstanding for following periods from due date of			Total
	Less than 1 Year	1-2 Years	2-3 Years	
MSME	130	-	-	130
Others	189	-	-	189
Dispute dues-MSME	-	-	-	-
Dispute dues-Others	-	-	-	-
Total	319	-	-	319



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Note 25 : Trade Receivables Aging

Particulars	As at 31st March, 2026				
	Outstanding for following periods from due date of payment				
	Less Than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years
(i) Undisputed Trade Receivable- Considered good	456	-	-	-	-
(ii) Undisputed Trade Receivables- Considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables- Considered Goods	-	-	-	-	-
(iv) Disputed Trade Receivables- Considered doubtful	-	-	-	-	-
Total	456	-	-	-	-

Particulars	As at 31st March, 2025				
	Outstanding for following periods from due date of payment				
	Less Than 6 Months	6 Months - 1 Year	1-2 Years	2-3 Years	More than 3 Years
(i) Undisputed Trade Receivable- Considered good	340	-	-	-	-
(ii) Undisputed Trade Receivables- Considered doubtful	-	-	-	-	-
(iii) Disputed Trade Receivables- Considered Goods	-	-	-	-	-
(iv) Disputed Trade Receivables- Considered doubtful	-	-	-	-	-
Total	340	-	-	-	-



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Notes on Financial Statements

1. Trade receivables, Trade payables, Loans & Advances and Unsecured Loans have been taken at their book value subject to confirmation and reconciliation.

2. Payments to Auditors:

(Figure in Lakh)

Auditors Remuneration	2025-2026	2024-2025
Audit Fees	3.50	1.50
	-	-
Total	3.50	1.50

3. Loans and Advances are considered good in respect of which company does not hold any security other than the personal guarantee of persons.

4. Related Party disclosure as identified by the company and relied upon by the auditors:

(A) Related Parties and their Relationship

(I) Key Management Personnel

1. Mr. Pratik Pramod Gupta
2. Mr. Varun Gupta
3. Mr. Pramod Kumar Gupta
4. Mr. Manoj Kumar
5. Mr. Satish Chandra Sharma
6. Mrs. Priyanka Agarwal

(II) Relative of Key Management Personnel

1. Mrs. Ankita Gupta
2. Mrs. Nikita Gupta

(III) Enterprises owned or significantly influenced by Key Management personnel or their relatives

1. Proma Greentech Pvt Ltd (Yashash Commodities Pvt Ltd)
2. Sonpankhi Shares and Securities Pvt Ltd
3. Associated Textile Industries Pvt Ltd
4. Proma Industries Limited
5. YMC India Pvt Ltd
6. Deltech Instruments Pvt Ltd
7. Medilia Ltd
8. Vinpro Recycletech Pvt Ltd



Particulars	Current Year (FY 2025-26)			Previous Year (FY 2024-25)		
	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives
Advance Paid						
Proma Greentech Pvt Ltd						30.00
Received Back						
Proma Greentech Pvt Ltd						30.00
Remuneration Paid						
Varun Gupta	24.00			20.00		
Pratik Gupta	24.00			14.00		
Nikita Gupta		24.00		6.00	8.00	
Ankita Gupta		24.00		6.00	18.00	
Kusum Gupta					4.00	
Pramod Gupta		3.00		1.50		



Outstanding Balances

(Figure in Lakh)

Particulars	Current Year (FY 2025-26)			Previous Year (FY 2024-25)		
	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives	Key Management Personnel	Relative of Key Management Personnel	Enterprises owned or significantly influenced by Key Management personnel or their relatives
Loans Taken	0.00	0.00	0.00	0.00	0.00	0.00
Loans Repaid	0.00	0.00	0.00	0.00	0.00	0.00

5. % of imported & indigenous raw material

(Figure in Lakh)

Particulars	FY 2025-26		FY 2024-25	
	%	Amount	%	Amount
Imported	0.00	-	0.00	-
Indigenous	100	6842.12	100	5418.39

6. Value of Imports

Raw Material	Nil	Nil
Finished Goods	Nil	Nil

7. Expenditure in Foreign Currency

Nil

8. Earning in Foreign Exchange

Nil

9. Previous year figures have been regrouped/rearranged wherever necessary.

In terms of Our Separate Audit Report of Even Date Attached.

For MAPSS & Company
Chartered Accountants

For: DIVYADHAN RECYCLING INDUSTRIES LIMITED

(Virender Kumar)
Partner
Membership No. 093571
Registration No. 012796C
Place: Noida
Date: 28th May, 2026
UDIN: 2609257114V2ER262



PRATIK GUPTA
Director
DIN : 06576759

VARUN GUPTA
Managing Director
DIN : 00471296

Sanjay Kandpal
Company Secretary