GARWARE
TECHNICAL FIBRES

GTFL:SEC:2026

August 17, 2026

BSE Limited
Corporate Relationship Department,
New Trading Ring,
Rotunda Building, P. J. Towers,
Dalal Street, Fort,
Mumbai 400001. **(Company code: 509557)**

National Stock Exchange of India Ltd.
Exchange Plaza, Plot No. C/1, 'G' Block,
Bandra-Kurla Complex,
Bandra East,
Mumbai 400051. **(Symbol: GARFIBRES, Series: EQ)**

Sub: Submission of 49th Annual Report for the financial year 2025-26 along with Notice of 49th Annual General Meeting of the Company.

Dear Sirs,

This is to inform you that the 49th Annual General Meeting ('AGM') of the Company will be held on Tuesday, 08th September, 2026 at 10:30 a.m. (IST), through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM").

Pursuant to Regulation 34(1) of the SEBI (Listing Obligations and Disclosure Requirements), 2015, please find attach herewith 49th Annual Report for the financial year 2025-26 along with Notice of 49th Annual General Meeting of the Company, which is being sent to Shareholders through electronic mode today i.e., 17th August, 2026. Further, in accordance with the Regulation 36(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a letter containing the web-link for accessing the Notice of the Annual General Meeting along with the Annual Report for the financial year 2025-26 is also being sent to all those Members who have not registered their email IDs.

The 49th Annual Report for the financial year 2025-26 along with Notice of 49th Annual General Meeting of the Company is also available on website of the Company: www.garwarefibres.com.

Please acknowledge the communication.

Thanking you.

Yours faithfully,
For **GARWARE TECHNICAL FIBRES LIMITED**

Sunil Agarwal
Digitally signed by Sunil Agarwal
Date: 2026.08.17 12:09:14 +05'30'

Sunil Agarwal
Company Secretary
M. No. - FCS 6407

GARWARE
TECHNICAL FIBRES
Better Ideas in Action

Garware Technical Fibres Limited

Regd. Off.: Plot No. 11, Block D-1, M.I.D.C., Chinchwad, Pune - 411 019.
CIN: L25209MH1976PLC018939; Telephone No.: (+91-20) 27990000;
E-mail: secretarial@garwarefibres.com;
Website: www.garwarefibres.com

NOTICE

Notice is hereby given that the FORTY-NINTH (49TH) ANNUAL GENERAL MEETING of the Company will be held on Tuesday, 8th September, 2026 through Video Conferencing ("VC") or Other Audio Visual Means ("OAVM"), at 10:30 a.m. (IST) to transact the following business:

ORDINARY BUSINESS:

1. To receive, consider, and adopt:
   a. the Audited Standalone Financial Statements of the Company for the financial year ended 31st March, 2026, together with the Reports of the Board of Directors and Auditors thereon; and
   b. the Audited Consolidated Financial Statements for the financial year ended 31st March, 2026 and the Report of the Auditors thereon.
2. To confirm the payment of Interim Dividend of ₹ 8.00/- (80%) per equity share of ₹ 10/- each already paid during the year as Interim Dividend for the Financial Year 2025-26.
3. To declare a Final Dividend of ₹ 1/- (10%) per equity share of ₹ 10/- each, for the Financial Year 2025-26.
4. To appoint a Director in place of Ms. Mayuri Vayu Garware (DIN 06948274), who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

5. Ratification of Cost Auditors' remuneration:

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

"**RESOLVED THAT** pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 read with the Rule 14(a) of the Companies (Audit and Auditors) Rules, 2014, the payment of remuneration of ₹ 6,30,000/- (Rupees Six Lakhs Thirty Thousand only) plus applicable taxes and re-imbursement of actual travelling and out-of-pocket expenses to M/s. Joshi Apte & Associates, appointed as Cost Auditors (Firm Registration No. 000240), by the Board of Directors based on recommendation by the Audit Committee, to conduct the Audit of the Cost Records in respect of the Products covered under the said Rules for the financial year ended 31st March, 2027, be and is hereby ratified and approved."

"**RESOLVED FURTHER THAT** the Board of Directors of the Company, be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, relevant and / or expedient for giving effect to this resolution."

6. Continuation of the appointment of Mr. Anil Sadashiv Wagle (DIN 03403801), as a Non-Executive Independent Director of the Company:

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

"**RESOLVED THAT** pursuant to the provisions of Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the applicable provisions of the Companies Act, 2013 and Rules made there under, (including any statutory modification(s) or re-enactment thereof, for the time being in force) and pursuant to the recommendation of Nomination and Remuneration Committee of the Board of Directors of the Company and approval of the Board of Directors of the Company at their meetings held on Wednesday, 20th May, 2026, the approval of the Members of the Company be and is hereby accorded for the continuation of Mr. Anil Sadashiv Wagle (DIN 03403801 and IDDB Registration No. IDDB-DI-202401-055145), who is attaining the age of 75 years on 9th July, 2027, as a Non-Executive Independent Director of the Company for the remainder of his term of appointment i.e., upto 30th January, 2029."

"**RESOLVED FURTHER THAT** the Board of Directors of the Company, be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, relevant, usual and/or expedient for giving effect to this resolution."

7. Re-appointment of Dr. Shridhar Shrikrishna Rajpathak (DIN 00040387), as a Non-Executive Independent Director of the Company:

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

"**RESOLVED THAT** pursuant to the provisions of Sections 149, 150, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") and the rules framed thereunder, read with Schedule IV of the Act and Regulations 16(1)(b), 17(1A), 25 and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'SEBI Listing Regulations'). Dr. Shridhar Shrikrishna Rajpathak (DIN: 00040387 and IDDB Registration No. IDDB-DI-202110-039373), who was appointed as a Non-Executive Independent Director of the Company to hold office for his first term of 5 (five) consecutive years w.e.f. 11th November, 2021, and has attained the age of 75 years on 29th May, 2026, and is eligible for being re-appointed as an Independent Director, who has submitted a declaration that he meets the criteria of Independence as provided under Section 149(6) of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations and in respect of whom the Company has received a notice in writing from a member proposing his candidature for the office of Director, and based on recommendation of the Nomination and Remuneration Committee of the Board of Directors of the Company and approval of the Board of Directors of the Company at their meeting held on Wednesday, 20th May, 2026, the approval of the Members of the Company be and is hereby accorded for re-appointment of Dr. Shridhar Shrikrishna Rajpathak as a Non-Executive Independent Director of the Company to hold office for a second term of five (05) consecutive years effective from 12th November, 2026 upto 11th November, 2031 and who shall not be liable to retire by rotation."

"**RESOLVED FURTHER THAT** the Board of Directors of the Company, be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, relevant, usual and/or expedient for giving effect to this resolution."

8. **Re-appointment of Mr. Vayu Ramesh Garware (DIN 00092201), as Managing Director of the Company:**

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

"RESOLVED THAT pursuant to the provisions of Section 196, 197, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, Articles of Association of the Company and in compliance with the provisions of Regulation 17(6)(e) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and based on recommendation of the Nomination and Remuneration Committee and Audit Committee of the Board of Directors of the Company and the approval of the Board of Directors of the Company at their meeting held on Wednesday, 20th May, 2026, the approval of the Members of the Company be and is hereby accorded for re-appointment of Mr. Vayu Ramesh Garware (DIN 00092201), as a Managing Director of the Company to be designated as Chairman & Managing Director ("CMD"), for a period of five (5) years effective from 1st December, 2026, on the terms and conditions set out in the explanatory statement annexed hereto and forming part of this Notice."

"RESOLVED FURTHER THAT upon recommendation by the Nomination and Remuneration Committee, the Board of Directors of the Company, be and is hereby authorised to revise, amend, alter and vary, from time to time, the terms and conditions of the said re-appointment including the scope and quantum of remuneration, perquisites, benefits and amenities payable during the tenure of appointment of Mr. Vayu Ramesh Garware as long as the total remuneration payable for any financial year shall not exceed ten (10) percent of the net profit of the Company from that financial year."

"RESOLVED FURTHER THAT the Board of Directors of the Company, be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary, relevant, usual and / or expedient for giving effect to this resolution."

By Order of the Board of Directors
Sunil Agarwal
Company Secretary
FCS No.: 6407

Pune,
20th May, 2026

NOTES:

1. The Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 03/2025 dated 22nd September, 2025, read with General Circular Nos. 20/2020 dated 5th May, 2020, 17/2020 dated 13th April, 2020 and 14/2020 dated 8th April, 2020 (hereinafter collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting through Video Conferencing ("VC") or other Audio Visual Means ("OAVM"), without the physical presence of the Members at a common venue.
2. Accordingly, in compliance with the applicable provisions of the Companies Act, 2013 ("Act"), the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and read with the said MCA Circulars and the SEBI Master Circular dated 30th January, 2026 (hereinafter referred to as "SEBI Circular"), the Company has decided to convene its ensuing 49th Annual General Meeting through VC / OAVM ("AGM"), and the Members can attend and participate in the ensuing AGM through VC / OAVM only. In accordance with the Secretarial Standard - 2 on General Meeting issued by the Institute of Company Secretaries of India ("ICSI"), the proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company, which shall be the deemed Venue of the AGM.
3. The explanatory statement pursuant to Section 102(1) of the Companies Act, 2013, relating to Item Nos. 5 to 8 to be transacted at the Meeting is annexed hereto.
4. Pursuant to the provisions of the Act, a Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his / her behalf and the proxy need not be a Member of the Company. Since, this AGM is being held through VC / OAVM, whereby physical attendance of Members has been dispensed with and in line with the said MCA Circulars and SEBI Circular, the facility to appoint a proxy to attend and cast vote for the Member is not made available for this AGM and hence, the Proxy Form, route map of venue of the AGM and Attendance Slip are not annexed to this Notice. In terms of the provisions of Section 112 and 113 of the Act read with the said MCA Circulars and SEBI Circular, Corporate Members are entitled to appoint their authorized representatives to attend the AGM through VC / OAVM on their behalf and participate thereat, including cast votes by electronic means. Such Corporate Members are requested to refer "General Guidelines for Shareholders / Members" provided in the Point No.15.D herein below, for more information.
5. Disclosure pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 on General Meetings issued by Institute of Company Secretaries of India with respect to Director seeking appointment / re-appointment / continuation of appointment at the Meeting is given separately in this Notice.
6. **Documents Open for Inspection:**

a. The Register of Directors and Key Managerial Personnel and their shareholding, maintained under Section 170 of the Companies Act, 2013 and the Register of Contracts or Arrangements in which Directors are interested under Section 189 of Companies Act, 2013, will be available for inspection of the Members during the AGM, on the Company's website: https://www.garwarefibres.com/.

b. All documents referred to in this Notice and accompanying explanatory statement pursuant to Section 102(1) of the Companies Act, 2013 shall be available for inspection of the Members through electronic mode. Members are requested to write to the Company at secretarial@garwarefibres.com for inspection of the documents, by mentioning "Request for inspection" in the subject of the Email.

7. In compliance with the aforementioned MCA Circulars and SEBI Circular, the Notice of the Annual General Meeting along with the Annual Report for the financial year 2025-26 is being sent only by electronic mode to those Members, whose email addresses are registered with the Company / Depository Participant(s). Further, in accordance with the Regulation 36(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a letter containing the web-link including the exact path for accessing the Notice of the Annual General Meeting along with the Annual Report for the financial year 2025-26 is being sent to all those Members who have not registered their email ids. Members may note that the Notice of Annual General Meeting and Annual Report for the financial year 2025-26 will also be available on the Company's website: https://www.garwarefibres.com/; websites of the Stock Exchanges i.e. the BSE Limited and National Stock Exchange of India Ltd at www.bseindia.com and www.nseindia.com respectively and on the website of National Securities Depository Ltd. ("NSDL") at www.evoting.nsdl.com. Members can attend and participate in the Annual General Meeting through VC / OAVM facility only.
8. a. SEBI vide its Master Circular No. HO/38/13/(4)2026-MIRSD-POD/I/4298/2026 dated February 06, 2026, mandated that the security holders (holding securities in physical form), whose folio(s) do not have PAN or Choice of Nomination or Contact Details or Mobile Number or Bank Account Details or Specimen Signature updated, shall be eligible for any payment including dividend, interest or redemption in respect of such

folios, only through electronic mode with upon their furnishing all the aforesaid details in entirety. Further, any service requests or complaints received from the member, are not processed by RTA till the aforesaid details / documents are provided to RTA. SEBI has introduced Form ISR - 1 along with other relevant forms to lodge any request for registering PAN, KYC details or any change / updation thereof. Members may also note that SEBI vide its Master Circular No. HO/38/13/(4)2026-MIRSD-POD/I/4298/2026 dated February 06, 2026 has mandated listed companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from unclaimed suspense account; renewal / exchange of securities certificate; endorsement; sub-division / splitting of securities certificate; consolidation of securities certificates / folios; transmission and transposition. In view of the same and to eliminate all risks associated with physical shares and avail various benefits of dematerialisation, Members are advised to dematerialise the shares held by them in physical form. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR-4 along with documents specified therein, the format of which is available on the Company's website at https://www.garwarefibres.com/.

b. Members who are holding shares in demat mode are requested to notify any change in their residential address, Bank A/c details and / or email address immediately to their respective Depository Participants.

9. Pursuant to Section 72 of the Companies Act, 2013 read with Rule 19(1) of the Rules made thereunder, Shareholders are entitled to make nomination in respect of shares held by them in physical form. Shareholders desirous of making nominations are requested to send their requests in Form SH-13, which is available on the website of the Company. Further, SEBI vide its Master Circular No. HO/38/13/(4)2026-MIRSD-POD/I/4298/2026 dated February 06, 2026 has mandated to furnish Form ISR-3 for opting out of Nomination by physical shareholders in case the Shareholder do not wish to register for the Nomination.

10. Pursuant to Provisions of Sections 124 and 125 of the Companies Act, 2013 (Section 205A and 205C of erstwhile Companies Act, 1956), any money transferred to the Unpaid Dividend Account which remains unpaid or unclaimed for a period of 07 (seven) years from the date of such transfer, shall be transferred by the Company to a fund called "Investor Education and Protection Fund" (the "IEPF") established by the Central Government.

    Accordingly, the unclaimed dividends up to the financial year 2017-18 have been transferred by the Company to the IEPF.

    The unpaid / unclaimed dividend for the financial year 2018-19 and onwards will become transferable to the IEPF at the end of 07 (seven) years from the respective dates of transfer of such amounts to the Unclaimed Dividend Accounts of the Company. Members are, therefore requested to check and send their claims, if any, for the relevant financial year 2018-19 and onwards before the respective amounts become due for transfer to the IEPF.

    The Ministry of Corporate Affairs ("MCA") notified the Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016 on 5th September, 2016 ("IEPF Rules"), which is applicable to the Company. In terms of the said IEPF Rules, the Company has uploaded the information in respect of the Unclaimed Dividends in respect of the financial year 2018-2019, on the website of the Company viz. https://www.garwarefibres.com/statement-of-unclaimed-dividend/.

    Members are also requested to note that, pursuant to the provisions of Section 124(6) of the Companies Act, 2013 and the IEPF Rules, the Company is obliged to transfer all shares, in respect of which dividend has remained unpaid or unclaimed for 07 (seven) consecutive years or more to demat account of the IEPF Authority.

    In compliance with the aforesaid Rules, the Company has transferred equity shares pertaining to financial year 2017-18 to IEPF Authority after providing necessary intimation to concern Members.

    The eligible Members are entitled to claim the shares or apply for refund of dividend to IEPF Authority by making an application in prescribed Form, the details of which are available at www.iepf.gov.in.

11. Non-Resident Indian Members are requested to inform the Company, immediately of change in their residential status on return to India for permanent settlement.

12. Members are also informed that pursuant to Circular No. SEBI/HO/OIAE/OIAE_IAD-1/P/CIR/2023/131 dated 31st July, 2023, read with a Corrigendum No. SEBI/HO/OIAE/OIAE_IAD-1/P/CIR/2023/135 dated 4th August, 2023, and further a Master Circular No. SEBI/HO/OIAE/OIAE_IAD-1/P/CIR/2023/145 dated 11th August, 2023, SEBI has introduced a common Online Dispute Resolution ("ODR") mechanism to facilitate online resolution of all kinds of disputes arising in the Indian securities market. Members can access the SEBI Circulars on the website of SEBI at https://www.sebi.gov.in/ and the same are also available on the website of the Company at https://www.garwarefibres.com/investors/shareholder-information/shareholder-form-downloads#investorsmenu.

13. The attendance of the Members attending the AGM through VC / OAVM will be counted for the purposes of reckoning the quorum under Section 103 of the Companies Act, 2013.

14. The Members can join the AGM in the VC / OAVM mode 15 minutes before and after the scheduled time of the commencement of the AGM by following the procedure mentioned in this Notice. The facility of participation at the AGM through VC / OAVM will be made available for 1,000 Members on "first come first served" basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel(s), Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors, etc., who are allowed to attend the AGM without restrictions of "first-come-first serve" basis. The Institutional Investors are encouraged to attend the meeting.

15. **Voting through electronic means:**

    A. Pursuant to the provisions of Sections 108 of the Companies Act, 2013, read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) the Secretarial Standards on General Meetings ("SS-2") issued by the ICSI and Regulation 44 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) and MCA Circulars and SEBI Circular, the Company is providing facility of remote e-Voting to its Members of the Company to transact the business set out in the Notice of AGM through the electronic voting system. The Company has engaged the services of National Securities Depository Limited ("NSDL") for participation in the AGM through VC / OAVM facility and for facilitating remote e-Voting as well as voting by electronic means during the proceedings of AGM ("e-Voting at AGM") (collectively referred to as "e-Voting") to enable the Members to cast their votes electronically. Resolution(s) passed by Members through e-Voting is / are deemed to have been passed as if it / they have been passed at the AGM.

    B. The remote e-Voting period commences on Saturday, 5th September 2026 at 9:00 a.m. (IST) and ends on Monday, 7th September 2026 at 5:00 p.m. (IST). The remote e-Voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the record date ("Cut-off date") i.e. Tuesday, 1st September, 2026 may cast their vote electronically. The voting right of Members shall be in proportion to their share in the paid-up equity share capital of the Company as on the Cut-off date, being Tuesday, 1st September, 2026. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently.

C. Instructions for Shareholders / Members for remote e-Voting and joining General Meeting are as under:- How do I vote electronically using NSDL e-Voting system?

The way to vote electronically on NSDL e-Voting system consists of "Two Steps" which are mentioned below: Step 1: Access to NSDL e-Voting system

I) Login method for e-Voting and joining virtual meeting for Individual Shareholders holding securities in demat mode.

In terms of SEBI Circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual Shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

Login method for Individual shareholders holding securities in demat mode is given below:

Type of Shareholders	**Login Method**
Individual Shareholders holding securities in demat mode with NSDL.	1. For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or **e-Voting service provider** i.e. **NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. Existing IDeAS user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the **"Beneficial Owner"** icon under **"Login"** which is available under '**IDeAS**' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on **"Access to e-Voting"** under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider - NSDL and you will be re-directed to NSDL e-Voting website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 3. If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp. 4. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the Icon **"Login"** which is available under 'Shareholder / Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password / OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider - NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 5. Shareholders / Members can also download NSDL Mobile App **"NSDL Speede"** facility by scanning the QR code mentioned below for seamless voting experience. **NSDL Mobile App is available on** App Store Google Play
Individual Shareholders holding securities in demat mode with CDSL	1. Users who have opted for CDSLEasi / Easiest, can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi / Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password. 2. After successful login of Easi / Easiest the user will be also able to see the e-Voting option for eligible companies where the e-Voting is in progress as per the information provided by company. On clicking the e-Voting option, the user will be able to see e-Voting page of the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, so that the user can visit the e-Voting service providers' website directly.

	3. If the user is not registered for Easi / Easiest, option to register is available at CDSL website: www.cdslindia.com and click on login & New System Myeasi Tab and then click on registration option. 4. Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication user will be able to see the e-Voting option where the e-Voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL / CDSL for e-Voting facility upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL / CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e., NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

I**mportant note:** Members who are unable to retrieve User ID / Password are advised to use Forget User ID and Forget Password option available at above mentioned website.

Helpdesk for Individual Shareholders holding securities in demat mode for any technical issues related to login through Depository i.e. NSDL and CDSL.

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at no.: 022-4886 7000
Individual Shareholders holding securities in demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800-21-09911

II) **Login Method for e- Voting and joining virtual meeting for Shareholders other than Individual shareholders holding securities in demat mode and Shareholders holding securities in physical mode.**

How to Log-in to NSDL e-Voting website?

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.
2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder / Member' section.
3. A new screen will open. You will have to enter your User ID, your Password / OTP and a Verification Code as shown on the screen.

   Alternatively, if you are registered for NSDL eservices i.e. IDEAS, you can log-in at https://eservices.nsdl.com/ with your existing IDEAS login. Once you log-in to NSDL eservices after using your log-in credentials, click on e-Voting and you can proceed to Step 2 i.e. Cast your vote electronically.
4. Your User ID details are given below :

Manner of holding shares i.e. Demat (NSDL or CDSL) or Physical	Your User ID is:
a) For Members who hold shares in demat account with NSDL.	8 Character DP ID followed by 8 Digit Client ID For example if your DP ID is IN300*** and Client ID is 12****** then your user ID is IN300***12******
b) For Members who hold shares in demat account with CDSL.	16 Digit Beneficiary ID For example if your Beneficiary ID is 12************** then your user ID is 12**************
c) For Members holding shares in Physical Form.	EVEN Number followed by Folio Number registered with the company For example if folio number is 001*** and EVEN is 101456 then user ID is 101456001***

The EVEN (E-Voting Event Number) of the Company for AGM is 140778.

5. Password details for shareholders other than Individual shareholders are given below:
   a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
   b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
   c) How to retrieve your 'initial password'?
      (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
      (ii)If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

6. If you are unable to retrieve or have not received the “Initial password” or have forgotten your password:
   a) Click on “Forgot User Details / Password?” (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
   b) Physical User Reset Password?” (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
   c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number / folio number, your PAN, your name and your registered address etc.
   d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to “Terms and Conditions” by selecting on the check box.
8. Now, you will have to click on “Login” button.
9. After you click on the “Login” button, Home page of e-Voting will open.

Step 2: Cast your vote electronically and join Meeting on NSDL e-Voting system.

How to cast your vote electronically and join Meeting on NSDL e-Voting system?

1. After successful login at Step 1, you will be able to see all the companies “EVEN” in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select “EVEN” of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on “VC / OAVM” link placed under “Join Meeting”.
3. Now you are ready for e-Voting as the Voting page opens.
4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify / modify the number of shares for which you wish to cast your vote and click on “Submit” and also “Confirm” when prompted.
5. Upon confirmation, the message “Vote cast successfully” will be displayed.
6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

D. General Guidelines for Shareholders / Members:

1. Institutional Shareholders (i.e. other than individuals / HUF, NRI, etc) are required to send a scanned copy (PDF / JPG Format) of the relevant Board Resolution / Authority letter etc., with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by email through their registered email address to cs@svdandassociates.com with copies marked to secretarial@garwarefibres.com, evoting@nsdl.com and pune@in.mpms.mufg.com Institutional shareholders (i.e. other tan individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc., by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.
2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-Voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the “Forgot User Details / Password?” or “Physical User Reset Password?” option available on www.evoting.nsdl.com to reset the password.
3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-Voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 022-4886 7000 or send a request at evoting@nsdl.com or contact Mr. Sunil Agarwal, Company Secretary at the Registered office address or Tel. (020) 2799 0000 or e-mail at secretarial@garwarefibres.com.

E. Process for those Shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e-mail ids for e-Voting for the resolutions set out in this Notice:

1. In case shares are held in physical mode please provide Folio No., Name of Shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to the Company at secretarial@garwarefibres.com and to MUFG Intime India Private Limited, Registrar and Share Transfer Agent of the Company at pune@in.mpms.mufg.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to the Company at secretarial@garwarefibres.com and to MUFG Intime India Private Limited, Registrar and Share Transfer Agent of the Company at pune@in.mpms.mufg.com If you are an Individual Shareholders holding securities in demat mode, you are requested to refer to the login method explained at step 1 (A) i.e. Login method for e-Voting and joining virtual meeting for Individual Shareholders holding securities in demat mode.
3. Alternatively Shareholder / Members may send a request to evoting@nsdl.com for procuring user id and password for e-Voting by providing above mentioned documents.
4. In terms of SEBI Circular dated 9th December, 2020 on e-Voting facility provided by the Company, Individual Shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

F. The Instructions for Shareholders / Members for e-Voting on the day of the AGM are as under :

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-Voting.
2. Only those Members / Shareholders, who will be present in the AGM through VC / OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

3. Members who have voted through remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
4. Details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for remote e-Voting.

G. Instructions for Shareholders / Members to Attend the Annual General Meeting through VC / OAVM are as under:

1. Member will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for Access to NSDL e-Voting system. After successful login, you can see link of "VC / OAVM link" placed under "Join meeting" menu against company name. You are requested to click on VC / OAVM link placed under Join Meeting menu. The link for VC / OAVM will be available in Shareholder / Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.
2. Members are encouraged to join the Meeting through Laptops for better experience.
3. Members are encouraged to submit their questions in advance with regard to the financial statements or any other matter to be placed at the AGM, from their registered e-mail address, mentioning their name, DP ID and Client ID number / folio number and mobile number, to reach the Company's e-mail address at secretarial@garwarefibres.com. Questions received by the Company till 5.00 p.m. (IST) on Tuesday, 1st September, 2026 shall only be considered and responded during the AGM.
4. Members who would like to express their views or ask questions as a Speaker during the AGM are required to pre-register themselves by sending a request from their registered e-mail address mentioning their names, DP ID and Client ID / folio number, PAN and mobile number to secretarial@garwarefibres.com between 9:00 a.m. (IST) on Tuesday, 1st September 2026 and 5:00 p.m. (IST) on Friday, 4th September, 2026. Only those Members who have pre-registered themselves as Speakers will be allowed to express their views or ask questions during the AGM. The Company reserves the right to restrict the number of Speakers depending on the availability of time for the AGM.
5. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the Meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

16. Payment of Dividend

a. The Company has fixed Tuesday, 1st September, 2026, as the "Record Date" for determining entitlement of members to receive Final Dividend for the financial year ended March 31, 2026, if approved at the AGM.

b. The Final Dividend of ₹ 1/- (10%) per equity share on subscribed equity capital consisting of 9,76,48,345 Equity Shares of face value ₹ 10/- each of the Company for the Financial Year 2025-26, as recommended by Board of Directors, if declared at the Meeting, will be paid, subject to deduction of tax at source and the provisions of the Companies Act, 2013, on or after Tuesday, 8th September, 2026 as under:

(I) To all Beneficial Owners in respect of shares held in dematerialized form as per the data as may be available by the National Securities Depository Limited ("NSDL") and Central Depository Services (India) Limited ("CDSL"), collectively "Depositories", as of the close of business hours on Tuesday, 1st September, 2026.

(II) To all Members in respect of shares held in physical form after giving effect to valid transmission or transposition requests lodged with the Company as of the close of business hours on Tuesday, 1st September, 2026.

c. In terms of the provisions of the Income-tax Act, 2025 as amended, dividend paid or distributed by a Company, is taxable in the hands of the Members. The Company shall, therefore, be required to deduct TDS at the time of payment of dividend at the applicable tax rates. The rate of TDS would depend upon the category, residential status of the Member and subject to fulfillment of certain conditions as provided in the procedure given in email communications sent to the Members on Thursday, 9th July, 2026. The said email communication is available on the Company's website: https://www.garwarefibres.com/sites/default/files/2026-07/Email%20Communication%20TDS%20on%20Dividend%202026.pdf. As it is important for the Company to receive the relevant information / document from Members to determine the rate of TDS, the Members are requested to furnish relevant information / documentation in the manner provided in the said email communication.

17. Any person holding shares in physical form and non-individual shareholders, who acquires shares of the Company and becomes Member of the Company after the notice is send through e-mail and holding shares as of the Cut-off date i.e. Tuesday, 1st September, 2026, may obtain the login ID and password by sending a request at evoting@nsdl.com or to the Company at secretarial@garwarefibres.com. However, if you are already registered with NSDL for remote e-voting, then you can use your existing user ID and password for casting your vote. If you forgot your password, you can reset your password by using "Forgot User Details / Password" or "Physical User Reset Password" option available on www.evoting.nsdl.com or call on toll free no. 1800 1020 990 and 1800 22 44 30. In case of Individual Shareholders holding securities in demat mode who acquires shares of the Company and becomes a Member of the Company after ending of the Notice and holding shares as of the Cut-off date i.e. Tuesday, 1st September, 2026, may follow steps mentioned in the Notice of the AGM under "Access to NSDL e-Voting system".

18. Mr. Sridhar Mudaliar, Partner (CP. No. 2664) or failing him Mrs. Meenakshi R. Deshmukh, Partner (CP No. 7893) of M/s. SVD & Associates, Company Secretaries has been appointed as Scrutinizer to scrutinize voting process in a fair and transparent manner and in accordance with the applicable laws.

19. The Chairman shall, at the AGM, at the end of discussion on the resolutions on which voting is to be held, allow voting, by use of e-Voting system for all those Members who are present during the AGM through VC / OAVM but have not cast their votes by availing the remote e-Voting facility. The e-Voting system during the AGM shall be disabled by NSDL for voting 15 minutes after the conclusion of the Meeting.

20. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, unblock the votes cast through remote e-Voting and e-Voting and make, within two working days of conclusion of the AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.

21. The results declared along with the Scrutinizer's Report shall be placed on the Company's website: www.garwarefibres.com immediately after the declaration of results by the Chairman or a person authorised by him in writing. The results shall also be communicated to Stock Exchanges i.e. the BSE Limited and National Stock Exchange of India Limited where the equity shares of the Company are listed. The resolutions will be deemed to be passed on the date of AGM subject to receipt of the requisite number of votes in favour of the resolutions.

22. A person, who is not member as on Cut-off date should treat this Notice for information purposes only.

EXPLANATORY STATEMENT

As required by Section 102 of the Companies Act, 2013, the following explanatory statement sets out the material facts relating to the business mentioned under Item Nos. 5 to 8 of the accompanying Notice dated 20th May, 2026.

Item No. 5:

Pursuant to the provisions of Section 148 of the Companies Act, 2013 and the Companies (Cost Records and Audit) Rules, 2014, the Company is required to appoint a Cost Auditor to conduct the audit of the cost records in respect of the products covered under the said Rules for the financial year ending on 31st March, 2027. Accordingly, M/s. Joshi Apte & Associates, Cost Accountants have been appointed as the Cost Auditors of the Company for the financial year 2026-27 by the Board of Directors in its meeting held on 20th May, 2026, on the recommendation of the Audit Committee of the Company for conducting the audit of the concerned cost records maintained by the Company.

The Board of Directors has fixed a remuneration of ₹ 6,30,000/- (Rupees Six Lakhs Thirty Thousand only) plus applicable taxes and reimbursement of actual traveling and out-of-pocket expenses. In terms of Section 148(3) of the Companies Act, 2013 and Rule 14(a) of the Companies (Audit and Auditors) Rules, 2014, to conduct the Audit of the Cost Records in respect of the Products covered under the said Rules for the financial year ended 31st March, 2027, the remuneration of the cost auditors, as fixed by the Board of Directors is required to be ratified by members of the Company.

None of the Directors and Key Managerial Personnel and their respective relatives are concerned or interested, financially or otherwise, in the resolution set out at Item No. 5 of this Notice.

The Board of Directors recommends the resolution set out at Item No. 5 for ratification by the Members of the Company as an Ordinary Resolution.

Item No. 6:

As per the provisions of Regulation 17(1A) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, no listed Company shall appoint or continue the directorship of any person as a Non-Executive Director, who has attained the age of 75 years, unless a special resolution is passed to that effect and justification thereof is indicated in the explanatory statement annexed to the Notice for such appointment.

Mr. Anil Sadashiv Wagle (DIN 03403801 and IDDB Registration No. IDDB-DI-202401-055145) was appointed as a Non-Executive Independent Director of the Company through Postal Ballot, to hold the office for the first terms of five (05) consecutive years with effect from 30th January, 2024.

Mr. Anil Sadashiv Wagle will attain the age of 75 years on 9th July, 2027.

The Board of Directors is of the view that Mr. Anil Sadashiv Wagle strengthen the Board of the Company and further bring more diversity having a person with very rich knowledge base / experience in the fields of Corporate Laws, Civil Law (as is relevant for a Company form of organization), Personnel Management, Administration, Corporate Management and Corporate Governance and can immensely benefit to the Company.

The Company has received declaration from Mr. Anil Sadashiv Wagle that he fulfills the criteria of Independent Director, as envisaged in Section 149(6) of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Qualification of Directors) Rules 2014 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further, Mr. Anil Sadashiv Wagle is not disqualified from being continued as Director in terms of Section 164 of the Companies Act, 2013 and is not debarred from holding the office of Director, by virtue of any SEBI order or any other such Authority.

Mr. Anil Sadashiv Wagle, on having been requested, has expressed his consent to continue to act as a Non-Executive Independent Director of the Company, after he attains the age of 75 years on 9th July, 2027, to hold the office for the remainder of his term of appointment i.e., upto 30th January, 2029.

Nomination and Remuneration Committee recommended the continuation of Mr. Anil Sadashiv Wagle, who will be attaining the age of 75 years on 9th July, 2027, as a Non-Executive Independent Director of the Company, to hold the office for the remainder of term of appointment i.e., upto 30th January, 2029.

Details as required pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 on General Meetings issued by Institute of Company Secretaries of India are provided at Annexure 1.

Except Mr. Anil Sadashiv Wagle, none of the Directors and Key Managerial Personnel and their respective relatives are concerned or interested, financially or otherwise, in the resolution mentioned at Item No. 6 of this Notice.

The Board of Directors recommends the resolution set forth at Item No. 6 for approval of the Members of the Company as a Special Resolution.

Item No. 7:

Dr. Shridhar Shrikrishna Rajpathak (DIN: 00040387 and IDDB Registration No. IDDB-DI-202110-039373) was appointed as a Non-Executive Independent Director of the Company through Postal Ballot, to hold the office for the term of five (5) consecutive years with effect from 11th November, 2021. Further, pursuant to Regulation 17(1A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, approval of shareholders was accorded at the 48th Annual General Meeting of the Company held on Tuesday, 2nd September, 2025 for the continuation of Dr. S. S. Rajpathak as a Non-Executive Independent Director of the Company for the remainder of his term of appointment i.e., upto 11th November, 2026, after attaining the age of 75 years on 29th May, 2026.

The Nomination and Remuneration Committee at its meeting held on 20th May, 2026, after taking into account the performance evaluation report of Dr. S. S. Rajpathak during his first term of five (5) years and considering his knowledge, skills, acumen, expertise and substantial contribution has recommended to the Board of Directors his reappointment for a second term of five (5) consecutive years w.e.f. 12th November, 2026.

In accordance with the provisions of Section 149(10) of the Companies Act, 2013 and Regulation 25(2A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, reappointment of the Independent Director will be subject to the approval of the Members by way of a special resolution. Further, pursuant to Regulation 17(1A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, no listed entity shall appoint a person, reappoint or continue the directorship of any person, who has attained the age of 75 years, unless special resolution is passed to that effect. Dr. S. S. Rajpathak attaining the age of 75 years on 29th May, 2026. Accordingly, the prior approval of the Members of the Company is being sought by way of a special resolution for the same.

The Board considered that the experience of Dr. Shridhar Shrikrishna Rajpathak in the business domain is a valuable asset to the Company, which adds diversity and enriched points of view in the Board's discussions.

The Board of Directors is of the opinion that Dr. Shridhar Shrikrishna Rajpathak is a person of integrity, possesses vast experience and rich experience of over 48 years, and his association as a Non-Executive Independent Director would continue be of great use and in the best interests of the Company.

The Board of Directors, basis the recommendation of the Nomination and Remuneration Committee, at its meeting held on 20th May, 2026, proposes the reappointment of Dr. Shridhar Shrikrishna Rajpathak, as a Non Executive Independent Director of the Company for a second term of five (5) consecutive years commencing from 12th November, 2026 up to 11th November, 2031.

The Company has received a Notice in writing from a Shareholder under Section 160 of the Companies Act, 2013, proposing his candidature to the office of Independent Director of the Company.

The Company has received declaration from Dr. Shridhar Shrikrishna Rajpathak that he fulfills the criteria of Independent Director, as envisaged in Section 149(6) of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Qualification of Directors) Rules 2014 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further, Dr. Shridhar Shrikrishna Rajpathak is not disqualified from being continued as Director in terms of Section 164 of the Companies Act, 2013 and is not debarred from holding the office of Director, by virtue of any SEBI order or any other such Authority.

Dr. Shridhar Shrikrishna Rajpathak, on having been requested, has expressed his consent to continue to act as a Non-Executive Independent Director of the Company.

The copy of draft letter setting out the terms and conditions of reappointment of Dr. Rajpathak shall be open for inspection in physical or in electronic form by the Members at the registered Office of the Company during normal business hours on any working days, excluding Saturday.

Details as required pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 on General Meetings issued by Institute of Company Secretaries of India are provided at Annexure 1.

Except Dr. Shridhar Shrikrishna Rajpathak, none of the Directors and Key Managerial Personnel and their respective relatives are concerned or interested, financially or otherwise, in the resolution mentioned at Item No. 7 of this Notice.

The Board of Directors recommends the resolution set forth at Item No. 7 for approval of the Members of the Company as a Special Resolution.

Item No. 8:

The current tenure of appointment of Mr. Vayu Ramesh Garware (DIN 00092201), as a Managing Director of the Company will come to an end on 30th November, 2026.

As such, the Nomination & Remuneration Committee of the Board of Directors (“the Committee”) at its meeting held on 20th May, 2026 considered the proposal of his re-appointment as Managing Director of the Company. The Committee considered the significant contributions made by Mr. V. R. Garware during his current tenure and noted that under his leadership, the Company has achieved commendable growth and significantly increased stakeholders value and his vision and formulation of strategy coupled with business plan for growth has been his most valuable and worthy areas of his performance. The Committee thereafter, recommended his re-appointment for a further period of five (5) years to the Board of Directors for its approval. The Board of Directors at its meeting held on 20th May, 2026, after due consideration of the recommendation made by the Committee, has unanimously resolved to re-appoint Mr. V. R. Garware, as a Managing Director of the Company for a period of five (5) years from 1st December, 2026 to 30th November, 2031, to be designated as Chairman & Managing Director (”CMD”), as per the provisions of Section 196, 197, 203 read with Schedule V and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”), subject to the Members' approval on the following terms and conditions:

I. The CMD shall exercise substantial powers of management of the Company subject to the superintendence, control and directions of the Board of Directors of the Company. He shall perform such other duties / functions as may, from time to time, be entrusted to him by the Board of Directors.

II. The CMD shall be entitled to the following remuneration:

   a. Salary: Basic Salary of Rs. 40,30,000/- (Rupees Forty Lakhs Thirty Thousand only) per month.

   b. Perquisites and Allowances:

      1. The CMD is entitled to various perquisites including rent free fully furnished accommodation or house rent allowance in lieu thereof up to sixty five (65) percent of his basic salary, medical expenses / allowance, leave travel allowance / concession, travelling and halting allowances, children education allowance, club fees, group health insurance coverage, group accident insurance coverage, such other perquisites and allowances in accordance with the rules of the Company.

         These perquisites would be either in the form of reimbursement of actual expenses or as payment of allowances.

      2. The CMD shall be entitled to the Company's contribution to provident fund, employees' pension scheme and superannuation fund as per the rules of the Company.

3. The CMD shall also be entitled to the benefits of gratuity as per the scheme for senior executives and earned leave and encashment of earned leave at the end of the tenure which shall not be included in the computation of the ceiling on remuneration.
4. The CMD shall be entitled to use of Company's maintained car(s) with driver(s) for the use of the Company's business. Further, the telephone and other communication facilities will be provided to the CMD at his residence and other places of his temporary stay for business purposes. These cost / expenses towards such communication facilities will not be considered as perquisites.

   Perquisites and allowances shall be valued as per Income-Tax Rules, wherever applicable. In the absence of any such rules, perquisites and allowances shall be valued at actual cost.

c. Commission:

   Besides the salary, perquisites and allowances, the CMD shall also be paid remuneration by way of commission. Upon recommendation by the Nomination and Remuneration Committee the amount of commission is determined by the Board of Directors every year based on the performance for a particular financial year subject to the condition that total remuneration for any financial year shall not exceed ten (10) percent of the net profit of the Company from that financial year so that total remuneration is commensurate with the growth and overall prospects of the Company and adequately rewards the efforts put-in, and contribution made in overall growth and future prospects of the Company as CMD of the Company.

d. Upon recommendation by the Nomination and Remuneration Committee, the Board of Directors is at liberty to alter and vary the terms and conditions of the remuneration as above, during the period of re-appointment, as long as total remuneration does not exceed the limits as mentioned herein above.

e. Notwithstanding anything contrary herein contained, where in any financial year during the currency of tenure of the appointee, the Company has no profits or inadequate profits, the Company will pay remuneration by way of salary, perquisites and allowances as specified above, as minimum remuneration with a liberty to the Board of Directors to revise, amend, alter and vary the terms and conditions relating to remuneration payable to the CMD in such manner as may be permitted in accordance with provisions of the Companies Act, 2013 and Schedule V thereto or any other amendments thereto.

f. For the purpose of computation of minimum remuneration, the following is not included:

   1. Contribution to provident fund, superannuation fund or annuity fund to the extent of these either singly or put together are not taxable under the Income Tax Act, 1961;
   2. Gratuity at a rate not exceeding half a month's salary for each completed year of service; and
   3. Encashment of leave at the end of the tenure.

g. The employment may be terminated by either party by giving to the other party one hundred and eighty (180) days' prior notice in writing;

   Mr. V. R. Garware is not disqualified from being re-appointed as Managing Director or has not been debarred from being re-appointed as Managing Director of the company/ies by the Ministry of Corporate Affairs, Securities Exchange Board of India or any such statutory authority.

   Second Proviso of Section 197(1) of the Companies Act, 2013, inter alia provides that except with the approval of the company in general meeting, the remuneration payable to any one managing director; or whole-time director or manager shall not exceed five per cent of the net profits of the company and if there is more than one such director remuneration shall not exceed ten (10) per cent of the net profits to all such directors and manager taken together.

   Further, Regulation 17(6)(e) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 inter alia, stipulates that the fees or compensation payable to executive directors who are promoters or members of the promoter group, shall be subject to the approval of the shareholders by special resolution in general meeting, if the annual remuneration payable to such executive director exceeds rupees 5 crore or 2.5 per cent of the net profits of the listed entity, whichever is higher.

   Hence, the specific approval of members of the Company by way of Special Resolution in this Annual General Meeting is sought.

   Ms. M. V. Garware, Director of the Company, being related to Mr. V. R. Garware and Mr. V.R. Garware, shall, in his individual capacity, be deemed to be concerned and interested in the resolution. Save as aforesaid, none of the other Directors, Key Managerial Personnel of the Company or their respective relatives is concerned or interested, financially or otherwise, in the resolution set out at Item No. 8 of this Notice.

   The Board of Directors commends the resolution set out at Item No. 8 for approval of the Members of the Company as a Special Resolution.

Annexure - 1

(Pursuant to Regulation 36 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard 2 on General Meetings issued by Institute of Company Secretaries of India)

Name of Director	Ms. Mayuri Vayu Garware	Mr. Anil Sadashiv Wagle
Director Identification Number	06948274	00040387
Date of Birth and Age	23/02/1976, 50 Years	09/07/1952, 73 years
Qualifications	Studied at the Cathedral and John Connon school. Bachelor of Arts at St. Xavier's College, Mumbai, where she majored in Political Science.	B.Com (Hons), M.B.A. (Personnel & Marketing) from Shivaji University, Kolhapur and L.L.B from Marathwada University, Aurangbad. He is also Associate Member of Institute of Company Secretaries of India.
Experience and nature of Expertise in specific Functional Area	Immediately after graduation, Ms. M. V. Garware worked with Pincer Communications and was involved in the production of various well known advertisement films. Ms. M. V. Garware is actively involved in various social activities through Charitable Trusts. Ms. M. V. Garware possess marketing knowledge, talent management and leadership qualities.	Mr. Wagle has work experience of about 50 years both in Public Sector Company and Private Sector Listed Companies. During his professional career Mr. Wagle has handled / managed various functional areas such as Personnel & Administration, Secretarial, Legal and Corporate affairs. Mr. Wagle was working with Garware Technical Fibres Limited as Company Secretary and Legal Head for more than 10 years. Presently, Mr. Wagle provides professional services to a client in the areas of legal and corporate matters. He is also an advisor, on honorary basis, to a start-up private company, which has developed world's first hand-cranked defibrillator- a life-saving medical device.
Date of First Appointment on the Board	16/08/2014	30/01/2024
Terms and Conditions of Appointment	Ms. M. V. Garware retires by rotation and being eligible, offers herself for re-appointment.	As per the resolution set out in this AGM Notice read with the Explanatory Statement annexed to this AGM Notice.
Number of Meetings of the Board attended during the year	Attended 5 out of 5 Board Meeting	Attended 2 out of 5 Board Meetings
Remuneration Last Drawn (including sitting fees, if any)	Sitting fees as per the provisions of the Companies Act, 2013.	Sitting fees as per the provisions of the Companies Act, 2013.
Remuneration proposed to be paid	She shall be paid remuneration by way of fee for attending meetings of the Board or Committees thereof or for any other purpose as may be decided by the Board, reimbursement of expenses for participating in the Board and other meetings as per the provisions of Section 197 of the Act.	He shall be paid remuneration by way of fee for attending meetings of the Board and Committees, reimbursement of expenses for participating in the Board and other meetings as per the provisions of Section 197 of the Companies Act, 2013.
Name of other Companies in which Director holds Directorship as on the date of the Notice	1. Garware Capital Markets Limited. 2. Garware Research Institute. 3. Vimlabai Garware Research Institute Private Limited	Nil
Name of the Committees of the other Companies in which the Director holds Membership / Chairmanship as on the date of the Notice	Ms. M. V. Garware does not hold Membership / Chairmanship of Committees of the Board of Directors of any of the above companies.	N.A.
Listed entities from which resigned from past three (03) years	Nil	Nil
Shareholding in the Company including shareholding as beneficial owner as on the date of the Notice	50 Equity Shares.	Nil
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	Ms. M. V. Garware is not related to any Director and Key Managerial Personnel except Mr. V. R. Garware	He is not related to any other Director and Key Managerial Personnel of the Company.

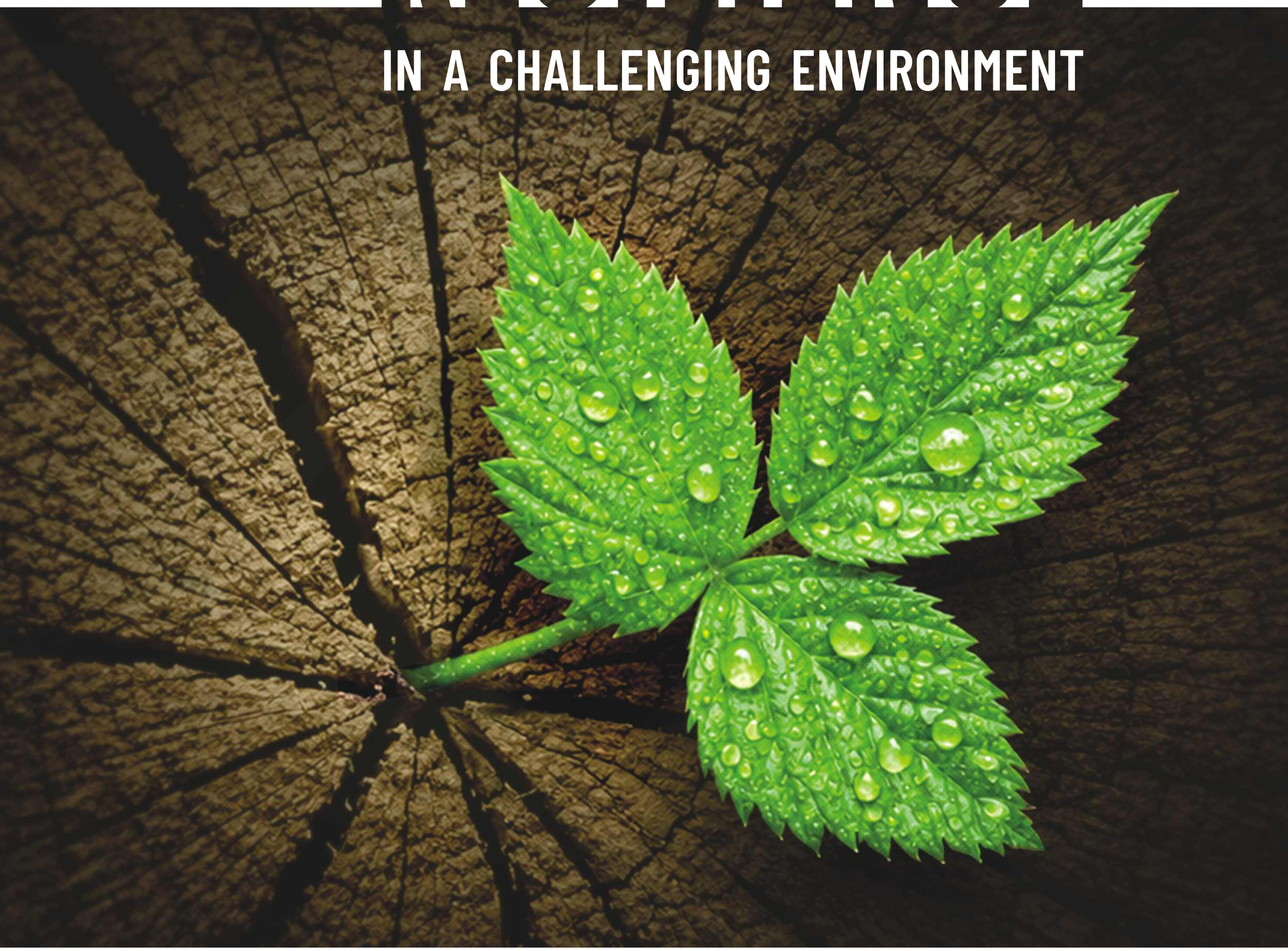
Name of Director	Mr. Vayu Ramesh Garware	Dr. Shridhar Shrikrishna Rajpathak
Director Identification Number	00092201	00040387
Date of Birth and Age	18/02/1972, 54 Years	29/05/1951, 75 Years
Qualifications	Graduate Cum Laude in BSC Economics (Specialization in Finance) from the Wharton Business School of the University of Pennsylvania, U.S.A.	B.Com (Hons), P.G.D.B.M. and M.B.S. (Marketing) degree from University of Pune. He has also been awarded Ph. D. on thesis subject - "A Treatise on Utilization of Fisheries Resources for Sustainable Growth".
Experience and nature of Expertise in specific Functional Area	Mr. V. R. Garware initially served the Company as a director for one (1) year upto November, 1996 and thereafter, as a whole-time director from December, 1996 to November, 2011. Mr. V. R. Garware was elevated to the position of Managing Director of the Company, designated as Chairman & Managing Director, in the year 2011. In present term, Mr. V. R. Garware has been re-appointed as Managing Director designated as Chairman & Managing Director effective from 1st December, 2021 for a period of five (5) years. Mr. V. R. Garware being Chairman & Managing Director of the Company is in-charge of the overall management of the Company and reports to the Board of Directors of the Company.	Dr. Rajpathak has experience of more than 47 years, in various functional areas such as accounting and finance, costing, marketing, indirect taxation, export procedure, international laws on taxation, etc. He brings with him expertise in the field of management strategy, export promotion, international business, indirect taxes, policy advocacy and other commercial activities. He is an Executive Committee Member of the Indian Fishnet Manufactures Association, Chennai and Chairman of 'Cordage and Fishnet Panel' of Plastic Export Promotion Council, sponsored by Ministry of Commerce, Govt. of India. He is sharing his industry experience as Associate Professor and member of Board of Studies in a UGC approved premier institute, Sri. Balaji University, Pune, Maharashtra, in the field of 'International Business'.
Date of First Appointment on the Board	01/12/1995	24/05/2017
Terms and Conditions of Appointment	As per the resolution set out in this AGM Notice read with the Explanatory Statement annexed to this AGM Notice.	As per the resolution set out in this AGM Notice read with the Explanatory Statement annexed to this AGM Notice.
Number of Meetings of the Board attended during the year	Attended 5 out of 5 Board Meetings	Attended 5 out of 5 Board Meetings
Remuneration Last Drawn (including sitting fees, if any)	Remuneration drawn have been given in Corporate Governance Report, which forms part of the Annual Report.	Sitting fees as per the provisions of the Companies Act, 2013.
Remuneration proposed to be paid	As per the resolution set out in this AGM Notice read with the Explanatory Statement annexed to this AGM Notice.	He shall be paid remuneration by way of fee for attending meetings of the Board and Committees, reimbursement of expenses for participating in the Board and other meetings as per the provisions of Section 197 of the Companies Act, 2013.
Name of other Companies in which Director holds Directorship as on the date of the Notice	1. Garware Capital Markets Limited 2. VMIR Investment Private Limited 3. Moonshine Investments & Trading Company Pvt. Ltd. 4. Starshine Comtrade Pvt. Ltd. 5. Sukukar Holdings & Trading Company Pvt. Ltd. 6. Garware Research Institute 7. Garware Infrastructure Pvt. Ltd. 8. Garware Meditech Pvt. Ltd. 9. VRG Investments Pvt. Ltd. 10. Manmit Investments & Trading Company Pvt. Ltd. 11. Gurukrupa Comtrade Pvt. Ltd. 12. Sanand Investments & Trading Company Pvt. Ltd. 13. Vimlabai Garware Research Institute Pvt. Ltd. 14. Consolidated Agricultural & Dairy Farming Company Pvt. Ltd. 15. Garware Environmental Services Pvt. Ltd. 16. Garware Technical Textile Pvt. Ltd. 17. Garware Technical Fibres Foundation 18. Garware Technical Fibres USA Inc. 19. Garware Technical Fibres Chile SpA 20. Garware Technical Fibres UK Pvt. Ltd. 21. Garware Technical Fibres AS, Norway 22. Offshore and Trawl Supply AS, Norway 23. Advance Mooring Supply AS, Norway	1. Garware Technical Textile Pvt. Ltd. 2. Garware Environmental Services Pvt. Ltd. 3. Garware Technical Fibres Foundation
Name of the Committees of the other Companies in which the Director holds Membership / Chairmanship as on the date of the Notice	He does not hold membership of Committees of the Board of Directors of any of the above Companies.	He does not hold membership of Committees of the Board of Directors of any of the above Companies.
Listed entities from which resigned from past three (03) years	Nil	Nil
Shareholding in the Company including shareholding as beneficial owner as on the date of the Notice	61,57,500* Equity Shares. (*Out of 61,57,500 equity shares 50 equity shares are registered in the name of Mr. Vayu Ramesh Garware on behalf of Vayu Garware Family Trust and 50 equity shares held on behalf of VRG Family Trust.)	1,500 Equity Shares.
Relationship with other Directors, Manager and other Key Managerial Personnel of the Company	He is not related to any other Director and Key Managerial Personnel except Ms. M. V. Garware.	He is not related to any other Director and Key Managerial Personnel of the Company.

By Order of the Board of Directors
Sunil Agarwal
Company Secretary
FCS No.: 6407

Pune,
20th May, 2026

RESILIENCE

IN A CHALLENGING ENVIRONMENT



GARWARE
TECHNICAL FIBRES

49th Annual Report 2025-2026

GARWARE
TECHNICAL FIBRES

In a year marked by geopolitical uncertainty, supply-chain disruptions and shifting market dynamics, Garware Technical Fibres Ltd. (GTFL) adapted with agility, strengthened its operational foundations and advanced its strategic priorities.

As the Company marks five decades of engineering excellence, it continues to build on the trust of customers, partners and stakeholders worldwide.

Through innovation, manufacturing excellence, customer-centricity and disciplined execution, GTFL expanded its global presence in FY 2025-26 and enhanced the competencies required for sustainable long-term growth.

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49th Annual General Meeting

DAY & DATE : Tuesday, 8th September, 2026

TIME : 10.30 am (IST)

To learn more about us, scan the QR code with your smartphone or tablet, or click the following link: https://www.garwarefibres.com/about-us

Corporate Information

Founder Chairman
- Late Shri. B. D. Garware

Chairman Emeritus
- Late Shri. R. B. Garware

Board of Directors
- V. R. Garware - Chairman & Managing Director
- Ms. M. V. Garware
- S. S. Rajpathak
- Ms. Mallika Sagar (upto 27th August, 2025)
- A. S. Wagle
- Ashish Goel
- Ms. Kirti D. Mangwani (w.e.f. 25th November, 2025)

Company Secretary
- Sunil Agarwal

Bankers
- Bank of India
- Bank of Baroda
- DBS Bank India Ltd.
- Citibank NA
- HDFC Bank Ltd.
- HSBC Bank Ltd.
- ICICI Bank Ltd.

Auditors
- Mehta Chokshi & Shah LLP, Chartered Accountants

Share Transfer Agent
Mufg Intime India Private Limited
(formerly known as
Link Intime India Private Limited)
Block No. 202, 2nd Floor, Akshay Complex,
Off Dhole Patil Road, Near Ganesh Temple,
Pune - 411 001.
Tel : +91-20-2616 1629/0084/3503
E-mail : investor.helpdesk@in.mpms.mufg.com
Website : www.in.mpms.mufg.com

Registered Office
Plot No. 11, Block D-1, MIDC, Chinchwad,
Pune - 411 019.
Tel : +91-20-2799 0000/0306
E-mail : secretarial@garwarefibres.com
Website : www.garwarefibres.com
CIN : L25209MH1976PLC018939

Mumbai Office
39, S. K. Hafizuddin Marg, Byculla,
Mumbai - 400 008.
Tel : +91-22-2309 1164/1168/5111

RESILIENCE IN A CHALLENGING ENVIRONMENT

Dear Shareholders,

I am pleased to present the Annual Report for the financial year 2025-26. As Garware Technical Fibres enters its 51st year, we do so with confidence built on five decades of innovation, customer partnership and disciplined execution. Throughout our journey, we have continually adapted to changing markets, technologies and customer needs while remaining committed to creating sustainable long-term value for all our stakeholders.

FY26 was a year marked by a combination of external factors that created a dynamic and challenging operating environment. Geopolitical developments, disruptions in global shipping, volatility in raw material prices and evolving tariff issues in the USA influenced the market environment across several of our business segments. The global salmon aquaculture industry also experienced a temporary moderation due to one off change in environmental conditions, which led customers in Europe to defer capital expenditure plans.

In response to these external headwinds, your Company remained focused on operational discipline, customer engagement and prudent business management. While the impact of the challenging operating environment was recorded during the second quarter, demand recovered progressively during the second half of the year, and our operating performance improved accordingly. Overall, revenue and profitability recorded only a modest decline compared with the previous year, and we retained our distinctive presence in all key markets.

Aquaculture continues to be our largest business segment. Although customer investment slowed during part of the year, the industry's long-term fundamentals remain favourable. We also saw a strong recovery in orders in the fourth quarter of FY26. We continued to integrate our Norway acquisition, expanded our direct engagement with customers in key international markets and strengthened our portfolio of non-salmon aquaculture solutions. These initiatives have enhanced our market presence and customer relationships while broadening future growth opportunities. Renewed order flows have reinforced our confidence in the outlook for this business.

Our Geosynthetics business was the standout performer during the year, maintaining strong execution and profitability despite the broader challenges faced by the Company. The business is well placed to build on this performance, with growing investment in infrastructure, environmental protection and sustainable engineering creating significant opportunities in both domestic and international markets. With its strong growth prospects and attractive profitability, Geosynthetics is becoming an increasingly important contributor to the Company's overall performance.

Our other businesses also showed encouraging progress during the year. In the domestic market, our emphasis on value-added products and closer customer engagement supported growth across several segments. In the USA, despite extremely high tariffs, strong and enduring customer relationships enabled us to maintain business continuity and retain customer confidence. With the removal of tariffs, demand strengthened and business momentum recovered towards the end of the year.

Operational excellence remains fundamental to our long-term competitiveness. During FY26, we strengthened our supply chain capabilities and enhanced manufacturing efficiency, quality and process discipline. We also continued investing in research, product innovation and application development, living up to our mission.

Sustainability remains integral to our approach, reflected both in responsible manufacturing practices and in products that help customers improve resource efficiency and extend the life of critical infrastructure and aquaculture assets.

Our people are the foundation of our success. Their commitment, adaptability and customer focus enabled the Company to respond effectively to the challenges of a demanding year while delivering consistently for our customers. I am pleased that our commitment to building a culture of trust, collaboration and continuous learning has once again been recognised through our inclusion among India's leading manufacturing workplaces by Great Place to Work® India.

Looking ahead, we see encouraging opportunities for growth as market conditions continue to improve. Customer activity is strengthening across our key markets, while our innovation-led portfolio continues to deliver value. The growth in the first quarter of FY27 bears out this trend.

The investments made over recent years to expand our presence in international markets are also creating new opportunities and delivering increasing value. While the global business environment may continue to evolve, our strong fundamentals, customer relationships and focus on innovation position us well to accelerate along our long-term growth trajectory.

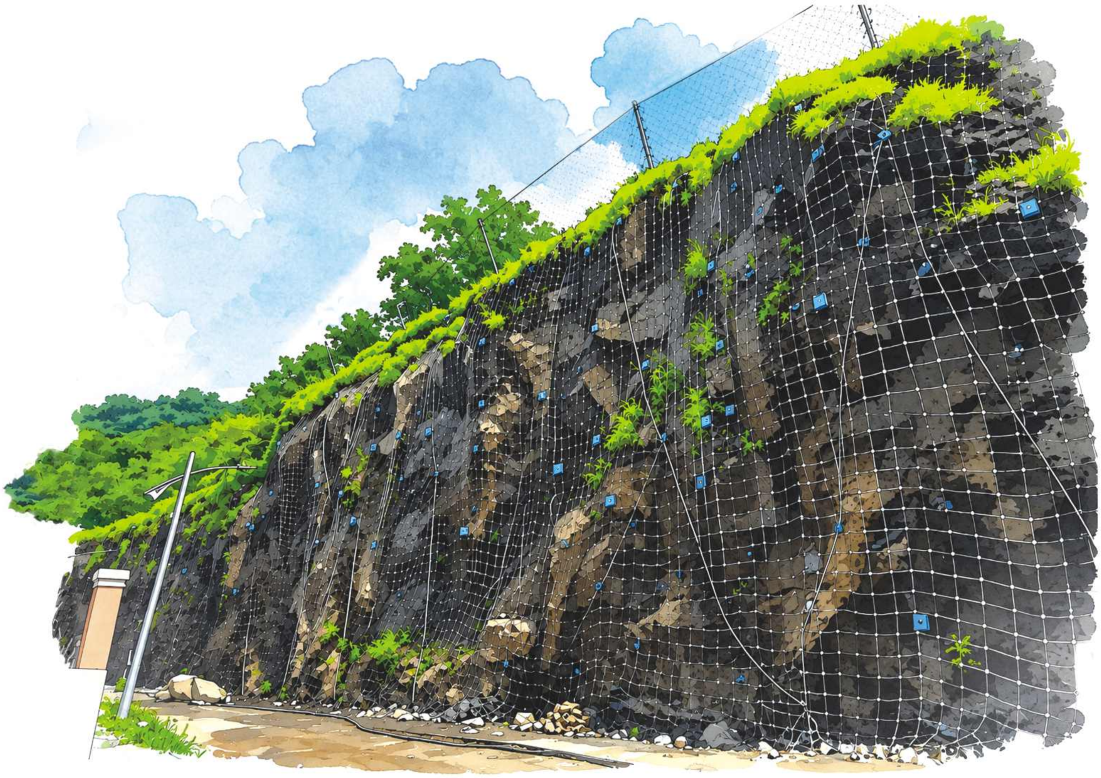
On behalf of the Board, I extend my sincere gratitude to our employees, customers, business associates and shareholders for their continued trust and support. Your confidence has been central to our success over the past five decades, and I look forward to your continued partnership as we build the next chapter in Garware Technical Fibres' journey.

Warm regards,

V. R. Garware
Chairman & Managing Director

ADVANCING INFRASTRUCTURE THROUGH SUSTAINABLE GEOSYNTHETIC SOLUTIONS

As infrastructure development and environment protection become increasingly interconnected, GTFL continues to consolidate its position as a trusted provider of advanced geosynthetic solutions. The Company's technology-driven products are helping address complex challenges across transportation infrastructure, landfill management, water conservation, coastal protection, and river training. From safeguarding shorelines and mitigating erosion to enhancing the longevity and sustainability of critical infrastructure assets, GTFL's solutions combine durability, performance and environmental responsibility.



Recent deployments across applications such as slope protection, coastal protection and environmental infrastructure have further reinforced GTFL's reputation as a trusted solutions partner. The business also achieved its highest-ever order book during the year, backed by major railway and hazardous waste landfill projects, providing strong visibility for the near future.

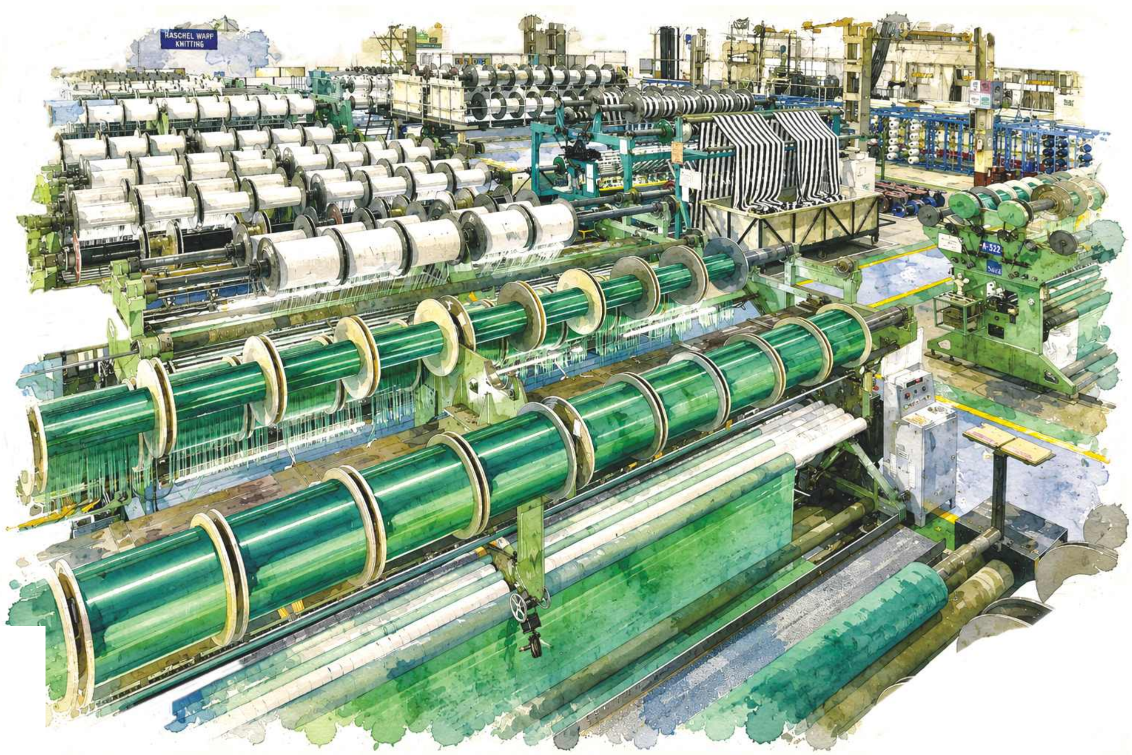
Advances in materials, design and application engineering have enabled GTFL to expand into emerging areas such as tunnel lining solutions, smart monitoring systems for geotechnical risks, and new products for coastal protection. These advancements not only improve project outcomes but also contribute to more resilient and lasting infrastructure ecosystems. The Company continues to focus on building a strong pipeline of coastal and river protection projects in both domestic and key international markets.

By combining technical expertise with a commitment to environmental stewardship, GTFL's geosynthetics business achieved sterling growth in FY 2025-26 and expanded its footprint across domestic and international markets.

STRENGTHENING EXCELLENCE ACROSS MANUFACTURING

Manufacturing excellence remains a cornerstone of GTFL's competitive strength and long-term success. Across its facilities, the Company continues to enhance its production capabilities through a disciplined focus on quality, productivity, reliability and operational efficiency.

Through a systematic effort, the Company is embedding greater process discipline, standardisation and operational excellence across its plants. Investments in automation, process optimisation and digital systems are enhancing consistency as well as flexibility, while reducing waste and improving resource utilisation.



Through a systematic effort, the Company is embedding greater process discipline, standardisation and operational excellence across its plants. Investments in automation, process optimisation and digital systems are enhancing consistency as well as flexibility, while reducing waste and improving resource utilisation.

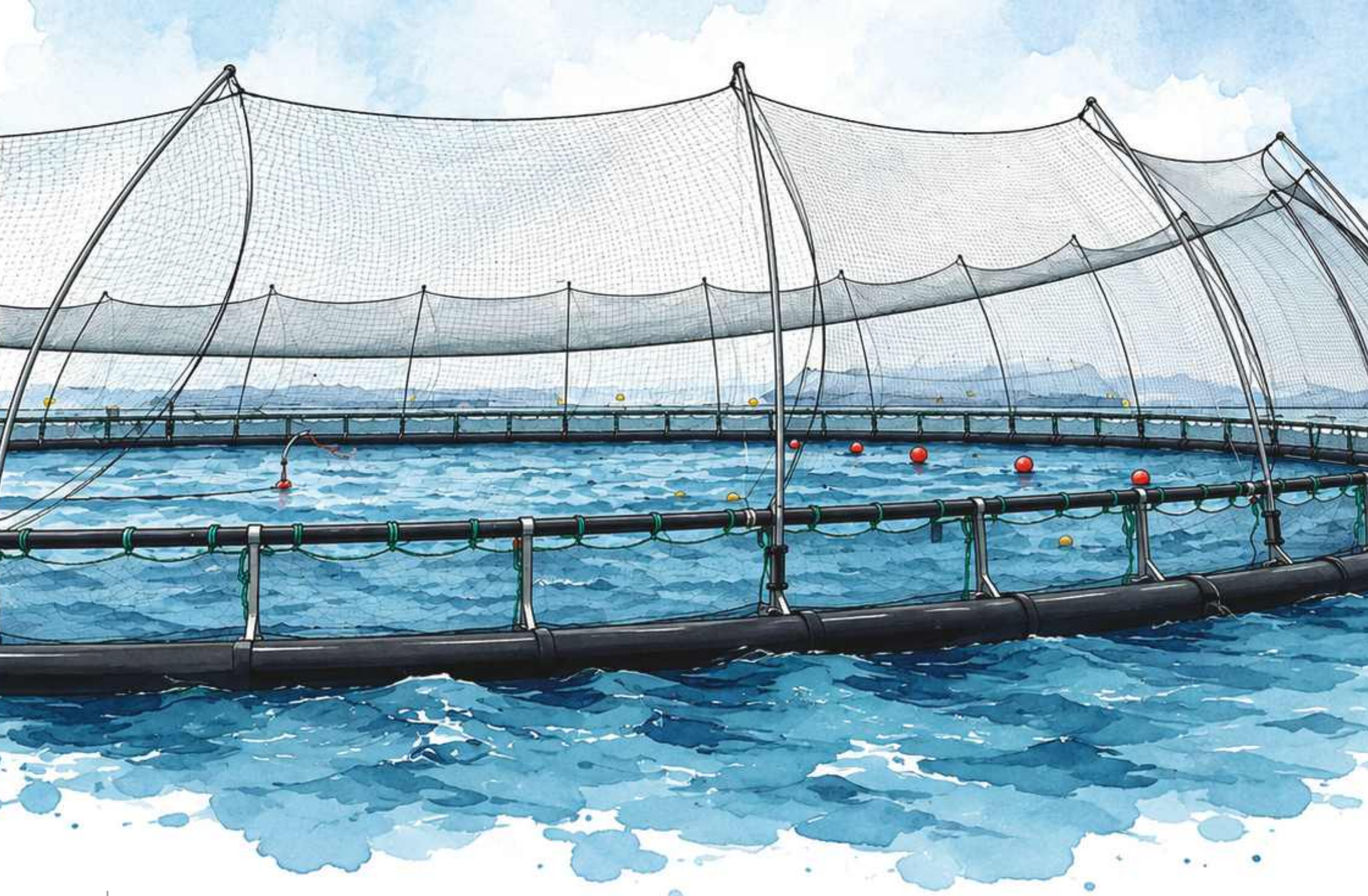
Ongoing efforts in energy efficiency, resource optimisation and responsible manufacturing are ensuring that operational excellence remains aligned with environmental stewardship. These initiatives are fostering a culture of operational excellence while improving responsiveness to customer needs. The Company's culture of excellence is reinforced by a workforce that embraces innovation, problem-solving and operational discipline. This commitment has earned external recognition and reflects GTFL's belief that manufacturing excellence begins with people, capabilities and ownership at every level.

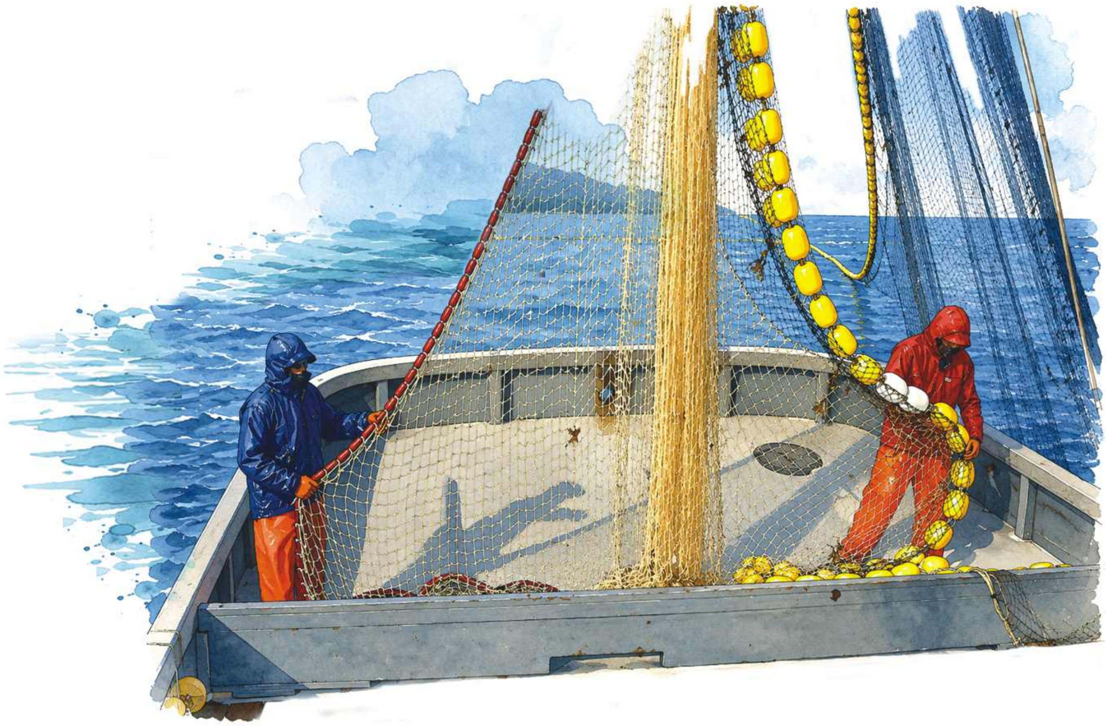
By reinforcing its manufacturing foundations today, GTFL is building the capabilities required to support future growth and deliver superior value to customers around the world.

INNOVATING SOLUTIONS FOR EVOLVING NEEDS

Product innovation has always been central to GTFL's growth story. Guided by deep customer engagement and market understanding, the Company continues to develop products and solutions that address emerging needs across aquaculture, fisheries, sports, industrial applications and specialised rope technologies.

Its approach combines application-focused research, engineering expertise and close collaboration with customers to create differentiated offerings that deliver measurable performance advantages while supporting sustainability parameters.





FY 2025-26 saw encouraging progress in new product development, with new offerings gaining market acceptance and opening fresh growth opportunities. Product platforms such as ACE and MaxPro demonstrated strong potential in global aquaculture markets, while the Company continued to strengthen capabilities in specialised rope, marine and offshore applications. Strategic initiatives, including the acquisition of Offshore & Trawl Supply (OTS), Norway, further enhanced GTFL's technical expertise and access to advanced applications in offshore and marine sectors.

Supported by a strong research and development ecosystem, proprietary technologies and a growing intellectual-property portfolio, GTFL remains focused on creating differentiated solutions that deliver superior customer value.

As industries undergo rapid transformation and customers face new challenges, their needs and expectations continue to evolve. In response, GTFL remains committed to accelerating innovation, shortening development cycles, and translating technical expertise into commercially successful solutions that address emerging needs and strengthen its position as a preferred global partner.

BUILDING TALENT, DRIVING TRANSFORMATION

GTFL's greatest strength is its people. The Company believes that long-term success is built by fostering an ownership mindset and creating an environment where ideas thrive. Guided by its values of Ownership, Improve, Bond and Enhance, GTFL empowers employees to take initiative, collaborate across functions and contribute meaningfully to organisational growth.

The Company continues to invest in capability enhancement, leadership development and global talent engagement to support its growing international presence. Its commitment to creating a high-trust, high-performance culture has earned recognition among India's leading workplaces and supports learning, innovation and professional growth.

This people-first philosophy extends beyond the organisation through initiatives such as the **Garware Youth Development Centre**, which supports employability, digital literacy and vocational development among young people from underserved communities.

By investing in human potential both within and beyond the organisation – GTFL is nurturing the talent and organisational strengths required for sustainable growth and long-term stakeholder value.

Great Place To Work®
Certified
JAN 2026-JAN 2027
INDIA

Directors' Report

(For the Financial Year ended 31st March, 2026)

To The Members,

Your Directors have pleasure in presenting the Forty-Ninth (49th) Annual Report along with Audited Financial Statements of the Company for the financial year ended 31st March, 2026.

FINANCIAL SUMMARY:

(₹ in lakhs)

Particulars	Standalone				Consolidated			
	Year ended 2025-2026		Year ended 2024-2025		Year ended 2025-2026		Year ended 2024-2025	
Revenue from Operations	1,41,898.37		1,48,868.01		1,52,878.63		1,54,011.29	
Other Income	4,523.88		3,677.89		4,768.88		3,806.65	
Total Income		1,46,422.25		1,52,545.90		1,57,647.51		1,57,817.94
Profit subject to Depreciation & Taxation	31,135.13		31,381.10		30,383.73		33,680.02	
Less: Depreciation and Amortisation Expenses	3,143.82		2,818.37		3,444.69		2,834.31	
Profit Before Tax		27,991.31		28,562.73		26,939.04		30,845.71
Less: Tax Expenses								
Current Tax	6,883.41		6,884.02		7,132.78		7,419.74	
Deferred Tax	33.39		271.22		51.63		271.22	
Adjustment for Short Provision of Earlier Year	(14.76)		-		(15.94)		–	
		6,864.78		7,155.24		7,097.09		7,690.96
Profit After Tax		21,126.53		21,407.49		19,841.95		23,154.75
Share of (Profit)/Loss from Investment in Associates & Join Venture		–		–		25.29		(0.66)
Profit for the year		21,126.53		21,407.49		19,867.39		23,154.09

2025-2026 – THE YEAR UNDER REVIEW:

During the year under review, your Company demonstrated resilience and continued to make strategic progress despite a challenging environment.

Your Company earned consolidated revenue of ₹ 1,528.79 crores for the year ended 31st March, 2026, a decrease of 0.74% over the previous year's consolidated revenue of ₹ 1,540.11 crores.

Consolidated operating EBITDA is ₹ 269.7 crores against ₹ 318.8 crores in the previous year.

Domestic Sales amounted to ₹ 628.52 crores, and the Export Sales amounted to ₹ 900.27 crores for the year ended 31st March, 2026, on consolidated basis.

OPERATIONS:

The operations of the Company are elaborated in the annexed "Management Discussion and Analysis Report".

SUBSIDIARIES AND ASSOCIATES:

Garware Technical Fibres USA INC. ("GTF USA INC"), is a Wholly Owned Subsidiary of your Company incorporated in the State of Washington, United States of America. GTF USA INC is engaged in the business of sale and supply of products to the technical textile industry in the USA market. GTF USA INC recorded revenue of ₹ 137.15 crores and earned net profit of ₹ 4.84 crores for the year ended 31st March, 2026, as compared to revenue of ₹ 160.66 crores and earned net profit of ₹ 9.31 crores during the previous year.

Garware Technical Fibres Chile SpA ("GTF Chile SpA"), is a Wholly Owned Subsidiary of your Company incorporated in the Republic of Chile. GTF Chile SpA is engaged in the business of sale and supply of products to the technical textile industry in the Chile market. GTF Chile SpA recorded revenue of ₹ 154.98 crores and incurred net loss of ₹ 7.91 crores for the year ended 31st March, 2026, as compared to revenue of ₹ 138.35 crores and earned net profit of ₹ 7.72 crores during the previous year.

Garware Technical Fibres UK Pvt. Ltd. ("GTF UK"), is a Wholly Owned Subsidiary of your Company incorporated with the Registrar of Companies, England and Wales. GTF UK was incorporated with the object of carrying on the business of technical textile in the UK market. GTF UK recorded revenue of ₹ 16.18 crores and earned net profit of ₹ 1.89 crores for the year ended 31st March, 2026.

On 17th June, 2025, the Company incorporated a Wholly Owned Subsidiary named Garware Technical Fibres AS ("GTF AS"), in the Register of Business Enterprises, Norway. GTF AS was incorporated with the object of carrying on the business of technical textile in Norwegian market. GTF AS recorded revenue of ₹ 91.82 crores and earned net profit of ₹ 0.65 crores for the period ended 31st March, 2026.

During the year under review, GTF UK wholly owned subsidiary of the Company entered into a definitive Share Purchase Agreement (“SPA”) with the Seller(s) of Offshore & Trawl Supply AS (“OTS”) and Advance Mooring Supply AS (“AMS”), both private limited liability companies duly registered and existing under the laws of Norway for an aggregate acquisition value of NOK 122 Million. On 7th July, 2025, GTF UK successfully completed the acquisition of the said Norwegian Companies. Consequent to the acquisition, OTS and AMS have become wholly owned subsidiaries of GTF UK and consequently, step-down wholly owned subsidiaries of the Company. OTS is a leading manufacturer of premium synthetic fibre ropes for applications in the offshore oil and gas, fisheries, aquaculture, lifting and towing industries. Based in Norway, it specializes in the production, design and engineering of high-tech fiber ropes, as well as combined products, including thimbles, shackles, chains and buoys. The OTS factory, situated near Aalesund in Norway, is one of the most modern sites in this line of business in Europe. AMS is set up for catering to the need of the offshore floating wind energy business. OTS recorded revenue of ₹ 57.50 crores and earned net profit of ₹ 2.64 crores for the year ended 31st March, 2026. AMS recorded nil revenue and incurred a net loss of ₹ 0.02 crores for the year ended 31st March, 2026.

Garware Technical Textile Private Limited (“GTTPL”), is a Wholly Owned Subsidiary of your Company incorporated in India. GTTPL is engaged in the business of manufacture and supply of ropes and cordage products during the year under review. GTTPL recorded revenue of ₹ 0.65 crores and earned net profit of ₹ 0.20 crores for the year ended 31st March, 2026.

Garware Environmental Services Private Limited (“GESPL”), is a Wholly Owned Subsidiary of your Company incorporated in India. GESPL is yet to start its commercial operations.

Garware Technical Fibres Foundation (“GTFF”) is a Wholly Owned Subsidiary of your Company incorporated in India under Section 8 of the Companies Act, 2013, to undertake various Corporate Social Responsibility activities in areas or subjects specified in Schedule VII of the Companies Act, 2013. During the year under review, GTFF is engaged in undertaking CSR activities as mentioned in Schedule VII of the Companies Act, 2013.

Your Company does not have any material subsidiary.

Garware Meditech Private Limited (“GMPL”) is an associate of your Company incorporated in India. GMPL is yet to start its commercial operations.

TP Bhaskar Renewables Limited, (“TPBRL”) is an associate of your Company. TPBRL is an Indian Company and operates a solar power plant under captive power delivery arrangement with the Company. The Company utilizes the power generated by TPBRL from its solar power plant, up to the contracted capacity of 8.5 MW, to partially meet its energy requirements, on a captive basis in accordance with the provisions of the Electricity Act, 2003.

Pursuant to the provisions of the first proviso of sub-section (3) of Section 129 of the Companies Act, 2013, a Statement containing salient features of the Financial Statement of its Subsidiaries and Associate Companies in Form No. AOC-1 is attached to the Financial Statement, which form an integral part of this Report.

CONSOLIDATED FINANCIAL STATEMENTS:

Pursuant to the provisions of Section 129 of the Companies Act, 2013, read with the Companies (Accounts) Rules, 2014, and the applicable Accounting Standards, the Company has prepared a Consolidated Financial Statement of the Company, its Subsidiaries and Associate Companies in the same form and manner as that of the Company, which shall be laid before the ensuing Annual General Meeting of the Company along with the Company's Standalone Financial Statement.

The Annual Report of the Company inter alia contains the Standalone Audited Financial Statement of the Company and the Consolidated Audited Financial Statement of the Company and its Subsidiaries and Associate Companies except its Wholly Owned Subsidiary; Garware Technical Fibres Foundation, which is incorporated under Section 8 of the Companies Act, 2013.

Considering the nature of the entity being incorporated under Section 8 of the Companies Act, 2013, it has been concluded that the Company does not have 'control' over Garware Technical Fibres Foundation, and therefore, it has not been consolidated with the Financial Statement of the Company.

Pursuant to the provisions of Section 136 of the Companies Act, 2013, the Standalone Audited Financial Statements of the Company, Consolidated Financial Statements along with relevant documents and Financial Statements in respect of its Subsidiaries and Associate Companies are uploaded on the Company's website : https://www.garwarefibres.com/investors/financial-information/shareholder-meeting.

The Financial Statements of the Subsidiaries, Associate Companies and the related detailed information, will be made available to any Member of the Company, its Subsidiaries and Associate Companies, who may be interested in obtaining the same. The Financial Statements of the Subsidiaries and Associate Companies will also be available for inspection by any Member at the Company's Registered Office, as well as at the Registered Offices of the respective Subsidiaries and Associate Companies.

RESERVES:

Your Directors have decided to transfer an amount of ₹ 1,500 lakhs out of retained earnings of the Company to the General Reserves and retain ₹ 90,679 lakhs in retained earnings.

DIVIDEND:

Your Directors, after taking into account, various provisions of the Dividend Distribution Policy of the Company, at their meeting held on 7th November, 2025, declared an Interim Dividend of ₹ 8/- (80%) per Equity Share on the fully paid-up equity capital consisting of 9,92,65,845 Equity Shares of ₹ 10/- each of the Company, to all shareholders who were recorded in the Register of Members on 14th November, 2025, being the record date fixed for this purpose.

In addition to the Interim Dividend, your Directors, after taking into account, various provisions of Dividend Distribution Policy of the Company, have recommended a Final Dividend of ₹ 1/- (10%) per Equity Share of ₹ 10/- each, for your consideration and approval at the ensuing Annual General Meeting for the Financial Year 2025-26. The total proposed final dividend for the year would absorb an amount of ₹ 9,76,48,345/-.

Pursuant to the provisions of the Income Tax Act, 2025 as amended, dividends paid or distributed by the Company shall be taxable in the hands of the Members. The Company shall, make the payment of the final dividend after deduction of tax at source as per the applicable statutory provisions.

The Final Dividend as recommended by the Board of Directors, if approved by the Members of the Company, will be paid to the eligible Members within the stipulated time.

DIVIDEND DISTRIBUTION POLICY:

Pursuant to the provision of Regulation 43A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors of the Company has adopted a Dividend Distribution Policy and the same is uploaded on the Company's website: https://www.garwarefibres.com/investors/policies/dividend-distribution-policy.

BUY-BACK OF EQUITY SHARES:

The Board of Directors, at its meeting held on 8th May, 2026, approved a proposal for the Buyback of up to 16,17,500 fully paid-up equity shares of face value ₹ 10/- each (the "Equity Shares"), representing 1.63% of the Equity Shares in the existing total equity paid-up capital of the Company, from all Eligible Shareholders (as on the Record Date, being 20th May, 2026) on a proportionate basis, through the 'Tender Offer' process, at a price of ₹ 680/- per equity share, payable in cash, pursuant to the provisions of the Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018 and the Companies Act, 2013, as amended.

This event, being a non-adjusting event, does not have any impact on the financial statements for the year ended 31st March, 2026.

DEPOSITS:

During the year under review, your Company has not accepted or renewed any deposit within the meaning of Section 73 of the Companies Act, 2013, read with the Companies (Acceptance of Deposits) Rules, 2014 (including any statutory modification(s) or re-enactment(s) for the time being in force).

CHANGE IN THE NATURE OF BUSINESS, IF ANY:

There was no change in the nature of business of your Company during the Financial Year ended 31st March, 2026.

MATERIAL CHANGES AND COMMITMENT AFFECTING FINANCIAL POSITION:

There were no material changes and commitments, affecting the financial position of the Company that occurred between the end of the Financial Year of the Company i.e. 31st March, 2026 and the date of this Directors' Report i.e., 20th May, 2026.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

The Board of your Company is duly constituted in compliance with the requirements of the Companies Act, 2013 read with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to the provisions of Section 152 of the Companies Act, 2013, read with Article 96 of the Articles of Association of the Company, Ms. Mayuri Vayu Garware (DIN 06948274) is liable to retire by rotation at the ensuing Annual General Meeting of the Company and, being eligible, offers herself for re-appointment.

Mr. Anil Sadashiv Wagle (DIN 03403801 and IDDB registration No. IDDB-DI-202401-055145) will be attaining the age of 75 years on 9th July, 2027. The Special Resolution pursuant to the provisions of Regulation 17(1A) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for continuing the appointment of Mr. Anil Sadashiv Wagle as a Non-Executive Independent Director of the Company to hold office for the remaining term of his appointment, is placed for approval of Members at Item No. 6 of the Notice calling the Forty-Ninth (49th) Annual General Meeting of the Company, which form an integral part of this Report.

Dr. Shridhar Shrikrishna Rajpathak (DIN 00040387 and IDDB Registration No. IDDB-DI-202110-039373) was appointed as an Independent Director of the Company with effect from 11th November, 2021 to hold office for first term of five (05) years. The said term is going to expire on 11th November, 2026. Dr. Shridhar Shrikrishna Rajpathak attained the age of 75 years on 29th May, 2026. Pursuant to the recommendation of the Nomination and Remuneration Committee of the Board, the Board of Directors of your Company recommends the re-appointment of Dr. Shridhar Shrikrishna Rajpathak as a Non-Executive Independent Director of the Company to hold office for a second term of five (05) consecutive years effective from 12th November, 2026 up to 11th November, 2031 and who shall not be liable to retire by rotation. The Company has received notice in writing from Members under Section 160 of the Companies Act, 2013, proposing his candidature for the office of Directors. The Special Resolution seeking approval of the members of the Company for re-appointment of Dr. Shridhar Shrikrishna Rajpathak, is placed for approval of Members at Item No. 7 of the Notice calling the Forty-Ninth (49th) Annual General Meeting of the Company, which form an integral part of this Report.

The current tenure of Mr. Vayu Ramesh Garware (DIN 00092201), as Managing Director (designated as "Chairman and Managing Director") of the Company will come to an end on 30th November, 2026. The Board of Directors of your Company at its meeting held on 20th May, 2026, after due consideration of the recommendation made by the Nomination and Remuneration Committee of the Board of Directors has resolved to re-appoint Mr. Vayu Ramesh Garware as Managing Director to be designated as "Chairman and Managing Director" ("CMD") of the Company, for further period of five (05) years, effective from 1st December, 2026, subject to approval of the Members at the ensuing Annual General Meeting of the Company. The Special Resolution seeking approval of the Members of the Company for re-appointment of Mr. Vayu Ramesh Garware, is placed for approval of Members at Item No. 8 of the Notice calling the Forty-Ninth (49th) Annual General Meeting of the Company, which form an integral part of this Report.

Details regarding Ms. Mayuri Vayu Garware, Mr. Anil Sadashiv Wagle, Dr. Shridhar Shrikrishna Rajpathak and Mr. Vayu Ramesh Garware, as required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and as per Secretarial Standard - 2 of General Meeting are contained in the accompanying Notice calling the Forty-Ninth (49th) Annual General Meeting of the Company, which form an integral part of this Report.

During the year under review Ms. Mallika Sagar (DIN 02228386) ceased from the office of Non-Executive Independent Director upon completion of her second term of five (05) consecutive years w.e.f. the close of business hours on 28th August, 2025.

The Members of the Company, had passed a Special Resolution approving the appointment of Ms. Kirti D. Mangwani (DIN 07235467 and IDDB Registration No. IDDB-DI-202504-073118) as a Non-Executive Independent Director of the Company to hold office for a term of five (05) consecutive years with effect from 25th November, 2025 pursuant to the provisions of Section 149, 150 and 152 of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014, read with Schedule IV to the Companies Act, 2013 and Regulation 16 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as per the recommendation of

Nomination and Remuneration Committee of the Board of Directors and approval of appointment by the Board of Directors of the Company vide Circular Resolution passed on 25th November, 2025. Ms. Kirti D. Mangwani, will not be liable to retire by rotation.

Pursuant to the provisions of Section 203 of the Companies Act, 2013, Mr. Vayu Ramesh Garware, Chairman and Managing Director, Mr. Shashank Gupta, Chief Financial Officer and Mr. Sunil Agarwal, Company Secretary and Compliance Officer, are discharging the functions and responsibilities of whole-time Key Managerial Personnel of the Company.

During the Financial Year 2025-26, there was no change in the composition of the Board of Directors and the Key Managerial Personnel, except as stated above.

DECLARATION BY INDEPENDENT DIRECTORS:

The Company has received declarations from all the Independent Directors, confirming that they meet the criteria of independence as provided in sub-section (6) of Section 149 of the Companies Act, 2013 and Rule 5 of the Companies (Appointment and Qualification of Directors) Rules, 2014 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In terms of Regulation 25(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Independent Directors have confirmed that they are not aware of any circumstance or situation, which exists or may reasonably be anticipated, that could impair or impact their ability to discharge their duties.

In terms of Rule 6(3) of the Companies (Appointment and Qualification of Directors) Rules, 2014, the Independent Directors have confirmed that they are in compliance with sub-rule (1) and (2) of Rule 6 of Companies (Appointment and Qualification of Directors) Rules, 2014.

STATEMENT OF BOARD OF DIRECTORS:

The Board of Directors of the Company is of the opinion that all the Independent Directors of the Company possess the attributes of integrity, expertise and experience required to best serve the interests of the Company.

DIRECTORS' RESPONSIBILITY STATEMENT:

Your Directors, to the best of their knowledge and belief and according to the information and explanations obtained by them and pursuant to the provisions of Section 134(3)(c) read with Section 134(5) of the Companies Act, 2013, hereby state and confirm that:

1. In the preparation of the Annual Financial Statements for the year ended 31st March, 2026, the applicable Accounting Standards have been followed and there are no material departures;
2. For the Financial Year ended 31st March, 2026, such Accounting Policies as mentioned in the Notes to the Financial Statements have been applied consistently and judgments and estimates that are reasonable and prudent have been made, where necessary so as to give a true and fair view of the state of affairs of the Company as on 31st March, 2026 and of the profit and loss of the Company for the year ended 31st March, 2026;
3. Proper and sufficient care has been taken for the maintenance of adequate accounting records, for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities in accordance with the provisions of the Companies Act, 2013;
4. The Annual Financial Statements have been prepared on a “Going Concern” basis;
5. Proper Internal Financial Controls were followed by the Company and that such Internal Financial Controls are adequate and were operating effectively; and
6. Proper systems to ensure compliance with the provisions of all applicable laws were in place and that such systems were adequate and operating effectively.

ANNUAL EVALUATION BY THE BOARD:

In view of the provisions of the Companies Act, 2013 and considering the Guidance Note dated 5th January, 2017, issued by the Securities and Exchange Board of India (“SEBI”), the Nomination and Remuneration Committee of the Board had laid down a comprehensive framework including the criteria for evaluation of the performance of the Board as a whole and of various committees of the Board and individual Directors, including Independent Directors. Based on the above mentioned comprehensive framework, the Board of Directors of the Company had carried out an Annual Evaluation of the performance of the Board as a whole, the Directors individually and also the working of its Audit Committee, Nomination & Remuneration Committee, Corporate Social Responsibility Committee, Stakeholders Relationship Committee and Risk Management Committee.

On collation of all the responses, feedback was provided by the Chairman of the Board to the Board of Directors and each member of the Board.

The Board noted the evaluation results that were collated and presented to the Board.

The Directors expressed their satisfaction with the evaluation process.

A separate meeting of Independent Directors was held on 8th August, 2025, without the presence of Non-Independent Directors and members of the management inter alia, to:

i. Review the performance of Non-Independent Directors and the Board as a whole;

ii. Review the performance of the Chairperson of the Company, taking into account the views of the Executive Director and Non-Executive Directors;

iii. Assess the quality, quantity and timeliness of the flow of information between the Company management and the Board that was deemed necessary for the Board to effectively and reasonably perform their duties.

NUMBER OF MEETINGS OF THE BOARD:

There were five (05) meetings of the Board of Directors held during the year, details of which are given in the annexed **"Corporate Governance Report"**.

COMPOSITION OF THE COMMITTEES OF THE BOARD:

The details relating to the composition of the Audit Committee, Nomination and Remuneration Committee, Corporate Social Responsibility Committee, Stakeholders Relationship Committee, Risk Management Committee and Banking & Operation Committee are given in the annexed **"Corporate Governance Report"**.

AUDITORS

1. STATUTORY AUDITORS:

Pursuant to the provisions of Section 139, 142 and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, and pursuant to the recommendation of the Audit Committee, M/s. Mehta Chokshi & Shah LLP, Chartered Accountants (Firm Registration No. 106201W/W100598), were appointed as Statutory Auditors at the 45th Annual General Meeting of the Company to hold the office for a second term of five (05) consecutive years, from the conclusion of the 45th Annual General Meeting till the conclusion of the 50th Annual General Meeting of the Company.

STATUTORY AUDITORS' REPORT:

There are no audit qualifications, reservations or adverse remarks or disclaimers, in the Auditors' Report, as annexed elsewhere in this Annual Report.

During the year under review, the Statutory Auditors have not reported any instances of frauds committed by the Company's officer or employees under Section 143(12) of the Companies Act, 2013.

2. SECRETARIAL AUDITORS:

Pursuant to the provisions of Section 204 and other applicable provisions, if any, of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, and pursuant to the recommendation of the Audit Committee, M/s SVD & Associates, Firm of Company Secretaries in Practice, Pune, (Firm Unique Code P2013MH031900), were appointed as Secretarial Auditors to carry out the Audit of the secretarial and other related records of the Company for a period of five (05) consecutive years for Financial Year 2025-26 to Financial Year 2029-30.

The Secretarial Auditor has submitted its Report in Form No. MR-3 for the Financial Year ended on 31st March, 2026 and the same as set out in **"Annexure 1"**, forming an integral part of the Directors' Report. There are no qualifications, reservations or adverse remarks or disclaimers made in the Secretarial Audit Report.

Annual Secretarial Compliance Report

A Secretarial Compliance Report for the Financial Year ended 31st March, 2026 on compliance of all applicable SEBI Regulations and circulars/ guidelines issued thereunder, was obtained from M/s SVD & Associates, a Firm of Company Secretaries in Practice, and the Secretarial Auditors of the Company.

3. COST AUDIT:

The Company made and maintained Cost Accounting Records under Section 148 of the Companies Act, 2013 for the Financial Year 2025-26. M/s. Joshi Apte & Associates, Cost Accountants, (Firm Registration No. 000240), were appointed as Cost Auditor for conducting the audit of the Cost Accounting Records maintained by the Company, for the Financial Year 2025-26.

The Audit Report for the Cost Accounting Records maintained by the Company for the Financial Year 2025-26, is under preparation and the same will be filed with the Central Government within the prescribed time limit.

M/s. Joshi Apte & Associates, Cost Accountants, were re-appointed as Cost Auditor for conducting an audit of the Cost Accounting Records maintained by the Company, for the Financial Year 2026-27.

A resolution proposing ratification of the remuneration of the said Cost Auditors' for the Financial Year ended 31st March, 2027, form part of the Notice of the Forty-Ninth (49th) Annual General

Meeting of the Company as Special Business by way of an Ordinary Resolution.

PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

Details of loans and guarantees given and investments made during the Financial Year 2025-26, under the provisions of Section 186 of the Companies Act, 2013, read with the Companies (Meetings of Board and its Powers) Rules, 2014 are given in the notes to the Financial Statements, which form an integral part of this Report.

RELATED PARTY TRANSACTIONS:

All the transactions with Related Parties entered during the Financial Year 2025-26 by the Company, were in the ordinary course of business and on an arm's length basis.

There were no Material Related Party Transaction(s) made with any Related Party as per Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

All Related Party Transactions were placed before the Audit Committee for their prior approval.

The Omnibus approval of the Audit Committee was obtained for the year for transactions which were of a repetitive nature. The Policy on Related Party Transactions as approved by the Board has been uploaded on the Company's website: https://www.garwarefibres.com/investors/related-party-transactions-policy/.

Pursuant to the provisions of Section 134(3)(h) of the Companies Act, 2013, Form AOC-2 is not applicable to the Company.

ADEQUACY OF INTERNAL FINANCIAL CONTROL:

Your Company continued to remain focused on ensuring a robust and effective Internal Financial Control framework.

The Internal Financial Controls laid down by your Company with reference to the Financial Statements are adequate, operating effectively and commensurate with the size, scale of operations and nature of business of the Company.

REMUNERATION POLICY:

The Board of Directors of the Company has approved the Policy relating to remuneration for the Directors, Key Managerial Personnel and Senior Management based on the recommendation of the Nomination & Remuneration Committee of the Board.

The salient aspects covered in the Policy have been outlined in the Corporate Governance Report, which form an integral part of this Report.

As per the requirements of Section 178(4) of the Companies Act, 2013 details of such a Policy have been uploaded on the Company's website: https://www.garwarefibres.com/investors/policies/remuneration-policy.

RISK MANAGEMENT POLICY:

The Company recognizes the importance of Risk Management and hence the Board of Directors of the Company has adopted Risk Assessment and Minimization Policy Statement. This Policy Framework has been adopted as a fundamental part of the business policy to counter and combat the adverse consequential effects of various risks.

Risk Management involves the following:

- Identification of risks.
- Evaluation of the risks as to likelihood and consequences.
- Assessment of options for minimising / covering the risks.
- Action Plan for the implementation of the Risk Management Plans.
- Review of the Risk Management efforts.
- Cyber Security Risk.

The Risk Management Committee of the Company has been entrusted by the Board with the responsibilities of risk assessment, management and mitigation within the framework of the Risk Assessment and Minimization Policy Statement. Details of the terms of reference and meeting of the Risk Management Committee have been outlined in the annexed **"Corporate Governance Report"**

VIGIL MECHANISM

The Board of Directors of the Company has formulated a Vigil Mechanism Policy which is in compliance with the provisions of Section 177(10) of the Companies Act, 2013, Regulation 22 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Regulation 9A of the SEBI (Prohibition of Insider Trading) Regulations, 2015, details of which are given in the annexed **"Corporate Governance Report".**

CORPORATE SOCIAL RESPONSIBILITY (CSR):

Pursuant to the provisions of Section 135 of the Companies Act, 2013, read with the Companies (Corporate Social Responsibility), Rules, 2014, your Company has established Corporate Social Responsibility ("CSR") Committee and an Annual

Report on CSR Activities, forming an integral part of the Directors' Report is set out in **"Annexure 2"**.

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

Information in accordance with the provisions of Section 134(3)(m) of the Companies Act, 2013, read with Rule 8(3) of the Companies (Accounts) Rules, 2014, pertaining to the Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo is set out in **"Annexure 3"**, forming an integral part of the Directors' Report.

ANNUAL RETURN:

Pursuant to the provisions of Section 92(3) of the Companies Act, 2013, your Company has uploaded its Draft Annual Return for the Financial Year 2025-26 on the Company's website: https://www.garwarefibres.com/investors/financial-information/shareholder-meeting#investorsmenu.

PERSONNEL:

The relations with employees and workmen at all levels continued to be cordial throughout the year.

PARTICULARS OF EMPLOYEES:

The information required pursuant to the provisions of Section 197 of the Companies Act, 2013, read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is set out in **"Annexure 4"**, forming an integral part of the Directors' Report.

THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013 ("the Sexual Harassment Act"):

Your Company has zero tolerance towards any action on the part of any employee, which may fall under the ambit of "Sexual Harassment" at the workplace, and is fully committed to uphold and maintain the dignity of every woman employee working in the Company. Your Company, has formulated and implemented a Policy under the Sexual Harassment Act and Rules framed thereunder. As per the provisions of the Sexual Harassment Act and Rules made thereunder, your Company has constituted an Internal Complaints Committee ("ICC").

During the year under review, no complaints pertaining to sexual harassment of women employees were filed in terms of the Sexual Harassment Act. Accordingly, there were no complaints pending resolution for more than ninety days and no complaints remained unresolved as on 31st March, 2026.

CORPORATE GOVERNANCE:

Pursuant to Regulation 34 read with Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Corporate Governance as well as the Auditor's Certificate regarding compliance with the conditions of Corporate Governance are set out in separate section, which form an integral part of this Report.

The Report on Corporate Governance also contains certain disclosures required under the Companies Act, 2013.

BUSINESS RESPONSIBILITY AND SUSTAIN ABILITY REPORT:

Pursuant to the provisions of Regulation 34(2)(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, Business Responsibility and Sustainability Report detailing the various initiatives taken by the Company from an environmental, social and governance perspective is set out in a separate section, which form an integral part of this Report.

OTHER DISCLOSURES:

The Government of India has notified the four new Labour Codes with effect from 21st November, 2025, subsuming and rationalising various existing labour laws relating to wages, social security, industrial relations and occupational safety, health and working conditions. During the year under review, the Company evaluated the applicability and implications of these Codes on its operations and employment practices. Based on such assessment, necessary revisions were initiated in wage structures, statutory benefits, employment documentation, health and safety frameworks and employee settlement processes to align with the revised regulatory requirements currently in force. Appropriate financial provisions have been made arising from the prospective implementation of the new Labour Codes. The Company continues to ensure compliance in line with applicable rules and guidelines as may be notified by the authorities from time to time.

The Company is in compliance with the provisions relating to the Maternity Benefit Act, 1961.

There were no transactions on the following matters during the year under review and hence no reporting or disclosure is required:

- Issue of equity shares with differential rights as to dividend, voting or otherwise.
- Issue of shares (including sweat equity shares) to employees of the Company under any scheme save and except Employees' Stock Purchase Schemes referred to in this Report.
- There was no instance of one-time settlement with any Bank or Financial Institution.
- There were no significant and material orders passed by Regulators / Courts / Tribunals that would impact the going concern status of the Company and its future operations.
- There is no application filed or pending under the Insolvency and Bankruptcy Code, 2016 against the Company during the Financial Year 2025-26.

SECRETARIAL STANDARDS:

The Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (“ICSI”) and approved by the Central Government under Section 118(10) of the Companies Act, 2013.

ACKNOWLEDGMENT:

Your Directors gratefully acknowledge the support given by the Customers, Dealers, Distributors, Suppliers, Bankers, various departments of the Central and State Governments, Local Authorities and also the Members of the Company.

Your Directors would further like to record their appreciation for the unstinted efforts put in by all the Employees of the Company during the year.

On behalf of the Board of Directors,

V. R. GARWARE

Pune
20th May, 2026

Chairman & Managing Director
DIN: 00092201

ANNEXURE 1 TO DIRECTORS' REPORT 2025-26

Secretarial Audit Report - Form No. MR-3
(For The Financial Year ended 31st March, 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 and Pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members,
Garware Technical Fibres Limited,
Plot No. 11, Block D-1, M.I.D.C., Chinchwad, Pune-411019

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Garware Technical Fibres Limited** bearing CIN: L25209MH1976PLC018939 (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 there on.

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

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

i. The Companies Act, 2013, (the Act) as amended from time to time and the rules made thereunder;
ii. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings, wherever applicable;
v. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
   a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
   b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements), Regulations, 2018;

d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 **(not applicable to the Company during the audit Period)**;

e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations 2021 **(not applicable to the Company during the audit Period)**;

f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2025 regarding the Companies Act and dealing with client ;

g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulation 2021 **(not applicable to the Company during the audit Period)**; and

h) The Securities and Exchange Board of India (Buy-Back of Securities) Regulations, 2018;
(not applicable to the Company during the audit Period);

vi. **We further report that,**

Having regards to the compliance system prevailing in the Company and on examination of the relevant documents and records in pursuance thereof, no other law was applicable specifically to the Company.

We have also examined compliance with the applicable clauses and regulations of the following:

i. Secretarial Standards issued by The Institute of Company Secretaries of India; and

ii. The Listing Agreement entered into by the Company with Stock Exchanges pursuant to The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 including any amendments thereto (hereinafter referred as 'SEBI LODR').

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

a. The Woman Independent Director of the Company was appointed on November 25, 2025 after obtaining approval from Director General of Civil Aviation (DGCA) Government of India, a Regulatory Authority, on November 17, 2025, to fill the vacancy caused upon completion of second term of Woman Independent Director on August 28, 2025. Further, the Company had applied and received waiver letter from National Stock Exchange of India Limited (NSE) on February 16, 2026 and Bombay Stock Exchange Limited (BSE) on April 17, 2026 to waive total fine of Rs. 4,40,000/- (inclusive of GST) each due to delay in compliance with Regulation 17(1) of SEBI LODR.

We further report that,

Subject to our observation mentioned in above point, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notice is given to all directors to schedule the Board meetings and Committee meetings, agenda and detailed notes on agenda were sent at least seven days in advance 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. Further in the incidences where for the purpose of any Board or Committee meeting, notice, agenda or notes to agenda are circulated with shorter period of less than seven days, all the Directors including Independent Directors have consented to the shorter period of circulation of the same.

All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committees of the Board, as the case may be. The decisions taken by way of passing circular resolutions, by the Board and Committees were with requisite majority.

We further report that,

There are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that,

During the audit period, there were no specific events / actions having a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. except following:

1. The Company incorporated wholly owned foreign subsidiary on June 17, 2025 named as "Garware Technical Fibres AS", in Norway by investing Rs. 2,45,916. Further the Company entered into an Agreement for Transfer of Business Undertaking on June 25, 2025 to sell, transfer and vest all its rights, title and interest in and to the Business Undertaking together with all its assets and liabilities in its Norway Branch namely Garware Technical Fibres NUF to its Wholly Owned Subsidiary in Norway namely Garware Technical Fibres AS.
2. The Company has acquired 100% of the issued equity share capital of two companies i.e. (i) Offshore & Trawl Supply AS (“OTS”), Norway and (ii) Advanced Mooring Supply AS (“AMS”), Norway through its wholly owned subsidiary, Garware Technical Fibres UK Pvt. Ltd. (“GTF UK”), on July 07, 2025 respectively, by transferring fund of Rs. 1.11 billion to GTF UK. Consequently, OTS and AMS have become step down wholly owned foreign subsidiaries of the Company.

For **SVD & Associates**
Company Secretaries

Sridhar Mudaliar
Partner
FCS No: 6156
C P No: 2664

Unique Code of the Firm: P2013MH031900
Peer Review No: 6357/2025
UDIN: F006156H000407150

Place: Pune
Date: 20th May, 2026

Note: This report is to be read with letter of even date by the Secretarial Auditors, which is annexed as **Annexure A** and forms an integral part of this report.

'ANNEXURE A'

To,
The Members,
Garware Technical Fibres Limited,
Plot No. 11, Block D-1, M.I.D.C., Chinchwad, Pune-411019

Our Secretarial Audit Report of even date is to be read along with this letter.

Management's Responsibility

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.

Auditor's Responsibility

2. Our responsibility is to express an opinion on the compliance of the applicable laws and maintenance of records based on audit. We have conducted the audit in accordance with the applicable Auditing Standards CSAS-1 to CSAS-4 (CSAS) issued by the Institute of Company Secretaries of India (ICSI). These Standards requires that the Auditor complies with statutory and regulatory requirements and plans and performs the audit to obtain reasonable assurance about compliance with applicable laws and maintenance of records.
3. Due to the inherent limitations of an audit including internal, financial and operating controls, there is an unavoidable risk that some material misstatements or material non-compliances may not be detected, even though the audit is properly planned and performed in accordance with the CSAS.
4. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.

Methodology

5. We believe that audit evidence and information obtained from the Company's management is adequate and appropriate for us to provide a basis for our opinion.
6. We have physically verified the documents and evidence and also relied on data provided through electronic mode.
7. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events, etc.

Disclaimer

8. 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.
9. We have not verified the correctness and appropriateness of financial records and books of accounts of the Company.

For **SVD & Associates**
Company Secretaries

Sridhar Mudaliar
Partner
FCS No: 6156
C P No: 2664

Unique Code of the Firm: P2013MH031900
Peer Review No: 6357/2025
UDIN: F006156H000407150

Place: Pune
Date: 20th May, 2026

ANNEXURE 2 TO DIRECTORS' REPORT 2025-26

The Annual Report on Corporate Social Responsibility (CSR) Activities for the Financial Year 2025-26

[Pursuant to the provision of Section 135 & Schedule VII of the Companies Act, 2013 read with Companies (Corporate Social Responsibility Policy), Rule, 2014, and forming part of the Directors Report for the year ended 31st March, 2026].

1. **Brief outline of CSR Policy of the Company**

   The Board of Directors of the Company in compliance with the provisions of the Companies Act, 2013, and after taking into account the recommendations of the CSR Committee of the Company, has formulated the CSR policy and the same has been displayed on the Company's website: https://www.garwarefibres.com/investors/csr-policy.

   The major thrust areas of CSR policy are promoting education & health care, promoting research and development in agriculture / horticulture / aquaculture / fisheries etc., empowering women, undertaking environmental friendly measures like tree plantation, and rural / agricultural extension / development projects, mainly in and around the geographical areas where the Company's plant / businesses are located.

   A brief overview of your Company's CSR Projects / Programme is given below:

   Project Sarva Shiksha:

   Partnering in the national endeavour of ensuring education for all, the Company continued its efforts towards improving school infrastructure, particularly for schools serving students from marginalised and underprivileged sections of society. In addition to initiatives aimed at enhancing the quality of education in schools in the vicinity of the Company's Wai Plant, the Company extended its support to schools in the coastal belt of eastern India and other parts of the country. These initiatives included the establishment of computer laboratories, provision of e-learning materials and installation of RO water purifiers, with a view to addressing inadequacies in educational facilities and basic infrastructure.

   During the year under review, the Company also participated in the important initiative of "Teach For India", which seeks to build a movement of leaders working collectively at all levels of the education system to provide quality education to children across India. In addition, the Company conducted various safety awareness sessions for construction workers to promote awareness regarding occupational safety and safe working practices and to help ensure a safer working environment.

   Project Swasthaya Seva:

   Good health is a vital asset for full individual development and sustainable progress of a society. Recognising the importance of this asset and the critical gaps that exist between demand and supply of health services in India, the Company is undertaking various projects to strengthen health infrastructure and facilities. In FY 2025-26 the Company has contributed for renovation of General Ward at Hospital in order to provide essential medical facilities to needy people. Further, understanding the occupational challenges and safety concerns faced by fishermen while operating in sea, the Company distributed First-Aid boxes to fishermen to facilitate immediate medical assistance during emergencies and enhance their safety and well-being.

   Project Vikas:

   The Company contributes to the overall development of rural areas, keeping in focus disadvantage communities like fisher folk and small farmers, by initiating development projects like infrastructural support, ensuring basic amenities for safe drinking water etc. During FY 2025-26, as part of its continued efforts towards improving rural sanitation and cleanliness, the Company donated Garbage Collection Vans to Bopegaon, District Satara. The initiative aims to strengthen waste management practices, ensure efficient garbage collection, and contribute towards creating a cleaner and healthier village environment for the local community.

   Project Atmanirbhar:

   To ensure sustainable and remunerative livelihoods, the Company focuses on empowering youth with adequate skill sets for securing employment in relevant sectors. One of the Company's flagship CSR initiatives, the Garware Youth Development Centre (GYDC), has been established with the objective of empowering rural and tribal youth through skill-based education, vocational training, and livelihood enhancement programmes. The initiative focuses on equipping young individuals with industry-relevant skills, enabling them to improve their employability and achieve sustainable livelihood opportunities. Since its inception, 962 students have benefited from various skill development courses offered under GYDC. The programmes include training in areas such as Electrician, Beautician, CNC Machine Operation, Fashion Designing, Tally Accounting, Organic Farming, and Office Administration, among others. Through these initiatives, several beneficiaries have successfully secured employment opportunities, started their own small enterprises, and enhanced their income levels, thereby contributing to the economic empowerment of their families and communities. GYDC continues to play a vital role in bridging the skill gap and creating pathways for inclusive growth among rural and tribal youth.

2. **Composition of the CSR Committee:**

Sr. No.	Name of the Director	Designation / Nature of Directorship	Number of Meetings of CSR Committee Held During the Year	Number of Meetings of CSR Committee Attended During the Year
1	Dr. S. S. Rajpathak	Chairman, Independent-Non-Executive Director	4	4
2	Mr. V. R. Garware	Member, Executive and Non-Independent Director	4	4
3	Ms. M. V. Garware	Member, Non-Executive and Non-Independent Director	4	4
4	Mr. Ashish Goel*	Member, Independent-Non-Executive Director	4	1

Note: * Appointed as a member of the Committee w.e.f 8th November, 2025.

3. Web-link where composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company:

Sr. No.	Particulars	Web-link
1	Composition of CSR Committee	https://www.garwarefibres.com/investors/board-of-directors/
2	CSR Policy and CSR Projects	https://www.garwarefibres.com/investors/csr-policy/

4. Executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8: Not Applicable.
5. a. Average net profit of the company as per section 135(5) – ₹ 22,009.89/- lakhs.
   b. Two percent of average net profit of the company as per Section 135(5) for the Financial Year – ₹ 440.20/- lakhs.
   c. Surplus arising out of the CSR projects or programmers or activities of the previous Financial Years. – Nil.
   d. Amount required to be set off for the Financial Year, if any – Nil.
   e. Total CSR obligation for the Financial Year (5b+5c-5d) – ₹ 440.20/- lakhs.
6. a. Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project) ₹ 47.00 /- lakhs.
   b. Amount spent in Administrative Overheads – ₹ 22.00/- lakhs.
   c. Amount spent on Impact Assessment, if applicable – Nil.
   d. Total amount spent for the Financial Year (6a+6b-6c) – ₹ 69.00/- lakhs.
   e. CSR amount spent or unspent for the Financial Year 2025-26:

Total Amount Spent for the Financial Year (₹ in lakhs)	Amount Unspent (in ₹)				
	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 (₹ in lakhs)	Date of transfer	Name of the Fund	Amount	Date of transfer
69.00	371.19	28-04-2026	Not Applicable	Nil	Not Applicable

f. Excess amount for set off, if any: No

Sr. No.	Particular	Amount (₹ in lakhs)
(i)	Two percent of average net profit average net profit of the company as per section 135(5)	440.20
(ii)	Total amount spent for the Financial Year	69.00
(iii)	Excess amount spent for the Financial Year[(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	Nil
(v)	Amount available for set off in succeeding Financial Years[(iii)-(iv)]	Nil

7. Details of Unspent CSR amount for the preceding three Financial Years:

Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under Section 135 (6) (₹ in lakhs)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (₹ in lakhs)	Amount spent in the reporting Financial Year (₹ in lakhs)	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 (₹ in lakhs)	Deficiency, if any
					Amount (₹ in lakhs)	Date of transfer		
1.	FY 2022-23	248.27	129.98	129.98	Nil	NA	Nil	NA
2.	FY 2023-24	306.62	202.58	146.66	Nil	NA	55.92	NA
3.	FY 2024-25	322.97	322.97	42.63	Nil	NA	280.34	NA

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year: No
9. Specify the reason(s), if the Company has failed to spend two per cent of the average net profit as per Section 135(5): A sum of ₹ 69,00,451.82/- was spent on various CSR initiatives for the financial year ended on 31st March, 2026. The unspent amount of ₹ 3,71,19,320/- is towards certain ongoing projects and has been transferred to Unspent CSR Account as per the provisions of 135(6) of the Act.

V. R. Garware
Chairman & Managing Director
DIN: 00092201
Date: 20th May, 2026

S. S. Rajpathak
Chairman, CSR Committee
DIN: 00040387
Date: 20th May, 2026

ANNEXURE 3 TO DIRECTORS' REPORT 2025-26

The Conservation of Energy, Technology Absorption, Foreign Exchange Earnings and Outgo

[Pursuant to the provisions of Section 134 (3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014].

A. CONSERVATION OF ENERGY:

i) The Company constantly takes effective steps towards energy conservation. Some of the measures taken by the Company during the year are as under:

a) Installation of energy efficient PMAC Motor for Extrusion machine to replace standard induction motor used previously.

b) Installation of VFD for speed control for Metumat Twisting machine in 8 strand dept.

c) Replaced variable speed eddy current coupling AC Motor ply machines of 8 strand Braided rope machine by AC motor and AC drive panel for energy efficiency improvement.

d) Installation of VFD for Air Handling Unit (AHU) used for comfort cooling system used for extrusion machines.

e) Optimization of exhaust air control dampers used in extrusion dept.

f) Replacement of IE1 Motors by IE3 energy efficient motor.

g) Replacement of IE1 Chilling plant primary (20HP)& secondary (30HP) pump Motor by IE3 Energy motors.

h) Replacement of regular 80Watt LED light fitting by motion sensor LED light.

i) Replacement of regular 20watt LED Light fitting in staff / GTFL worker canteen by 20 watt motion sensor 20watt LED Light.

ii) The steps taken by the company for utilising alternate sources of energy:

During the year under review, your Company procure the solar power through off site captive renewal energy basis from TP Bhaskar Renewables Limited (“TPBRL”), as per the provisions of the Electricity Act 2003. Your Company is availing solar energy generated by the Power Producer from its solar power plant upto contracted capacity of 8.5 million Kwh for its Pune and Wai plant.

iii) The Capital Investment on energy conversation equipments:

The Company has spent ₹ 13.73/- lakhs as Capital Investment on energy conversation equipments during the Financial Year 2025-26.

B. TECHNOLOGY ABSORPTION:

i) The efforts made towards technology absorption and benefit derived:

The Company has no active technology transfer or know-how / royalty agreements. However, the Company makes continuous efforts to gain data, knowledge and expertise from all its suppliers, customers, service providers, channel partners, etc., in their respective areas of operation and apply the same towards continually improving and innovating products and services offerings to its customers. This results in various benefits such as better solutions to satisfy customer needs, higher efficiencies and lower costs of operations, reduced carbon footprint, better utilization of capital, etc.

ii) In case of Imported Technology:

Your Company does not employ any foreign technology, which needs absorption or adaption. Your Company has developed on its own, various new products.

iii) The Expenditure incurred on Research & Development:

	(₹ in lakhs)
a) Capital	Nil
b) Revenue / Recurring	732.03
d) Total (a + b)	732.03
e) Total of Research & Development as a percentage of Revenue from Operation	0.52%

C. FOREIGN EXCHANGE EARNINGS AND OUTGO:

1. Total Foreign Exchange earned and used:

	(₹ in lakhs)
A. Total Foreign Exchange earned:	79,112.41
Total value of exports	79,112.41
B. Total Foreign Exchange used:	
a) Import of raw materials stores & spares, traded goods and capital goods	13,583.40
b) Expenditure in foreign currencies for business travel, subscription, professional fees, commission on export sales and overseas branch expenses, etc.	2,505.25
	16,088.65

On behalf of the Board of Directors

V. R. GARWARE
Chairman & Managing Director
DIN: 00092201

Pune,
20th May, 2026

ANNEXURE 4 TO DIRECTORS' REPORT 2025-26

The information pursuant to the provision of Section 197(12) the Companies Act, 2013, read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

PART A:

The ratio of the remuneration of each director to the median employee's remuneration and other details in terms of Section 197 (12) of the Companies Act, 2013, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014:

Sr. No.	Requirement	Disclosure
1.	The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year 2025-26.	Mr. V. R. Garware, Chairman & Managing Director -194.46
2.	The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the Financial Year 2025-26; (as compared to last year).	Mr. V. R. Garware, Chairman & Managing Director: 15.24% Mr. Shashank Gupta, Chief Financial Officer: 25.00% Mr. Sunil Agarwal, Company Secretary: 13.25%
3.	The percentage increase in the median remuneration of employees in the Financial Year 2025-26.	3.34%
4.	The number of permanent employees on the roll of the Company as on 31st March, 2026.	1,188 (Including Apprentices & probationer)
5.	Average percentile increase already made in the salaries of employees other than the managerial personnel in the last Financial Year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration.	The average percentile increase in remuneration of the employee and percentile increase in remuneration of Managerial Personnel is in line with normal pay revisions, which is linked to individual performance and the Company's performance.
6.	Affirmation that the remuneration is as per the Remuneration Policy of the Company.	The Company affirms that remuneration is as per the Remuneration Policy of the Company.

Note : Sitting Fees paid to the Directors have not been considered as remuneration.

PART B

The Statement comprising the names and other particulars of employees as per Rule 5(2) and 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 forms an integral part of this Report. The Annual Report is being sent to all the Members of the Company excluding the aforesaid statement. In terms of second proviso of Section 136 of the Companies Act, 2013, the said statement is available for inspection by the Members at the Registered Office of the Company, during the working hours of the Company for a period of twenty-one days before date of the ensuing Annual General Meeting of the Company. Any Member interested in obtaining a copy of the same may write to the Company Secretary at the Registered Office.

ANNEXURE TO DIRECTORS' REPORT 2025-26: CORPORATE GOVERNANCE REPORT

Your Company has already complied with the mandatory requirements on Corporate Governance as per the provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 [hereinafter referred to as “the SEBI (LODR) Regulations, 2015”]. A detailed Report is set out below.

I. MANDATORY REQUIREMENTS

1) PHILOSOPHY ON CORPORATE GOVERNANCE

Your Company continues to be committed to high standards of Corporate Governance. Your Company's philosophy on Corporate Governance aims at adopting and practicing best corporate practices, while achieving Company's business objectives in a way that serves the interest of all Stakeholders. Towards this, the Company has adopted the practices mandated by the provisions of the SEBI (LODR) Regulations, 2015.

2) BOARD OF DIRECTORS

I. Composition: The Board of Directors of the Company as on 31st March, 2026, consisted of:

Sr. No.	Name of Director	DIN	Designation	Category	Relationship between Directors inter-se
1	Mr. V. R. Garware	00092201	Chairman & Managing Director	Promoter – Executive	Relative of Ms. M.V. Garware
2	Ms. M. V. Garware	06948274	Director	Promoter Group - Non-Executive	Relative of Mr. V. R. Garware
3	Dr. S. S. Rajpathak	00040387	Director	Independent - Non-Executive	–
4	Mr. A. S. Wagle	03403801	Director	Independent - Non-Executive	–
5	Mr. Ashish D. Goel	00147449	Director	Independent - Non-Executive	–
6	Ms. Kirti D.Mangwani	07235467	Director	Independent - Non-Executive	–

ii. Attendance at the meetings of the Board of Directors and last Annual General Meeting and details of memberships of Directors in other Boards / Board Committees and number of Equity Shares held.

- Five (05) meetings of the Board were held during the Financial Year 2025-26 - on 15th May, 2025, 23rd June, 2025, 8th August, 2025, 7th November, 2025 and 11th February, 2026.

Name of Director	No. of Board Meetings Attended	Sitting Fees paid (₹)	Whether attended last A.G.M.	Directorships in other Companies and Membership of Committees and Post held in Committees as on 31st March, 2026*			No. of Equity Shares held as on 31st March, 2026
				Other Boards	Other Board Committees**		
					Chairman	Member	
Mr. V. R. Garware	5	N.A.	Yes	1***	–	–	****61,57,500
Ms. M. V. Garware	5	1,00,000	Yes	–	–	–	50
Dr. S. S. Rajpathak	5	1,00,000	Yes	–	–	–	1,500
Ms. Mallika Sagar#	2	40,000	NA	–	–	–	–
Mr. A. S. Wagle	2	40,000	Yes	–	–	–	–
Mr. Ashish D. Goel	5	1,00,000	Yes	–	–	–	–
Ms. Kirti D. Mangwani@	1	20,000	NA	–	–	–	–

* Excludes Directorships in Foreign Companies, Private Limited Companies and companies under Section 8 of the Companies Act, 2013.

** Only Audit Committee and Stakeholder Relationship Committee are reckoned for this purpose.

*** Mr. V. R. Garware was not Independent Director in any of these companies.

**** Out of 61,57,500 equity shares, 100 Equity Shares are held by Mr. Vayu Ramesh Garware, on behalf of two Trusts, i.e. Vayu Garware Family Trust and VRG Family Trust.

Ms. Mallika Sagar (DIN: 02228386) ceased from the office of Non-Executive Independent Director upon completion of her second term of five (05) consecutive years with effect from 28th August, 2025.

@ Ms. Kirti D. Mangwani, was appointed as Non-Executive Independent Director with effect from 25th November, 2025, which was approved by the Members of the Company by passing of Special Resolution through Postal Ballot on 18th January, 2026.

- None of the Directors of the Company hold directorship in other Listed Entities.

3) INDEPENDENT DIRECTORS

Your Company has appointed Independent Directors, who are having experience in their respective field / profession and meet the criteria of independence according to Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015 and Sections 2(47) and 149(6) of the Companies Act, 2013 and the Rules made thereunder. In the opinion of the Board, the Independent Directors, fulfil the conditions of independence specified in Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (LODR) Regulations, 2015 and are independent from the management. The Company has appointed Independent Directors and issued appointment letters to them. The terms and conditions of their appointment are on the Company's website: https://www.garwarefibres.com/investors/terms-of-appointment-of-independent-directors/.

Pursuant to the provisions of Section 149, 150 and 152 of the Companies Act, 2013 and the Companies (Appointment and Qualification of Directors) Rules, 2014, read with Schedule IV to the Companies Act, 2013 and Regulation 16 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as per the recommendation of Nomination and Remuneration Committee of the Board of Directors, the Members of the Company, vide Postal Ballot Notice had passed the Special Resolution approving the appointment of Ms. Kirti D Mangwani (DIN: 07235467) as a Non-Executive Independent Director of the Company to hold the office for a term of five (05) consecutive years with effect from 25th November, 2025. Ms. Kirti D. Mangwani, will not be liable to retire by rotation.

During the year under review Ms. Mallika Sagar (DIN: 02228386) ceased from the office of Non-Executive Independent Director upon completion of her second term of five (05) consecutive years with effect from 28th August, 2025.

4) COMMITTEES OF BOARD OF DIRECTORS

The Board at present has six (06) Committees.

Board of Directors

- Audit Committee
- Nomination & Remuneration Committee
- Corporate Social Responsibility Committee
- Stakeholders Relationship Committee
- Risk Management Committee
- Banking and Operation Committee

A) AUDIT COMMITTEE

i. Constitution:

Terms of Reference of the Audit Committee have been set out in accordance with the requirements of Regulation 18 of the SEBI (LODR) Regulations, 2015, and Section 177 of the Companies Act, 2013, and the Rules made thereunder, as amended from time to time.

ii. Composition:

Name of the Member	Designation	Position
Dr. S. S. Rajpathak	Chairman	Independent - Non-Executive Director
Mr. V. R. Garware	Member	Executive Director
Mr. A. S. Wagle	Member	Independent - Non-Executive Director
Mr. Ashish D. Goel	Member	Independent - Non-Executive Director

iii. Meetings and Attendance:

The details of meetings held during the year, and the attendance there at, are as follows:

- Five (05) meetings of the Audit Committee were held during the Financial Year 2025-26 - on 15th May, 2025, 23rd June, 2025, 8th August, 2025, 7th November, 2025 and 11th February, 2026.

Name of the Member	No. of Meetings Attended	Sitting Fees paid (₹)
Dr. S. S. Rajpathak	5	1,00,000
Mr. V. R. Garware	5	N.A.
Mr. A. S. Wagle	2	40,000
Mr. Ashish D. Goel	5	1,00,000

The Statutory Auditors of the Company attended four (04) meetings out of five (05) Audit Committee Meetings held during the Financial Year 2025-26. The Company Secretary acted as Secretary to the Audit Committee.

B) NOMINATION & REMUNERATION COMMITTEE / REMUNERATION–COMPENSATION OF DIRECTORS

i. Constitution:

Terms of Reference of the Nomination & Remuneration Committee have been set out in accordance with the requirements of Regulation 19 read with Paragraph A of Part D of Schedule II of the SEBI (LODR) Regulations, 2015, and Section 178 of the Companies Act, 2013, and Rules made thereunder.

ii. Composition:

Name of the Member	Designation	Position
Mr. A. S. Wagle*	Chairman	Independent - Non-Executive Director
Mr. V. R. Garware	Member	Executive Director
Dr. S. S. Rajpathak**	Member	Independent - Non-Executive Director
Mr. Ashish D. Goel	Member	Independent - Non-Executive Director

Note: * Designated as a Chairman of the Nomination & Remuneration Committee: w.e.f 8th November, 2025.

** Dr. S. S. Rajpathak was Chairman of the Nomination & Remuneration Committee held on 29th April, 2025 and 15th May, 2025.

Meetings and Attendance:

Three (03) Meetings of the Nomination & Remuneration Committee was held during the Financial Year 2025-26 on 29th April, 2025, 15th May, 2025 and 7th November, 2025.

Name of the Member	No. of Meetings Attended	Sitting Fees paid (₹)
Mr. A. S. Wagle	2	40,000
Mr. V. R. Garware	3	N.A.
Dr. S. S. Rajpathak	3	60,000
Mr. Ashish D. Goel	2	40,000

The Company Secretary acted as Secretary to the Nomination & Remuneration Committee.

iii. Performance Evaluation Criteria of Directors and Independent Directors:

Based on the criteria set by the Nomination & Remuneration Committee of the Board, the Board of Directors of the Company has carried out annual evaluation of its own performance, the Directors individually (excluding the Director being evaluated) as well as done the evaluation of the working of its Committees.

On collation of all the responses, feedback was provided by Chairman of the Board of Directors to the Board and to each member of the Board.

The Board noted the evaluation results that were collated and presented to the Board. The Directors expressed their satisfaction with the evaluation process.

On 8th August, 2025, a separate Meeting of the Independent Directors of the Company, was held, inter alia to:

- Review the performance of Non-Independent Directors and the Board of Directors as a whole,
- Review the performance of the Chairperson of the Company, taking into account the views of Executive Director and Non-Executive Directors, and
- Assess the quality, quantity and timeliness of flow of information between the company management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

Ms. Mallika Sagar, Dr. S. S. Rajpathak and Mr. Ashish D. Goel were present at the meeting held on 8th August, 2025.

iv. Remuneration Policy and Remuneration of Directors:

a) Remuneration Policy

The salient aspects of Remuneration Policy are present here in below.

The Company's Remuneration Policy is guided by the set of principles as envisaged under Section 178 of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

The Policy provides broad frame work relating to the remuneration for the Directors, Key Managerial Personnel ("KMP") and Senior Management. The guiding principles of the Policy are that Remuneration and other terms of employment would be competitive and attractive in order to ensure that the Company can attract, retain and motivate competent professionals, who would work towards achieving Company's Mission, as set out in Company's "Mission and Value Statement".

The Policy is framed with an objective that in determination of the remuneration packages / scales of pay, due consideration is given to pay and other employment conditions prevailed in the technical textile industry and other comparable manufacturing organizations in around the place of work and there is a proper balance between the fixed and variable (i.e. incentive) pay with an aim to reward the short-term and long-term performance taking into consideration the overall performance of the Company and achievements of Key Result Areas ("KRAs") / Balance Score Card Objectives / Targets, as mutually agreed in advance between the concerned Executive and his supervising personnel.

As per the requirements of Section 178(4) of the Companies Act, 2013, details of such a Policy have been displayed on the Company's website: https://www.garwarefibres.com/remuneration-policy/.

b) Remuneration of Directors

i. Non-Executive Directors:

The remuneration of Non-Executive Directors is decided by the Board of Directors on recommendation by Nomination & Remuneration Committee. At present, only sitting fees are paid to Non-Executive Directors for attending Board Meetings, Audit Committee Meetings, Nomination & Remuneration Committee Meetings and Banking and Operations. The payment of sitting fees is within the limits prescribed under the Companies Act, 2013 and Rules made thereunder, as amended from time to time.

ii. Executive Director:

Mr. V. R. Garware, was re-appointed as Managing Director of the Company to be designated as Chairman & Managing Director ("CMD") for a period of five (05) years effective from 1st December, 2021 and his appointment and terms thereof including remuneration was approved by the Members at Forty-Fourth Annual General Meeting of the Company held on Thursday, 16th September, 2021.

Particulars of the present remuneration payable are detailed below:

a. Salary: Basic Salary of ₹ 22,00,000/- (Rupees Twenty Two Lakhs only) per month.

b. Special Allowance: ₹ 9,00,000/- (Rupees Nine Lakhs only) per month.

c. Perquisites and Allowances:

1. The CMD is entitled to various perquisites including rent free fully furnished accommodation or house rent allowance in lieu thereof up to sixty (60) percent of his basic salary, medical expenses / allowance, leave travel allowance / concession, travelling and halting allowances, children education allowance, club fees, group health insurance coverage, group accident insurance coverage, such other perquisites and allowances in accordance with the rules of the Company.

   These perquisites would be either in the form of reimbursement of actual expenses or as payment of allowances.

2. The CMD shall be entitled to the Company's contribution to provident fund, employees' pension scheme and superannuation fund as per the rules of the Company.

3. The CMD shall also be entitled to the benefits of gratuity as per the scheme for senior executives and earned leave and encashment of earned leave at the end of the tenure which shall not be included in the computation of the ceiling on remuneration.

4. The CMD shall be entitled to use of Company's maintained car(s) with driver(s) for the use of the Company's business. Further, the telephone and other communication facilities will provided to the CMD at his residence and other places of his temporary stay for business purposes. These cost / expenses towards such communication facilities will not be considered as perquisites.

   Perquisites and allowances shall be valued as per Income-Tax Rules, wherever applicable. In the absence of any such rules, perquisites and allowances shall be valued at actual cost.

d. Commission:

Besides the salary, perquisites and allowances, the CMD shall also be paid remuneration by way of commission. The amount of commission is approved by the Board of Directors every year based on the performance for a particular financial year subject to the condition that total remuneration for any financial year shall not exceed ten (10) percent of the net profit of the Company from that financial year so that total remuneration is commensurate with the growth and overall prospects of the Company and adequately rewards the efforts put-in, and contribution made in overall growth and future prospects of the Company as CMD of the Company.

e. Upon recommendation by the Nomination and Remuneration Committee, the Board of Directors is at liberty to alter and vary the terms and conditions of the remuneration as above, during the period of re-appointment, as long as total remuneration does not exceed the limits as mentioned herein above.

f. Notwithstanding anything contrary herein contained, where in any financial year during the currency of tenure of the appointee, the Company has no profits or inadequate profits, the Company will pay remuneration by way of salary, perquisites and allowances as specified above, as minimum remuneration with a liberty to the Board of Directors to revise, amend, alter and vary the terms and conditions relating to remuneration payable to the CMD in such manner as may be permitted in accordance with provisions of the Act and Schedule V thereto or any other amendments thereto.

g. For the purpose of computation of minimum remuneration, the following is not included:

1. Contribution to provident fund, superannuation fund or annuity fund to the extent of these either singly or put together are not taxable under the Income Tax Act, 1961;
2. Gratuity at a rate not exceeding half a month's salary for each completed year of service; and
3. Encashment of leave at the end of the tenure.

h. The employment may be terminated by either party by giving to the other party one hundred and eighty (180) days' prior notice in writing;

C) CORPORATE SOCIAL RESPONSIBILITY COMMITTEE ("CSR Committee")

i. Constitution:

In terms of the requirements under the provisions of Section 135 and Schedule VII of the Companies Act, 2013, read with the Companies (Corporate Social Responsibility Policy), Rules, 2014, a CSR Committee was constituted by the Board of Directors of the Company. Terms of Reference of the CSR Committee have been set out in accordance with the requirements of Section 135 of the Companies Act, 2013 and Rules made thereunder, as amended from time to time.

ii. Composition:

Name of the Member	Designation	Position
Dr. S. S. Rajpathak	Chairman	Independent - Non-Executive Director
Mr. V. R. Garware	Member	Executive Director
Ms. M. V. Garware	Member	Non-Executive Director
Mr. Ashish D. Goel*	Member	Independent - Non-Executive Director

Note: *Appointed as a Member of the Committee w.e.f 8th November, 2025.

iii. Meetings and Attendance:

The details of meetings held during the Financial Year 2025-26, and the attendance thereat, are as follows: Four (04) meetings of the Corporate Social Responsibility Committee ("CSR Committee") were held during the Financial Year 2025-26 on 15th May, 2025, 8th August, 2025, 7th November, 2025 and 11th February, 2026.

Name of the Member	No. of Meetings attended
Dr. S. S. Rajpathak	4
Mr. V. R. Garware	4
Ms. M. V. Garware	4
Mr. Ashish D. Goel	1

The Company Secretary acted as Secretary to the CSR Committee.

D) STAKEHOLDERS RELATIONSHIP COMMITTEE

i. Constitution:

In terms of the requirements under the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, "Stakeholders Relationship Committee" has been constituted by the Board of Directors of the Company.

ii. Composition:

Name of the Member	Designation	Position
Dr. S. S. Rajpathak	Chairman	Independent - Non-Executive Director
Mr. V. R. Garware	Member	Executive Director
Mr. A. S. Wagle	Member	Independent - Non-Executive Director
Mr. Ashish D. Goel*	Member	Independent - Non-Executive Director

Note: * Date of Appointment: w.e.f. 8th November, 2025.

iii. Functions, Role and Responsibility:

In terms of the provisions of Section 178 of the Companies Act, 2013 and Regulation 20 read with Schedule II Part D, clause B. of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors entrusted the following functions, role and responsibility to the "Stakeholder Relationship Committee":

1. Approving transfer / transmission / transposition of shares / consolidation of folios.
2. Approving issue of duplicate / fresh share certificates on account of requests for duplicate / split / consolidation of shares.
3. Resolving the grievances of the security holders of the Company including complaints related to transfer / transmission of shares, non-receipt of annual report, non-receipt of declared dividends, issue of new / duplicate certificates, general meetings, etc.
4. Review of measures taken for effective exercise of voting rights by Shareholders.
5. Review of adherence to the service standards adopted by the Company in respect of various services being rendered by the Registrar & Share Transfer Agent.
6. Review of the various measures and initiatives taken by the Company for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants / annual reports / statutory notices by the Shareholders of the Company and
7. Appoint or designate any Company Official as a Secretary of the Committee.

iv. During the Financial Year 2025-26, nineteen (19) meetings of the "Stakeholder Relationship Committee" were held.

v. During the Financial Year 2025-26, fourteen (14) Shareholder complaints were received and the same was resolved to the satisfaction of the Shareholders. Other communications received were also replied / resolved satisfactorily.

vi. There were no unresolved / unattended communications / complaints of Shareholders pending as of 31st March, 2026.

vii. There were no pending share transfers as of 31st March, 2026.

viii. The Share Transfer Agents, M/s. MUFG Intime India Private Limited (Formerly known as Link Intime India Private Limited), has been authorized to authenticate all routine transfers, transmission and transposition of Shares Certificates. Presently, transfers, transmissions etc., are effected within fifteen (15) days.

ix. Mr. Sunil Agarwal, Company Secretary & Head-Legal, of the Company is appointed as a Compliance Officer.

E) RISK MANAGEMENT COMMITTEE:

i. **Constitution:**

In terms of the provisions of Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, "Risk Management Committee" has been constituted by the Board of Directors of the Company.

ii. **Composition:**

Name of the Member	Designation	Position
Mr. V. R. Garware	Chairman	Executive Director
Mr. A. S. Wagle	Member	Independent - Non-Executive Director
Dr. S. S. Rajpathak	Member	Independent - Non-Executive Director

iii. **Functions, Role and Responsibility:**

In terms of the provisions of Regulation 21 read with Schedule II Part D, Clause C. of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board of Directors entrusted the following functions, role and responsibility to the "Risk Management Committee":-

a. To formulate a detailed risk management policy;
b. To ensure that appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company;
c. To monitor and oversee implementation of the risk management policy, including evaluating the adequacy of risk management systems;
d. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity;
e. To keep the Board of Directors informed about the nature and content of its discussions, recommendations and actions to be taken;
f. To review the appointment, removal and terms of remuneration of the Chief Risk Officer (if any);
g. To perform such other activities related to Risk Assessment and Minimisation as requested by the Board of Directors or to address issues related to subject within its term of reference; and
h. The role and responsibilities of the Risk Management Committee shall include such other items as may be prescribed by applicable law or the Board in compliance with applicable law, from time to time.

iv. **Meetings and Attendance:**

The details of meetings held during the Financial Year 2025-26, and the attendance thereat, are as follows:

Two (02) meetings of the Risk Management Committee were held during the Financial Year 2025-26 on 23rd June, 2025 and 12th January, 2026.

Name of the Member	No. of Meetings attended
Mr. V. R. Garware	2
Dr. S. S. Rajpathak	2
Mr. A. S. Wagle	1

The Company Secretary acted as Secretary to the Risk Management Committee.

F) BANKING AND OPERATION COMMITTEE:

i. **Constitution:**

The Banking and Operation Committee was constituted, with an objective to manage the day-to-day operations of the Company in a smooth way.

ii. **Composition:**

Name of the Member	Designation	Position
Mr. V. R. Garware	Chairman	Executive Director
Mr. A. S. Wagle	Member	Independent - Non-Executive Director
Dr. S. S. Rajpathak	Member	Independent - Non-Executive Director

iii. **Functions, Role and Responsibility**

a. To approve borrowings by way of term loan, working capital facility, credit arrangement, factoring facility from the banks, financial institutions and other entities and similar arrangements from time to time.
b. To grant loans & advances, provide guarantee or securities in connection with a loan to any other body corporate / person or acquire by way of subscription, purchase or otherwise the securities of the any other body corporate or person.
c. To invest in the securities, instruments of any government or non-government entities.
d. To open accounts with any banks, depositaries or institution or such other entities as may be required for the purpose of the Company's affair and / or to pay or draw money from the said account time to time.

e. To authorise various company officials and other persons to represent, submit documents or otherwise deal with various departments, bodies and authorities of government, semi government entities for the purpose of the Company's affair.

iv. Meetings and Attendance

The details of meetings held during the Financial Year 2025-26, and the attendance thereat, are as follows:

One (01) meeting of the Banking and Operation Committee was held during the Financial Year 2025-26 on 31st October, 2025.

Name of the Member	No. of Meetings attended	Sitting Fees paid (₹)
Mr. V. R. Garware	1	N.A.
Dr. S. S. Rajpathak	1	20,000
Mr. A. S. Wagle	Nil	Nil

The Company Secretary acted as Secretary to the Risk Management Committee.

2) GENERAL BODY MEETINGS

i. Details of location and time of holding the last three (03) Annual General Meetings:

Date	Time	Venue of all three (03) Meetings	Details of Special Resolution Passed
Monday, 18th September, 2023	10.30 a.m. (IST)	The Annual General Meeting of the Company was held through two-way Video Conference ("VC") / Other Audio Visual Means ("OAVM") without the physical presence of the Members at a common venue. In accordance with the Secretarial Standard-2 on General Meeting issued by the Institute of Company Secretaries of India ("ICSI") read with Guidance / Clarification dated April, 15, 2020 issued by ICSI, the proceedings of the AGM were deemed to be conducted at the Registered Office of the Company which the deemed Venue of the AGM.	N.A.
Thursday, 19th September, 2024	10.30 a.m. (IST)		N.A.
Tuesday, 2nd September, 2025	10.30 a.m. (IST)		To continue the appointment of Dr. Shridhar Shrikrishna Rajpathak (DIN 00040387), as a Non-Executive Independent Director of the Company.

ii. Special Resolution passed by Postal Ballot:

On 18th January, 2026, the Shareholders passed the Special Resolutions on the following subject matter, by way of Postal Ballot.

Details of Special Resolutions:

1. Resolution No. 1: Appointment of Ms. Kirti D. Mangwani (DIN: 07235467) as an Non-Executive Independent Director of the Company.

The Postal Ballot Notice was sent on Thursday, 18th December, 2025, only through electronic mode (i.e. e-mail) to all the Members, whose names appear in the Register of Members / List of Beneficial Owners as received from Depositories as on Friday, 12th December, 2025 (the "Record Date") who have registered their e-mail addresses with the Company / Depository Participant.

Mr. Sridhar Mudaliar, Partner (CP. No. 2664) or failing him Mrs. Meenakshi R. Deshmukh, Partner (CP No. 7893), Partners of M/s. SVD & Associates, Company Secretaries who has been appointed as Scrutinizer to scrutinize voting process in a fair and transparent manner and in accordance with the applicable laws, has submitted his report on 19th January, 2026 ("the Report").

In accordance with the Report, the Result of Postal Ballot, as detailed below, was declared by Mr. V. R. Garware, Chairman & Managing Director, on 19th January, 2026.

Sr. No.	Particulars	Resolution No. 1	
		Number of Shareholders	Number of votes cast
I.	Total votes cast	300	6,94,75,386
II.	Total votes not casted	0	0
III.	Number of invalid votes / less voted	10*	8,50,019
IV.	Total No. of valid votes cast	300	6,94,75,386
	Number of valid votes in favour	281	6,90,22,380
	Number of valid votes against	19	4,53,006
	Votes in favour of the resolution as a percentage of valid votes exercised		99.34%

* Votes cast by 10 shareholders holding 8,50,019 shares are considered invalid votes / less voted.

iii. As on date, no Special Resolution is proposed to be conducted through Postal Ballot.

3) FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

The Company familiarises its Independent Directors with their role, rights, responsibilities in the Company, nature of the industry in which the Company operates, business model of the Company, etc. As per the requirements of Regulation 34 (3) read with Part C of Schedule V of the SEBI (LODR) Regulations, 2015 details of such Familiarisation Programmes conducted has been displayed on the Company's website: https://www.garwarefibres.com/investors/familiarisation-programme-for-independent-directors/.

4) THE CORE SKILLS / EXPERTISE / COMPETENCE OF THE BOARD OF DIRECTORS, AS REQUIRED IN THE CONTEXT OF BUSINESS(ES) AND SECTOR(S) OF THE COMPANY FOR IT TO FUNCTION EFFECTIVELY

The Board of Directors of the Company has identified the following core skills / expertise / competence of the board of directors, as required in the context of business(es) and sector(s) of the Company for it to function effectively and those actually available with the board of directors and directors individually:

Sr. No.	Areas of Expertise Required	Availability with the Board	Names of the Directors, who have such Core Skills / Expertise / Competence
1.	**Technical Textile Industry Knowledge / Experience**		
a.	Experience relating to technical textile industry	Yes	Mr. Vayu R. Garware, Dr. S. S. Rajpathak
b.	Knowledge relating to technical textile and polymer industry	Yes	
c.	Understanding of laws, rules, regulation and policy relevant to technical textile industry	Yes	Mr. Vayu R. Garware, Dr. S. S. Rajpathak, Mr. A. S. Wagle
d.	Experience relating to International business, market and competition	Yes	Mr. Vayu R. Garware, Dr. S. S. Rajpathak, Mr. Ashish Goel
2.	**Technical skills / experience possessed by the Board Members**		
a.	Accounting and finance knowledge	Yes	Mr. Vayu R. Garware, Ms. Mayuri V. Garware, Dr. S. S. Rajpathak, Mr. Ashish Goel
b.	Marketing knowledge	Yes	Mr. Vayu R. Garware, Ms. Mayuri V. Garware, Ms. Kirti D. Mangwani, Mr. Ashish Goel
c.	Information Technology understanding	Yes	Mr. Vayu R. Garware
d.	Talent Management qualities	Yes	Mr. Vayu R. Garware, Ms. Mayuri V. Garware, Mr. Ashish Goel, Dr. S. S. Rajpathak, Ms. Kirti D. Mangwani, Mr. A. S. Wagle
e.	Leadership qualities	Yes	Mr. Vayu R. Garware, Ms. Mayuri V. Garware, Mr. Ashish Goel, Dr. S. S. Rajpathak, Ms. Kirti D. Mangwani, Mr. A. S. Wagle
f.	Compliance and risk assessment abilities	Yes	Mr. Vayu R. Garware, Mr. Ashish Goel, Dr. S. S. Rajpathak, Mr. A. S. Wagle
3.	**Behavioral Competencies possessed by the Board Members**		
a.	Integrity and ethical standards	Yes	Mr. Vayu R. Garware, Ms. Mayuri V. Garware, Dr. S. S. Rajpathak, Ms. Kirti D. Mangwani, Mr. A. S. Wagle, Mr. Ashish Goel
b.	Mentoring abilities	Yes	
c.	Interpersonal relations	Yes	

5) **POLICY ON RELATED PARTY TRANSACTIONS OF THE COMPANY**

The Board of Directors of the Company has approved a Policy on Materiality of Related Party Transaction and dealings with Related Party Transactions as per the provisions of the Companies Act, 2013, the Companies (Meeting of Board and Its Power) Rules, 2014 and the SEBI (LODR) Regulations, 2015 and the same has been displayed on the Company's website: https://www.garwarefibres.com/investors/related-party-transactions-policy/.

The Company management ensures total adherence to the approved Policy on Related Party Transactions without any compromise.

6) **DISCLOSURES**

i. There were no materially significant related-party transactions, which had potential conflict with the interest of the Company at large.

ii. The Company has complied with the requirements of the Listing Agreements with Stock Exchanges as well as Regulations and Guidelines of SEBI. Consequently, no penalties were imposed (except as stated below) or strictures passed against the Company by SEBI or Stock Exchanges or any Statutory Authorities, on any matter related to Capital Market, during the last three (03) years.

The Company had applied and received waiver letter from National Stock Exchange of India Limited (NSE) on February 16, 2026 and Bombay Stock Exchange Limited (BSE) on April 17, 2026 to waive total fine of Rs. 4,40,000/- (inclusive of GST) each due to delay in compliance with Regulation 17(1) of SEBI(LODR) Regulations, 2015.

iii. The Board of Directors have adopted a Vigil Mechanism Policy, which is applicable to all full-time employees and Directors of the Company for reporting their genuine concerns, which covers malpractice, unethical behavior, fraud or suspected fraud, manipulation, misappropriation of monies and violation of the Companies Codes. The said Vigil Mechanism Policy also provides adequate safeguards against victimization of persons who use such mechanism and provisions for direct access to the Chairperson of the Audit Committee, in appropriate and exceptional cases. None of the employees has been denied access to the Audit Committee Chairman. The salient features of the “Vigil Mechanism” of the Company as approved by the Board of Directors has been displayed on the Company's website: https://www.garwarefibres.com/investors/vigil-mechanism/.

iv. The Board of Directors has adopted a Code of Conduct for all Board Members and Senior Management of the Company, which came into effect from 1st January, 2006. A copy of the same has been displayed on the Company's website: https://www.garwarefibres.com/investors/corporate-governance/code-of-conduct-for-directors#investorsmenu & https://www.garwarefibres.com/investors/code-of-conduct-for-managers/. Certificate on compliance is given separately.

v. The Board of Directors of the Company has adopted “Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI)”, “Code of Conduct to Regulate, Monitor and Report Trading by Designated Persons and Immediate Relatives of Designated Persons” and formulated a “Policy and Procedure for inquiry in case of leak of Unpublished Price Sensitive Information or suspected leak of Unpublished Price Sensitive Information”, in accordance with the amended SEBI (Prohibition of Insider Trading) Regulations, 2015.

vi. CEO (Chairman and Managing Director), and CFO, have made necessary certification on Financial Statements & Cash Flow Statement for the year to the Board of Directors of the Company.

vii. The Board of Directors, on quarterly basis, reviews compliance reports of all laws. There were no instances of non-compliance of material nature reported.

viii. The Company has laid down procedures to inform the Board of Directors about the risk assessment and minimization procedures.

ix. There were no transactions disclosed to Board by Senior Management relating to material financial and commercial nature, involving potential conflict of interest with the Company. A statement in summary form of transactions with related parties is placed periodically before the Audit Committee.

x. The Company is not having any outstanding Global Depository Receipts or American Depository Receipt or Warrants or any Convertible instruments.

xi. The Company has complied with all mandatory requirements of the SEBI (LODR) Regulations, 2015.

xii. The Company is not having any material subsidiary as defined under Regulation 16(c) of the SEBI (LODR) Regulations, 2015. The policy for determining Material Subsidiaries has been displayed on the Company's website: https://www.garwarefibres.com/investors/policy-to-determine-material-subsidiaries/.

xiii. The Company is exposed to commodity price and foreign currency exchange risks in the normal course of business. While it does not undertake specific hedging for commodity price risk, it closely monitors key raw material prices and procurement, and passes on cost increases through pricing adjustments with a time lag. The Company's foreign currency exchange exposures are monitored on a daily basis under the expert guidance of consultants. A formal foreign exchange policy had been adopted by the Board thereby providing the treasury with a broad operating framework with stress on keeping risks low as far as possible and within a specified limit. The Board also review foreign exchange exposure and the steps taken by management to limit the risks of adverse exchange rate movement, if material in its quarterly meeting.

xiv. The Company has not raised funds through preferential allotment or qualified institutions placement as specified under Regulation 32(7A) of the SEBI (LODR) Regulations, 2015.

xv. The Company has received a certificate dated 20th May, 2026 from Mr. Sridhar Mudaliar, Partner of M/s. SVD & Associates, a company secretary in practice stating that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board / Ministry of Corporate Affairs or any such statutory authority and is set out in "Annexure A", forming an integral part of the Corporate Governance Report.

xvi. During the Financial Year 2025-26, the Board of Directors of the Company has accepted all the recommendations of Committees of the Board of Directors of the Company in case mandatorily required.

xvii. Total fees for all services paid by the Company and its subsidiary, on a consolidated basis, to the Statutory Auditor of the Company and all entities in the network firm / network entity of which the Statutory Auditor of the Company is ₹66.07 lakhs.

xviii. The details in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, is as below:

a. Number of complaints filed during the Financial Year 2025–26: NIL

b. Number of complaints disposed of during the Financial Year 2025 – 26: NIL

c. Number of complaints pending as on end of the Financial Year 2025– 26: NIL

xix. **Loans and advances**

The Disclosure on Loans and Advances with Related Parties forms an integral part of the Notes to Financial Statements for the financial year ended 31st March, 2026 (both Standalone and Consolidated basis) as included in this Annual Report.

xx. **Disclosure of certain types of agreements binding Listed Entities**

There is no such agreement which is required to be disclosed under Clause 5A of paragraph A of Part A of Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

xxi. **Senior Management Personnel**

Particulars of Senior Management including the changes therein during the Financial Year 2025-26:

Sr. No.	Name	Designation	Particulars of Changes During the Year, if any
1	Mr. Shujaul Rehman	CEO - Cordage	–
2	Mr. Thirumalai Kulkarni	Chief Operating Officer-Geosynthetics Division	–
3	Mr. Ravendra Mishra	Head-Human Capital	Cessation (Superannuation) w.e.f. 15th May, 2025
4	Mr. Vivek Kulkarni	President-Operations	–
5	Dr. Sanjay Charati	President & Head-R&D	–
6	Mr. Shashank Gupta	Chief Financial Officer	–
7	Mr. Sunil Agarwal	Company Secretary	–

7. MEANS OF COMMUNICATION

I. Apart from publication in leading newspapers i.e. 'Business Standard' (All India) and 'Loksatta' (Pune), the Quarterly Financial Statements as well as Annual Financial Statements are displayed on the Company's website: https://www.garwarefibres.com/investors/financial-results/. Further, Quarterly Shareholding Patterns are displayed on the Company's website: https://www.garwarefibres.com/investors/shareholding-pattern/. Presentation on Financial Statements and official news releases are also submitted to Stock Exchange(s) for public dissemination before its release. During the year under review, presentation made to institutional investors or to the analysts is displayed on the Company's website: https://www.garwarefibres.com/investors/stock-exchanges-disclosure/event-base-disclosure#investorsmenu and is also submitted to Stock Exchange(s).

II. A Management Discussion and Analysis Report is enclosed separately as part of this Annual Report.

8) GENERAL SHAREHOLDER INFORMATION

i. **49th Annual General Meeting**

- Date, Time	Tuesday, 8th September, 2026, 10:30 a.m. (I.S.T.)
- Venue	The Ministry of Corporate Affairs ("MCA") has vide its General Circular No. 03/2025 dated September 22, 2025 read with General Circular Nos. 20/2020 dated 5th May, 2020, 17/2020 dated 13th April, 2020 and 14/2020 dated 8th April, 2020 (hereinafter collectively referred to as "MCA Circulars") permitted the holding of the Annual General Meeting through Video Conferencing ("VC") or other Audio Visual Means ("OAVM"), without the physical presence of the Members at a common venue. Accordingly, in compliance with the applicable provisions of the Companies Act, 2013 ("Act"), the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and read with the said MCA Circulars and the SEBI Master Circular dated 30th January, 2026 (hereinafter referred to as "SEBI Circular"), the Company has decided to convene its ensuing 49th Annual General Meeting through VC / OAVM ("AGM"), and the Members can attend and participate in the ensuing AGM through VC / OAVM only. In accordance with the Secretarial Standard - 2 on General Meeting issued by the Institute of Company Secretaries of India ("ICSI") read with Guidance / Clarification issued by ICSI, the proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company, which shall be the deemed Venue of the AGM.
ii. **Financial Year**	1st April to 31st March
iii. **Record date**	Tuesday, 1st September, 2026
iv. **Dividend payment date**	On or after Tuesday, 8th September, 2026 onwards

v. **Listing of Equity Shares**

The Equity Shares of the Company are listed on:

BSE Limited Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001. Tel. No.: (022) 2272 1233 / 4 Fax No.: (022) 2272 1919	**National Stock Exchange of India Limited.** Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (E), Mumbai - 400 051. Tel. No.: (022) 2659 8100 / 8114 Fax No.: (022) 2659 8120

The Listing Fee has been paid up to date, to BSE Limited and National Stock Exchange of India Limited.

vi. Registrar to an Issue and Share Transfer Agent

MUFG INTIME INDIA PRIVATE LIMITED (Formerly as Link Intime India Private Limited)
Akshay Complex, Block No. 202, 2nd Floor, Off Dhole Patil Road, Near Ganesh Temple, Pune-411001.
Tel. No.: (020) 2616 1629, 2616 0084; 2616 3503; Email: invertor.helpdesk@in.mpms.mufg.com;
Website: www.in.mpms.mufg.com

vii. Share Transfer System

Regulation 40 of the SEBI (LODR) Regulations, 2015, prohibits the transfer of securities in physical form from 01st April, 2019.

SEBI vide its Circular No. HO/38/13/11(2)2026-MIRSD-POD/I/3750/2026 dated 30th January, 2026, has provided a special window that has been opened by the Company for lodgment of transfer and dematerialisation request of physical securities which were sold / purchased prior to 01st April, 2019.The special window has been opened for a period of 1 (one) year from 05th February, 2026 to 04th February, 2027.

This facility is available to those shareholders who purchased physical shares of the Company prior to 01st April, 2019, and;

- had not lodged the shares for transfer; or
- had lodged the shares for transfer, but the same were rejected / returned / not attended due to deficiency in the documents / process / or otherwise.

Eligible shareholders are requested to submit the requisite documents complete in all aspects with the Company's Registrar and Transfer Agent on or before 04th February, 2027.

SEBI vide its Master Circular SEBI/HO/MIRSD/MIRSD-PoD/P/CIR/2025/91 dated 23rd June, 2025 has provided the guidelines to issue the securities in dematerialised form by issuing a 'Letter of Confirmation' (LOC) in lieu of physical securities certificates to the securities holder/Claimant within 30 days of its receipt of such request after removing objections, if any.

Further, SEBI vide its Circular HO/38/13/(3)2026-MIRSD-POD/I/3763/2026 dated 30th January, 2026, effective from 02nd April, 2026, prescribed the procedure for credit of securities issued pursuant to various service requests in demat mode, directly into the demat account of the investor after necessary due diligence by RTA/Company. Any LOC issued prior to this date may continue to be used by investors for dematerialization within the prescribed timelines.

viii. (i) **Distribution of Shareholding as on 31st March, 2026**

Distribution of Shareholding (Rupees)					Report Type = All (NSDL + CDSL + Physical)			
Sr. No.	Shareholding of Nominal Value of ₹ 10 each			No. of Shareholders	% to Total Shareholders	No. of Shares Held	Nominal Value (in ₹)	% to Total Shares
	From	-	To					
1	1	to	500	37682	88.2813	3128910	31289100	3.1521
2	501	to	1000	1890	4.4279	1435170	14351700	1.4458
3	1001	to	2000	1194	2.7973	1753128	17531280	1.7661
4	2001	to	3000	643	1.5064	1619438	16194380	1.6314
5	3001	to	4000	292	0.6841	1030130	10301300	1.0377
6	4001	to	5000	251	0.5880	1175912	11759120	1.1846
7	5001	to	10,000	364	0.8528	2576959	25769590	2.5960
8	10,001	and	Above	368	0.8621	86546198	865461980	87.1863
			Total	42684	100.00	99265845	992658450	100.00

(ii) **Pattern of Shareholding as on 31st March, 2026.**

Category Code	Category of Shareholder	Shareholding details			
		Number of Share holders	Total Number of Shares held	Number of Shares held in Dematerialised Form	As a % of (A+B)
(A)	**Shareholding of Promoter and Promoter Group**				
(1)	Indian Promoters	17	52970480	52970480	53.36
(2)	Foreign Promoters	0	0	0	0
	Sub-Total (A)	**17**	**52970480**	**52970480**	**53.36**
(B)	**Public Shareholding**				
(1)	**Institutions**				
(a)	Mutual Fund	7	9326361	9326361	9.40
(b)	Alternate Investment Funds	11	797507	797507	0.80
(c)	Banks	2	3240	3140	0.00
(d)	Insurance Companies	3	85332	85182	0.09
	Sub-Total (B)(1)	**23**	**10212440**	**10212190**	**10.29**
(2)	**Institutions (Foreign)**				
	Foreign Portfolio Investor Category I	84	8856462	8856462	8.92
	Foreign Portfolio Investor Category II	8	198981	198981	0.20
	Sub-Total (B)(2)	**92**	**9055443**	**9055443**	**9.12**
(3)	**Non-Institutions**				
(a)	Investor Education and Protection Fund Authority	1	579545	579545	0.58
(b)	Resident Individual holding nominal share capital up to Rs. 2 lakhs	38283	12514523	12368283	12.60
(c)	Resident Individual holding nominal share capital in excess of Rs. 2 lakhs	82	7411214	7409874	7.47
(d)	Non Resident Indians (NRIs)	1667	1595710	1595610	1.61
(e)	Foreign National	1	5000	5000	0.01
(f)	Hindu Undivided Family	728	918770	918770	0.93
(g)	Trusts	5	18323	18323	0.02
(h)	Limited Liability Partnership	49	250538	250538	0.25
(i)	Clearing Member	11	20199	20199	0.02
(j)	Bodies Corporate	455	3048502	3048038	3.07
(k)	Escrow Account	1	665158	665158	0.67
	Sub-Total (B)(3)	**41283**	**27027482**	**26879338**	**27.23**
	Total Public Shareholding (B) = (B)(1)+(B)(2)+(B)(3)	**41398**	**46295365**	**46146971**	**46.64**
	Non-Promoter-Non Public Shareholding	**0**	**0**	**0**	**0**
(C)	**Total Non-Promoter-Non Public Shareholding (C)**	**0**	**0**	**0**	**0**
	TOTAL (A)+(B)+(C)	**41415**	**99265845**	**99117451**	**100**

Note: No Shares Pledged or otherwise Encumbered by Promoter and Promoter Group.

ix. **Dematerialisation of Shares and Liquidity**

ISIN No. - INE276A01018

The Shares of the Company can be held and traded in electronic form. SEBI has stipulated the Shares of the Company for compulsory delivery in dematerialization form only, by all investors from 8th May, 2000. As of 31st March, 2026, 99.85% shares have already been dematerialized.

The Shares of the Company are actively traded on BSE Limited & National Stock Exchange of India Limited and have good liquidity.

x. **Email Addresses:**
In order to enable us to further extend our support towards paperless compliance, as a part of Green initiatives in the Corporate Governance, which was introduced by MCA in the year 2011, the Shareholders' who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses.
In respect of shares held in physical form, Shareholders are requested to register their e-mail addresses with the Company / R & T Agent. (With Depository Participant in case of Shares held in dematerialized form.)

xi. **Outstanding Global Depository Receipts or American Depository Receipts or Warrants or any convertible instruments, conversion date and likely impact on equity**
There were no GDRs / ADRs / Warrants / any other convertible instruments outstanding as on 31st March, 2026.

xii. **Commodity price risk or foreign exchange risk and hedging activities**
The Company is exposed to commodity price and foreign currency exchange risks in the normal course of business. While it does not undertake specific hedging for commodity price risk, it closely monitors key raw material prices and procurement, and passes on cost increases through pricing adjustments with a time lag. The Company's foreign currency exchange exposures are monitored on a daily basis under the expert guidance of consultants. A formal foreign exchange policy had been adopted by the Board thereby providing the treasury with a broad operating framework with stress on keeping risks low as far as possible and within a specified limit. The Board also review foreign exchange exposure and the steps taken by management to limit the risks of adverse exchange rate movement, if material in its quarterly meet.

xiii. **Plant Locations**

Plot No. 11, Block D-1,
M.I.D.C., Chinchwad, Pune - 411 019, Maharashtra.
Tel. No.: (020) 2799 0000

Plot No. C-1, C-13, C-14, B-226, B-227 & D-1,
M.I.D.C., Wai - 412 803, Dist. Satara, Maharashtra
Tel. No.: (02167) 308301 / 02

xiv. Address for correspondence
The Shareholders may send their communications to the Company at its Registered Office mentioned below or directly to the Share Transfer Agent, M/s. Link Intime India Pvt. Ltd. (formerly as Link Intime India Pvt. Ltd.)

Company Secretary
Garware Technical Fibres Limited
Plot No. 11, Block D-1, M.I.D.C.,
Chinchwad, Pune - 411 019, Maharashtra
Tel. No.: (020) 2799 0177
Email: secretarial@garwarerfibres.com

MUFG Intime India Private Limited
(formerly known as Link Intime India Private Limited)
Akshay Complex, Block No 202, 2nd Floor
Off Dhole Patil Road, Near Ganesh Temple, Pune - 411 001
Tel. No.: (020) 2616 1629 / 0084 / 3503
Email:invertor.helpdesk@linkintime.co.in

xv. Credit Rating obtained by the Company along with any revisions thereto during the Financial Year 2025-26
The ICRA Limited has assigned the rating as per below for facilities availed by the Company, as under:

Bank Facilities	Previous Rated Amount (₹ Crore)	Current Rated Amount (₹ Crore)	Assigned Rating	Rating Action
Line of Credit	400.00	400.00	Long-term Rating at ICRA] AA+ (pronounced ICRA double A plus) – **Outlook (Stable)**	Reaffirmed
			Short-term Rating at [ICRA]A1+ (pronounced ICRA A one plus)	

xvi. The Company has complied with all the mandatory requirements specified in Regulations 17 to 27 and Clauses (b) to (i) of Sub-Regulation (2) of Regulation 46 of the SEBI (LODR) Regulations, 2015.

G) NON-MANDATORY REQUIREMENTS

Disclose to the extent to which the discretionary requirements as specified in Part E of Schedule II of the SEBI (LODR) Regulations, 2015 have been adopted.

i. The Board: As the Chairman of the Company is an Executive Chairman, hence the provision on entitlement of Chairperson's office at the expense of the Company in case of a non-executive chairperson is not applicable.
ii. Shareholder Rights: Quarterly Financial Statements are published in leading newspapers and uploaded on Company's website: https:// www.garwarefibres.com.
iii. Modified opinion(s) in Audit Report: The Auditors have raised no qualification or issued modified report on the Financial Statements.
iv. Separate posts of Chairperson and the Managing Director or the Chief Executive Officer: Presently, Mr. V. R. Garware is the Chairman & Managing Director of the Company and is also the CEO of the Company.
v. Reporting of Internal Auditor: The Company has appointed Internal Auditor (employee) for conducting the Internal Audit. Internal Auditor has direct access to the Audit Committee.

H) REPORT OF CORPORATE GOVERNANCE

This Chapter of the Annual Report together with the information given under "Management Discussion and Analysis" constitutes a detailed compliance report on Corporate Governance during Financial Year 2025-26.

DECLARATION BY THE CHIEF EXECUTIVE OFFICER UNDER REGULATION 34(3) READ WITH CLAUSE D OF SCHEDULE V OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015, REGARDING ADHERENCE TO THE CODE OF CONDUCT

In accordance with the provision of Regulation 34(3), read with Clause D of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, I, V. R. Garware, Chairman and Managing Director of the Company hereby declare that all Board Members and Senior Management Personnel of the Company have given the affirmation for the Financial Year 2025-2026 on compliance with Code of Conduct of the Company as applicable to them respectively.

V. R. Garware
Chairman & Managing Director
DIN: 00092201

Pune,
01st April, 2026

AUDITORS CERTIFICATE ON CORPORATE GOVERNANCE

To,
The Members of,
GARWARE TECHNICAL FIBRES LIMITED

We, Mehta Chokshi & Shah LLP, Chartered Accountants, the Statutory Auditors of **GARWARE TECHNICAL FIBRES LIMITED** (“the Company”), have examined the compliance of conditions of Corporate Governance by the Company, for the year ended March 31, 2026, as stipulated in Regulations 17 to 27 and clauses (b) to (i) of Regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Listing Regulations).

Managements' Responsibility

The compliance of conditions of Corporate Governance is the responsibility of the Management. This responsibility includes the design, implementation and maintenance of internal control and procedures to ensure the compliance with the conditions of the Corporate Governance stipulated in Listing Regulations.

Auditor's Responsibility

Our examination is limited to examining the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company.

We have examined the books of account and other relevant records and documents maintained by the Company for the purposes of providing reasonable assurance on the compliance with Corporate Governance requirements by the Company.

We have carried out an examination of the relevant records of the Company in accordance with the Guidance Note on Certification of Corporate Governance issued by the Institute of the Chartered Accountants of India (the ICAI), the Standards on Auditing specified under Section 143(10) of the Companies Act, 2013, in so far as applicable for the purpose of this certificate and as per the Guidance Note on Reports or Certificates for Special Purposes issued by the ICAI which requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control (SQC) 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information and other Assurance and Related Service Engagements.

Opinion

Based on our examination of the relevant records and according to the information and explanations provided to us and the representations provided by the Management, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in regulations 17 to 27 and clauses (b) to (i) of regulation 46(2) and para C and D of Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, during the year ended March 31, 2026.

We state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **Mehta Chokshi & Shah LLP**
Chartered Accountants
FRN: 106201W/W100598

Rakesh Agarwal
Partner
M.No: 170685
UDIN: 25170685BMIVCC3298

Place: Pune
Date: 20th May, 2026

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS
[Pursuant to Regulation 34(3) and Schedule V Para C Clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,
The Members of
Garware Technical Fibres Limited,
Plot No. 11 Block D-1MIDC, Chinchwad,
Pune- 411019.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Garware Technical Fibres Limited** (hereinafter referred to as **'the Company'**),having CIN–L25209MH1976PLC018939 and having registered office at Plot No 11 Block D-1MIDC, Chinchwad, Pune, Maharashtra, India, 411019, produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sr. No.	Name of Director	DIN	Original Date of appointment in the Company
1	Mr. Vayu Ramesh Garware	00092201	01/12/1995
2	Mrs. Mayuri Vayu Garware	06948274	16/08/2014
3	Mr. Shridhar Shrikrishna Rajpathak	00040387	24/05/2017
4	Mr. Ashish Dhurvendra Goel	00147449	28/05/2024
5	Mr. Anil Sadashiv Wagle	03403801	30/01/2024
6	Mrs. Kirti Dharmesh Mangwani*	07235467	25/11/2025
7	Mrs. Mallika Sagar#	02228386	30/05/2019

Notes:
1. * Mrs. Kirti Dharmesh Mangwani was appointed as an Independent Director w.e.f. November 25, 2025 for period of Five years.
2. # Mrs. Mallika Sagar ceased to be Independent Director w.e.f. August 28, 2025 upon completion of second term as an Independent Director.

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

For **SVD & Associates**
Company Secretaries

Sridhar Mudaliar
Partner
FCS No: 6156
CP No: 2664

Unique Code of the Firm: P2013MH031900
Peer Review number: 6357/2025
UDIN: F006156H000407546

Place: Pune
Date: 20th May, 2026

ANNEXURE TO DIRECTORS' REPORT 2025-26: BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

Garware Technical Fibres Ltd. (GTFL) is a leading force in India's technical textiles sector, established in 1976. GTFL has evolved into a globally recognized company, offering innovative solutions across various industries, including high-performance aquaculture cage nets, fishing nets, sports nets, safety nets, agricultural nets, coated fabrics, polymer ropes, and geosynthetics. With a presence in over 75 countries, GTFL has made significant strides in international markets, driven by a mission that prioritizes innovation in research and development, processes, and market strategies.

As a pioneer in technical textiles, the Company boasts 29 patents, a highly skilled R&D team of 22 scientists, and a product portfolio of over 20,100 SKUs. GTFL's commitment to combining brilliant ideas with decisive action fosters a proactive culture, ensuring the transformation of innovation into tangible results and sustainable growth.

GTFL's operations are designed to deliver value to all stakeholders - customers, employees, investors, business partners, and communities. The Company continuously engages with these stakeholder groups to ensure transparent communication, inclusive decision-making, and mutual growth. Its policies, governance mechanisms, and value-driven culture reflect a strong commitment to responsible business conduct.

Mission Statement

- Provide innovative, application-focused solutions to enhance value of our customers globally.

Core Values

- Continuously improve our products and services to become preferred partner of our customers.
- Own the process of delivering results with enterprising spirit and joy of working in an empowering environment.
- Enhance stakeholder value through profitable growth in sales and earnings.
- Enhance our family bond with the employees & business partners through fair & equitable dealings as well as constant communication.

Section A: General Disclosures:

Details of the Listed Entity:

1.	Corporate Identity Number (CIN) of the Entity	L25209MH1976PLC018939
2.	Name of the Listed Entity	Garware Technical Fibres Limited
3.	Year of Incorporation	01-04-1976
4.	Registered Office Address	Plot No. 11, Block D-1, M.I.D.C., Chinchwad, Pune - 411 019, Maharashtra, India
5.	Corporate Address	Plot No. 11, Block D-1, M.I.D.C., Chinchwad, Pune - 411 019, Maharashtra, India
6.	E-mail	secretarial@garwarefibres.com
7.	Telephone	020-2799 0000/0306
8.	Website	https://www.garwarefibres.com
9.	Financial Year for which report is being done	1st April, 2025 – 31st March, 2026
10.	Name of the Stock Exchange(s) where shares are listed	1. BSE Limited (BSE) 2. National Stock Exchange of India Limited (NSE)
11.	Paid-up Capital (INR.)	99,26,58,450
12.	Name and contact details (telephone & email) of the person who may be contacted in case of queries on the BRSR report	Mr. Vivek Kulkarni President- Operations 020 - 2799 0000 vkulkarni@garwarefibres.com
13.	Reporting Boundary (Standalone or Consolidated basis)	The disclosures under this report are made on Standalone basis.
14.	Name of assurance provider	Not applicable
15.	Type of assurance obtained	Not applicable

Products and Services:

16. Details of business activities (accounting for 90% of the turnover):

S. No.	Description of Main Activity	Description of Business Activity	% Turnover of the Entity
1.	Manufacturing	Manufacture of Cordage, Ropes, Twines, Netting, Man made fibres and Others n.e.c.	97.19%

17. Product / Services sold by the entity (accounting for 90% of the entity's turnover):

S. No.	Product / Service	NIC Code	% Of Total Turnover Contributed
1.	Netting	1394	57.56%
2.	Twine, Ropes and Yarn	1394/2030	21.66%
3.	Other Products	1313	17.97%

Operations:

18 Number of locations where plants and / or operations / offices of the entity are situated:

Location	Number of Plants	Number of Offices	Total
National	2 (Pune and Wai, Maharashtra)	13 (4 Branch Offices and 9 Depots)	15
International	0	9 (3 Branch / Representative offices and 6* Overseas Subsidiaries	9

*Out of 6, 2 are step-down wholly owned subsidiaries.

19. Markets Served by the Entity:

a. Number of Locations:

Location	Number
National (No. of States)	Pan India
International (No. of Countries)	Around 75 countries mainly in Europe and Americas

b. What is the contribution of exports as a percentage of the total turnover of the entity?

The exports contribute 55.76 % of the total turnover of the Company during the reporting period FY 2025-26.

c. A Brief on types of customers?

The Company operates on both a B2B and B2C business models. Our customer base includes end users and channel partners who then sell the products to end users ranging from aquaculture farms, commercial fisheries, protected cultivation farms, shipping and construction companies, civil engineering, sports facilities / infrastructure companies, and many more.

Employees:

20. Details as at the end of Financial Year 2025-26:

a. Employees and Workers (including differently abled):

S. No.	Particulars	Total (A)	Male		Female	
			Number (B)	Percentage (B/A)	Number (C)	Percentage (C/A)
			Employees (including differently abled)			
1.	Permanent Employees	592	572	96.63%	20	3.38%
2.	Other than Permanent Employees	91	83	91.21%	8	8.80%
3.	**Total Employees (1+2)**	**683**	**655**	**95.91%**	**28**	**4.10%**
			Workers (including differently abled)			
4.	Permanent Workers	505	505	100%	0	0%
5.	Other than Permanent Workers	0	0	0%	0	0%
6.	**Total Workers (4+5)**	**505**	**505**	**100%**	**0**	**0%**

b. Differently abled Employees and Workers:

S. No.	Particulars	Total (A)	Male		Female	
			Number (B)	Percentage (B/A)	Number (C)	Percentage (C/A)
	Differently Abled Employees					
1.	Permanent Employees	0	0	0%	0	0%
2.	Other than Permanent Employees	0	0	0%	0	0%
3.	**Total Employees (1+2)**	**0**	**0**	**0%**	**0**	**0%**
	Differently Abled Workers					
4.	Permanent Workers	0	0	0%	0	0%
5.	Other than Permanent Workers	0	0	0%	0	0%
6.	**Total Workers (4+5)**	**0**	**0**	**0%**	**0**	**0%**

21. Participation / Inclusion / Representation of Women:

	Total (A)	Number of Female (B)	Percentage (B/A)
Board of Directors	6	2	33%
Key Management Personnel	3	0	0%
Employees (Other than BoD and KMP)	680	28	4.12%
Workers	505	0	0%

Note: In terms of Section 203 of the Companies Act, 2013. Percentage of female representation on Board of Directors is 33.34%.

22. Turnover rate for permanent employees and workers:

	FY 2025-26			FY 2024-25			FY 2023-24		
	Male	Female	Total	Male	Female	Total	Male	Female	Total
Permanent Employees	22.76%	27.03%	22.89%	22%	28%	22%	16%	40%	18%
Permanent Workers	5.21%*	0%	5.21%	0.90%	0%	0.90%	0.30%	0%	0.30%

* Mostly due to Superannuation of Workers.

23. Holding, Subsidiary and Associate Companies (including joint ventures):

(a). Names of holding / subsidiary / associate companies / joint ventures:

S. No.	Name of the Holding / Subsidiary / Associate Company / Joint Venture (A)	Indicate whether Holding / Subsidiary / Associate/ Joint Venture	% Of Shares held by Listed Entity	Does the Entity indicated at Column A, participate in the Business Responsibility initiatives of the Entity (Yes / No)
1.	Garware Technical Fibres USA Inc.	Wholly Owned Subsidiary	100%	No
2.	Garware Technical Fibres Chile SpA.	Wholly Owned Subsidiary	100%	No
3.	Garware Technical Fibres UK Private Limited	Wholly Owned Subsidiary	100%	No
4.	Garware Technical Fibres AS, Norway	Wholly Owned Subsidiary	100%	No
5.	Offshore & Trawl Supply AS, Norway	Step-Down Wholly Owned Subsidiary	100%	No
6.	Advance Mooring Supply AS, Norway	Step-Down Wholly Owned Subsidiary	100%	No
7.	Garware Environmental Services Private Limited	Wholly Owned Subsidiary	100%	No
8.	Garware Technical Textile Private Limited	Wholly Owned Subsidiary	100%	No
9.	Garware Technical Fibres Foundation	Wholly Owned Subsidiary	100%	No
10.	Garware Meditech Private Limited	Associate	50%	No
11.	TP Bhaskar Renewables Limited	Associate	26%	No

24. CSR Details:

(I) Whether CSR is applicable as per Section 135 of Companies Act, 2013 (Yes / No)	Yes
(ii) Turnover (in INR)	₹ 14,189,837,000
(iii) Net Worth (in INR)	₹ 13,267,476,000

25. Transparency and Disclosures Compliances:

Complaints / Grievances on any of the principles (1-9) under the National Guidelines on Responsible Business Conduct:

Stakeholder Group	Grievance Redressal Mechanism in place (Yes / No) (Provide web-link of Policy)	Current Financial Year 2025-26			Previous Financial Year 2024-25		
		Number of Complaints Filed	Number of Complaints Pending at Close of Year	Remarks	Number of Complaints Filed	Number of Complaints Pending at Close of Year	Remarks
Communities	Yes. Contact details are uploaded on the website of the Company with the help of which the Community can raise their concern / issues. https://www.garwarefibres.com/contact	0	0	NA	0	0	NA
Shareholders	Yes. Board of Directors have entrusted following responsibility to Stakeholder Relationship Committee - resolving the grievances of security holders of the Company including complaints related to transfer/transmission of shares, non-receipt of annual report, non-receipt of declared dividend, issue of new / duplicate certificates, general meetings, etc. https://www.garwarefibres.com/investors/shareholder-information/disclosure-under-regulation-46-of-SEBI-regulations	14	0	There were no unresolved / unattended communications / complaints of shareholders pending as of 31st March, 2026.	11	0	There were no unresolved / unattended communications / complaints of shareholders pending as of 31st March, 2025.
Employees and Workers	Yes. Whistle blower policy, POSH Committee and HR policies. The Company has a platform- SAMWAD to connect with permanent employees and workers to share updates with them on policies, programs, trainings, complaints / Grievances and suggestions. https://www.garwarefibres.com/investors/policies/vigil-mechanism	35*	0	Suggestions addressed and Closed	38	0	Suggestions addressed and Closed
Customers	Yes. The Company has a customer complaint portal, wherein each salesperson has a login id to register the customer complaints related to their product portfolio issue or concern. https://www.garwarefibres.com/contact	63	0	Action taken on all complaints and resolved during FY 2025-26.	71	13	Pending complaints as on 31st March, 2025 were closed in FY 2025-26.
Supply Chain Partners	Yes. All suppliers have access to the Company representative contact details in the procurement team and that of purchase manager too. In case the query / complaint is not resolved, then there is a clear escalation matrix in the Company to resolve the grievance and ensure satisfactory response to the supplier.	0	0	NA	0	0	NA

** All 35 suggestions made by Employees and Workers, fall under SAMWAD platform and on annual day question and Answer. –*

26. Overview of the entity's material responsible business conduct issues:

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format:

S. No.	Material Issue Identified	Indicate whether Risk or Opportunity	Rationale for Identifying the Risk / Opportunity	In case of Risk, Approach to Adapt or Mitigate	Financial Implications of the Risk or the Opportunity (Negative / Positive)
1.	Health, Safety, and Environment	Risk	Non-compliance with safety measures by employees and workers pose a major safety risk to the work force and to the Company's financial well-being.	Elimination of potential hazards, training on importance of using personal protective equipment, safety training, audits to check compliance levels, rewards, mock drills on a regular basis.	Negative
2.	Climate Change and Sustainability Risks	Risk	Direct impact on operations and business on account of climate change and sustainability risks	The Company has initiated energy transition by investing in renewable energy initiatives which have also led to emission reductions, using biomass briquettes instead of coal which reduce emissions, and tree plantation drives. The Company has a disaster management & emergency preparedness plan in place.	Negative
3.	Waste and wastewater Management	Risk	Inappropriate waste handling can lead to spillage and seepage within ground water deteriorating water and soil quality.	The Company has processes for proper collection and disposal of waste, chemical handling, prevention of oil spillages and installation of effluent treatment plants (ETPs) to effectively treat and manage waste water.	Negative
4.	Water Resilience	Opportunity	Focusing on water resilience enhances resource efficiency, conservation, and access to shared resources while preventing plant Disruptions. Effective water management reduces exposure to risks like water scarcity and compliance of regulatory limits, leading to lower operational costs and improved business sustainability	The Company has adopted water-saving technologies and practices, including recycling plants and treatment systems, in order to use water more efficiently and ensure zero discharge outside its plant premises. The company uses a roof top rain water harvesting project water for his daily consumption.	Positive
5.	Chemical Safety and Management	Opportunity	The Company can avoid/minimize adverse impact at plant level or at end user facilities when using chemicals of non-hazardous nature.	The Company uses water-based chemicals in its manufacturing process and avoids the use of hazardous / toxic chemicals to prevent / minimize any adverse impacts on the environment. Our eco-friendly product development requires less antifouling treatment at end-use facilities.	Positive
6.	Innovation	Opportunity	The Company engages in continuous research and development to create eco-friendly and green products with low carbon and environmental footprint. One such instance is Nylon twines used to manufacture nets - these nets are required to be treated with antifouling paint which contained 20% to 25% metallic copper or cuprous oxide which usually goes into water posing serious pollution hazard.	The Company developed copper-infused nets which contain less than 50% of the copper used in antifouling paint process. The Company is focusing more on sustainable products, the components of which are recyclable at the end-of-life cycle.	Positive
7.	Training and Education	Opportunity	Providing training and education to employees and workers to improves their efficiency and reduces the chances of incidents or work hazards.	The Company undertakes capability building sessions for employees and workers organized on varied team building and New Product Development “NPD” sessions, communication training, Udan 2.0 training on leadership, behaviour-based safety training, technical training programs, TPM & energy conservation training programs.	Positive
8.	Customer Centricity	Opportunity	Recognizing the critical importance of reducing turnaround time and enhancing service efficiency for our customers in the key overseas markets, we are addressing this challenge by moving our operations closer to them. This approach mitigates the risks associated with delays, improves customer satisfaction and loyalty, and strengthens our competitive edge through faster, more reliable service. This proactive strategy is essential for driving growth, building stronger relationships, and ensuring long-term success in our key markets.	By strategically positioning our set up and support hubs closer to key customer locations in the USA and Europe, investing in local talent and infrastructure, and integrating advanced logistics and communication technologies, we are significantly reducing turnaround times and enhancing service efficiency to foster deeper, more meaningful customer relationships.	Positive
9.	Supply Chain Disruptions	Risk	Given the company's significant export dependency (over 55% of revenue from exports) and its presence in more than 75 countries, disruptions in the global supply chain due to geopolitical tensions, port congestion, or international trade restrictions can materially affect the logistic cost, delivery timelines and customer satisfaction.	The Company is actively diversifying its logistics partners, developing local stocking points in key geographies and strengthening supplier relationships to minimize reliance on single sources.	Negative
10.	Currency Fluctuation and Forex Risk	Risk	Given the high level of export business, adverse currency movements (especially USD-INR and Euro-INR) can impact profitability.	The Company uses a structured foreign exchange policy thereby providing guidance to the treasury to keep risk low within specific limits and from time to time takes expert guidance on the subject to reduce currency exposure.	Negative
11.	Expansion into High-Performance Infrastructure Solutions	Opportunity	With growing demand for Infrastructure-related products, the Company is expanding its Geosynthetics product line (used in infrastructure, erosion control, and road construction sectors), as highlighted in product updates and recent annual reports.	Continued investment in product innovation and certification (e.g., BIS certifications for geosynthetic products), along with capacity expansion to cater to infrastructure projects in India and export markets.	Positive

Section B: Management and Process Disclosures:

This section is aimed at helping businesses demonstrate the structures, policies, and processes put in place towards adopting the NGRBC Principles and Core Elements.

S. No.	Disclosure Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
	Policy and Management Processes									
1.	a. Whether your entity's policy / policies cover each principle and its core elements of the NGRBCs. (Yes / No)	Yes	Yes	Yes	Yes*	Yes	Yes	No	Yes	Yes
	b. Has the policy been approved by the Board? (Yes / No)**	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes
	c. Web Link of the policies, if available	Wherever mandated by applicable Rules and Regulations, the Company has posted the respective policies on its website as per details below: 1. https://www.garwarefibres.com/investors/code-of-conduct-for-directors/ 2. https://www.garwarefibres.com/investors/code-of-conduct-for-managers/ 3. https://www.garwarefibres.com/investors/vigil-mechanism/ 4. https://www.garwarefibres.com/investors/csr-policy/ 5. https://www.garwarefibres.com/sites/default/files/2023-05/code-of-practices-and-procedures-for-fair-disclosure-of-unpublished-price. 6. https://www.garwarefibres.com/about-us/mission-values/ 7. https://www.garwarefibres.com/investors/policies/ems-policy 8. https://www.garwarefibres.com/remuneration-policy/ The remaining Policies are circulated to respective Stakeholders for ensuring adherence.								
2.	Whether the entity has translated the policy into procedures? (Yes / No)	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes
3.	Do the enlisted policies extend to your value chain partners? (Yes / No)	Yes	Yes	Yes	Yes	Yes	Yes	No	Yes	Yes***
4.	Name of the national and international codes / certifications / labels / standards (e.g., Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g., SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	- ISO 9001:2015 - ISO 14001:2015 - ISO 45001:2018								
5.	Specific commitments, goals, and targets set by the entity with defined timelines, if any.	At GTFL, we are committed to adopting sustainable business practices that are environmentally, socially, and economically responsible. We continuously strive to minimize any adverse impacts arising from our operations while actively contributing to the well-being of society and the planet. Our efforts are guided by robust Environmental, Social, and Governance (ESG) principles, which are integrated into all our business functions and decision making processes. The Company has taken long-term and short-term ESG targets. They are set on a baseline year FY 22-23. Long Term Targets: • Achieve Net-Zero greenhouse gas emissions target by 2060. • Zero Waste to Landfill (ZWTL) for all manufacturing sites by 2030. • Increase Renewable Energy Consumption up to 80% by 2040. • Reduction of up to 10% Fresh Water Consumption 2030. Short Term Targets: • 1000 numbers of tree plantations in the year 2026-27. • Process Waste reduction 8.0 %. • NAS Design Waste reduction 3.50 %. • Increasing renewable energy usage by 5%. • Installation of 350 KW Solar roof top System at B-227 Plot. • To install direct drive high torque low speed permanent magnet synchronous 96% efficiency motors-04 Nos. • OLD AC with R-22 Gas to be replaced by New Split AC with green gas R-32. • Construct Roof top rain water harvesting Projects. • Achieve Carbon Neutrality 40%. • Calculate Scope-3 emission data. • Implementation of Eco Vadis rating System in GTFL. • To deploy 50 Nos of CNG vehicles for Logistics material movements.								

6. Performance of the entity against the specific commitments, goals, and targets along with reasons in cases the same are not met.	• Achieving renewable electric energy Percentage 53%. • Reduction of Scope-2 GHG emission by 9883 MT • Conservation of 19,871 KL of water. • Generated hazardous waste sent to authorized Co-processor instead of land fill. • Planted 1,641 Nos of trees in under afforestation and ecological restoration. • Promote the circular economy by achieving 1460 MT of waste from 10 R practices. • Fuel transition from Diesel to electric for forklifts. • Promote electrical vehicles use in the Company. • The Company has received Best Net Zero Initiative recognition in Net Zero Summit. • Achieved Excellence in Environment Award in 7 th HSE Summit Conference.

Note:

* *The Company has HR policy and CSR policy to engage internal stakeholders and external stakeholders. The Company plans to enhance the policies pertaining to Principle 4 to engage with other key stakeholder group.*

** *Policies pertaining to NGRBC principles have been approved by a member of the Board of Director of the Company and signed by respective functional head of that area.*

1. *Code of Conduct (For Directors, Managers, and Staff)*
2. *Vigil Mechanism/Whistle Blower Policy*
3. *Code of Conduct to Regulate, Monitor and Report trading by designated persons and immediate relatives of designated persons.*
4. *Policy on prohibition of Sexual Harassment of Women.*
5. *Mission and Values.*
6. *Quality Policy.*
7. *EHS Policy.*
8. *Human Resource Policy Manual.*
9. *Corporate Social Responsibility (CSR) Policy.*

*** *The Company has appropriate internal mechanisms in place to engage with value chain partners. The Company plans to enhance the policies pertaining to Principle 9 to further engage with our value chain partners.*

Governance, leadership, and oversight:

7. Statement by the Director responsible for the business responsibility report, highlighting ESG related challenges, targets, and achievements:

The reporting year has been a testament to our unwavering commitment to ESG principles, as we made significant strides toward a responsible and future-ready organisation. We have made steady progress against our ESG goals thanks to concentrated focus and appropriate resources allocation.

A significant recognition of the Company's people-centric initiatives during the year was GTFL's continued certification as a Great Place to Work, reaffirming its standing among India's leading manufacturing companies. This recognition reflects the Company's sustained commitment to fostering a safe, inclusive, and empowering workplace that promotes employee well-being, encourages collaboration and innovation, and enables individuals to realize their full potential while contributing to the Company's long-term growth and success.

From an environmental standpoint, our focus on decarbonisation and energy transition has led to a remarkable Achievement — a reduction of approximately 48 % in Scope 2 greenhouse gas (GHG) emissions , primarily driven by increased 53% renewable electricity consumption across our Wai and Pune plants. Additionally, we successfully replaced 15 diesel forklifts with electric models, and adopted circular economy driven practices that led to the reduction of 1,460 metric tonnes of waste through recycling and reuse.

Our sustainability-driven product V2, Sustainable CFR, geosynthetics Innovation, advanced aquaculture solutions, are designed to offer lower environmental impact and cost-efficient outcomes for end users, contributing to both economic and ecological value creation.

Looking ahead, we continue to align our process and activities with our long-term goal of achieving Net Zero GHG emissions by 2050. Our ESG roadmap is cantered on the following ongoing priorities:

- Accelerating the transition to renewable energy and energy-efficient technologies.
- Scaling the use of electric equipment and sustainable alternatives.
- Enhancing resource efficiency through 10 R circular economy principles.
- Strengthening stakeholder engagement and disclosure transparency.

We remain fully committed to integrating ESG principles across our operations, responding to emerging challenges with agility, and delivering sustained value to our stakeholders and the environment.

8. **Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy(ies):**

   Board of Directors of the Company.

9. **Does the entity have a specified Committee of the Board / Director responsible for decision making on sustainability related issues? (Yes / No). If "Yes", provide details:**

   Yes. Mr. Shridhar Shrikrishna Rajpathak, Director.

10. **Details of Review of NGRBCs by the Company:**

Subject for Review	Indicate whether review was undertaken by Director / Committee of the Board / Any other Committee									Frequency (Annually / Half yearly / Quarterly / Any Other- please specify)								
	P1	P2	P3	P4	P5	P6	P7	P8	P9	P1	P2	P3	P4	P5	P6	P7	P8	P9
Performance against above policies and follow up action	The Company regularly monitors its financial and non-financial performance against the set targets on an ongoing basis.																	
Compliance with statutory requirements of relevance to the principles, and rectification of any non-compliances	The Company complies with all regulatory requirements and ensures transparency in business reporting on an ongoing basis.																	

11. **Has the entity carried out independent assessment / evaluation of the working of its policies by an external agency? (Yes / No). If "Yes", provide name of the agency:**

P1	P2	P3	P4	P5	P6	P7	P8	P9
The Company has an internal structure auditing / evaluating the working of these policies with the help of outside consultants / auditors wherever required. However, there were no audits conducted by an external agency during the reporting period.								

12. **If Answer to Question (1) Above is "NO", i.e., not all Principles are covered by a Policy, reasons to be stated:**

Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
The entity does not consider the principles material to its business (Yes/No)	NA	NA	NA	NA	NA	NA	#	NA	NA
The entity is not at a stage where it is in a position to formulate and implement the policies on specified principles (Yes/No)	NA	NA	NA	NA	NA	NA	#	NA	NA
The entity does not have the financial or human and technical resources available for the task (Yes/No)	NA	NA	NA	NA	NA	NA	#	NA	NA
It is planned to be done in the next financial year (Yes/No)	NA	NA	NA	NA	NA	NA	#	NA	NA
Any Other Reason (please specify)	NA	NA	NA	NA	NA	NA	#	NA	NA

Note: NA – Not Applicable

 # The Company does not liaise directly with the regulatory bodies in terms of policy advocacy. The relevant engagement / advocacy happens through Industry Associations.

Section C: Principle Wise Performance Disclosure:

Entity demonstrates their performance in integrating the Principles and Core Elements with key processes and decisions.

Principle 1:	Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent, and Accountable

Essential Indicators

1. **Percentage coverage by training and awareness programmes on any of the Principles during the financial year 2025-26:**

Segment	Total number of Training and Awareness Programs held	Topics / Principles covered under Training and its Impact	% of Persons in respective category covered by the Awareness Programmes
Board of Directors	4	The Company conducts training and awareness sessions to familiarize its Directors and Key Managerial Personnel by covering various NGRBC principles, providing information on the overall industry, including company's financial and non-financial performance, operations, strategy, market insights and business approach and roadmap. Impact: The training has empowered the Board of Directors (BOD) and Key Management Personnel (KMPs) with the necessary knowledge and competencies to enhance the organization's operational and financial stability, ensuring informed decision-making and better compliance aligned with the Company's core values and aspirations.	100%
Key Managerial Personnel	4		100%
Employees other than BoD and KMPs	86	All the principles of BRSR, except Principle 7, are covered under the training programs. These include behavioural, functional, leadership and personal well-being among others — Relationship Management Program (RMP), TPM, Excel Program, Problem Solving, Innovate X, Product Training, sales confidence, Human Process Labs Level II – REAL Connect, Strategic Thinking, Team Collaboration and Cross-functional working, Finance for Non-Finance and awareness on Insider Trading. Impact: These trainings enhance employees' skills, emotional intelligence, and overall well-being, fostering better teamwork, effective communication, informed decision-making, and increased productivity.	91.62%
Workers	116	Principles 3 and 5 with a focus on Skill Upgradation, Health and Safety and POSH — Health & Safety Awareness, Personality Development, POSH awareness, TPM, Kaizen, Housekeeping & 5S, Preventive Maintenance, Machine Setup & Calibration, 7 QC, Safety-Work Permit, Firefighting, Bobbin/Spool Loading, Knotting / Splicing Techniques, PPE importance, Material handling, Environment Sustainability Awareness, Machine Operation (Cutting / Stitching / Extrusion), Waste Minimization. Impact: These trainings improve workers' health & safety, personal growth, safety culture and coordination between teams, leading to a safer, more cohesive and efficient work environment.	100%

2. **Details of fines / penalties / punishment / award / compounding fees / settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators / law enforcement agencies / judicial institutions, in the financial year,** (Note: the entity shall make disclosures on the basis of materiality as specified in Regulation 30 of SEBI (Listing Obligations and Disclosure Obligations) Regulations, 2015 and as discussed on the entity's website)

Case Details	NGRBC Principle	Name of the Regulatory / Enforcement Agencies / Judicial Institutions	Amount (in INR.)	Brief of Case	Has an Appeal been Preferred? (Yes / No)
			Monetary		
Penalty/ Fine			Nil		
Settlement			Nil		
Compounding Fee			Nil		
			Non-Monetary		
Imprisonment			Nil		
Punishment			Nil		

3. **Of the instances disclosed in Question 2, above detail of the Appeal / Revision preferred in cases where monetary or non-monetary action has been appealed:**

Case Details	Name of the regulatory / enforcement agencies / judicial institutions
Nil	

4. **Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide web-link to the policy:**

Yes, the Company has adopted an Anti-Bribery and Anti-Corruption Policy. The policy reflects the Company's continued commitment to ethical business practices and strong governance.

The policy outlines a zero-tolerance approach towards all forms of bribery, corruption, and facilitation payments. It applies to all employees, subsidiaries, and business associates of the Company. Key provisions include definitions of bribery and corruption, prohibition of unethical practices, guidance on avoiding conflicts of interest, and expectations from third parties. The policy also mandates regular risk assessments and promotes awareness through employee training and communication. Reporting of suspected violations is facilitated through the Company's Vigil Mechanism, ensuring confidentiality and appropriate action. These policies are currently available internally to the respective stakeholders.

5. **Number of Directors / KMPs / employees / workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery / corruption:**

	Current Financial Year 2025-26	Previous Financial Year 2024-25
Directors	Nil	Nil
Key Managerial Personnel (KMPs)		
Employees		
Workers		

6. **Details of complaints with regard to conflict of interest:**

	Current Financial Year 2025-26		Previous Financial Year 2024-25	
	Number	Remark	Number	Remark
Number of complaints received in relation to issues of Conflict of Interest of the Directors	Nil	Not Applicable	Nil	Not Applicable
Number of complaints received in relation to issues of Conflict of Interest of the KMPs				

7. **Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators / law enforcement agencies / judicial institutions, on cases of corruption and conflicts of interest:**

Not Applicable, since no complaint was filed on non-compliance, corruption, or conflict of interest related issues during FY 2025-26.

8. **Number of days of accounts payables (Accounts payable*365) / Cost of goods / services procured) in the following format:**

	Current Financial Year 2025-26	Previous Financial Year 2024-25
Number of days of accounts payables	78.75	77.75

9. **Openness of Business:**

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along with loans and advances & investments, with related parties, in the following format:

Parameter	Metrics	Current Financial Year 2025-26	Previous Financial Year 2024-25
Concentration of Purchases	a. Purchases from trading houses as % of the total purchases	0%	0%
	b. Number of trading houses where purchases are made from	0	0
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	0%	0%
Concentration of Sales	a. Sales to dealers / distributors as % of total sales	59.40%	55%
	b. Number of dealers/ distributors to whom sales are made	740	813
	c. Sales to top 10 dealers / distributors as % of total sales to dealers/ distributors	51.06%	53%
Share of RPTs in	a. Purchases (Purchases with related parties / Total Purchases)*	0.71%	0.69%
	b. Sales (Sales to related parties/ Total Sales)*	24.56%	17%
	c. Loans & advances (Loans & advances given to related parties/ Total loans & advances)	25.53%	1.56%
	d. Investments (Investments in related parties/ Total Investments made)	25.27%	7.03%

* All sales and purchase was made with wholly owned subsidiaries of the Company.

Leadership Indicators

1. **Awareness programmes conducted for the value chain partners on any of the Principles during the financial year 2025- 26:**

Total number of awareness programmes held	Topics/ Principles covered under the training	%age of value chain partners covered (by value of business done with such partners) under the awareness programmes
03	Health, Safety & Working Conditions	8.80

2. **Does the entity have processes in place to avoid / manage conflict of interests involving members of the Board? (Yes / No). If "Yes", provide details of the same:**

Yes. The Company's Code of Conduct acts as a guide to ethical business practices and suggests appropriate processes to avoid and manage conflict of interest. The Directors of the Company disclose the names of the parties in which they have an interest, which is then mapped in the internal systems of the Company, and systems are in place to monitor and ensure the compliances for any transaction with them. The Code of Conduct is available on the website of the Company at https://www.garwarefibres.com/investors/corporate-governance/code-of-conduct-for-directors#investorsmenu.

Principle 2: Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators

1. **Percentage of R&D and Capital Expenditure (Capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively:**

	Current Financial Year 2025- 26	Previous Financial Year 2024- 25	Details of improvements in Environmental and Social Impacts
R&D*	62.80%	61%	The Company has been investing in research and development activities and capex projects which have resulted in energy conservation, resource usage optimization, waste reduction and recycling strategies, Fire safety Management, community development engagements and developing products with reduced environmental footprint.
Capex*	1.81%	0.32%	

Note:

* *Above details are as per books of accounts.*

2. **a. Does the entity have procedures in place for sustainable sourcing? (Yes/No).**

   b. If "Yes", what percentage of inputs were sourced sustainability?

   A majority of vendors (approximately 80% of vendors by value) are ISO certified, which demonstrates commitment to business with partners who are environmentally conscious, socially driven, and have strong ethics and governance. In addition, during the on-boarding process, vendor assessment comprising of thorough questionnaire / checklist on vendor's compliance on regulatory, statutory, environmental, and social norms is undertaken. Only those who pass minimum criteria are considered for business association.

3. **Describe the processes in place to safely reclaim your products for reusing, recycling, and disposing at the end of life for: GTFL has no reclaim of any product after end of life but below process in place.**

a. Plastics (including packaging)	• GTFL focuses on the circular economy and promotes the recycling and reuse of waste. The Company is having an in-house 500 MT capacity recycling plant and approximately 5.76% recycled material is used as raw material in the manufacturing process. Additionally, as per the plastic waste management Extended Producer Responsibility (EPR) requirement, the Company fulfilled the target of recycling 191 MT of packaging waste and filed the annual return for FY 2025-26. This year 1,460 MT of plastic waste was recycled in-house and 1,460 MT was reused.
b. E-waste	• No E-Waste generated from the GTFL product
c. Hazardous waste	• The Company has a well-equipped facility for storage and disposal of hazardous waste, bio-medical waste and battery waste. Hazardous waste is disposed of through authorized Co-processor GEPIL and MEPL. Bio-medical waste and battery waste are disposed of through authorized vendors only. The Company maintains records of Form-10, Form-8 and Form-4. During FY 2025-26, 36.44 MT of ETP sludge was send for Co-processor.

4. **Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes/No). If "Yes", whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Board? If "Not", provide steps taken to address the same.**

   Yes, the Company is subject to Extended Producer Responsibility (EPR) regulations and has obtained Brand Owner Registration Certificate from the Central Pollution Control Board. The Company has submitted its EPR plan for plastic packaging material recycling for FY 2025-26. We have fulfilled the 191 MT recycling target and filed the annual return as per the requirement of Plastic Waste Compliance Regulations.

Leadership Indicators

1. **Percentage of recycled or reused input material to total material (by value) used in production (for manufacturing industry) or providing services (for service industry):**

Indicate input material	Recycled or re-used input material to total material	
	Current Financial Year 2025-26	Previous Financial Year 2024-25
Polypropylene, HDPE (MT)	5.76%	9.25%

2. **Of the products and packaging reclaimed at end of life of products, amount (in metric tonnes) reused, recycled, and safely disposed, as per the following format:**

	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Re-Used	Recycled	Safely Disposed	Re-Used	Recycled	Safely Disposed
Plastics (including packaging)	-	-	-	-	-	-
E-Waste	-	-	-	-	-	-
Hazardous Waste	-	-	-	-	-	-
Other Waste	-	-	-	-	-	-

Principle 3: Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1. **a. Details of measures for the well-being of Employees:**

Category	Total (A)	Health Insurance		Accident Insurance		Maternity Benefits		Paternity Benefits		Day Care Facilities	
		Number (B)	% (B / A)	Number (C)	% (C / A)	Number (D)	% (D / A)	Number (E)	% (E / A)	Number (F)	% (F / A)
Permanent Employees											
Male	572	569	99.48%	572	100%	0	0%	572	100%	NA	NA
Female	20	18	90%	20	100%	20	100%			NA	NA
Total	**592**	**587**	**99.16%**	**592**	**100%**	**20**	**3.38%**	**572**	**100%**	**NA**	**NA**
Other than Permanent Employees											
Male	83	18	21.69%	83	100%	0	0%	83	100%	NA	NA
Female	8	7	87.50%	8	100%	8	100%	NA	NA	NA	NA
Total	**91**	**25**	**27.48%**	**91**	**100%**	**8**	**8.79%**	**83**	**100%**	**NA**	**NA**

Note: NA – Not Applicable

b. Details of measures for the well-being of Workers:

Category	Total (A)	Health Insurance		Accident Insurance		Maternity Benefits		Paternity Benefits		Day Care Facilities	
		Number (B)	% (B / A)	Number (C)	% (C / A)	Number (D)	% (D / A)	Number (E)	% (E / A)	Number (F)	% (F / A)
Permanent Workers											
Male	505	505	100%	505	100%	NA	NA	NA	NA	NA	NA
Female	0	0	0%	0	0%	NA	NA	NA	NA	NA	NA
Total	**505**	**505**	**100%**	**505**	**100%**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**
Other than Permanent Workers											
Male	0	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Female	0	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA
Total	**0**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**	**NA**

Note: NA – Not Applicable

c. Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format

	Current Financial Year 2025-26	Previous Financial Year 2024-25
Cost incurred on well-being measures as a % of total revenue of the company	2.87%	2.30%

2. Details of retirement benefits, for Current FY 2025-26 and Previous FY 2024- 25:

Benefits	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	No. of employees covered as % of total employees	No. of workers covered as % of total workers	Deducted and Deposited with the authority (Yes / No / NA)	No. of employees covered as % of total employees	No. of workers covered as % of total workers	Deducted and Deposited with the authority (Yes / No / NA)
PF	100%	100%	Yes	100%	100%	Yes
Gratuity	100%	100%	Yes	100%	100%	Yes
ESI	100%*	100%*	Yes	100%*	100%*	Yes

Note: ** 100% of eligible employees only*

3. Accessibility of Workplaces

Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016?

If "Not", then whether any steps are being taken by the entity in this regard.

Yes. The Company has progressively enhanced its premises with ramps, accessible washrooms and signage. The Company continues to enhance its premises to ensure universal accessibility through appropriate infrastructure improvements and upgrades.

4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016?

If so, please provide the web-link of the policy.

Yes, the Company has embedded the principles of equal opportunity, inclusion, and non-discrimination within its Human Rights Policy. Although the policy is not specifically designated as an "Equal Opportunity Policy" under the Rights of Persons with Disabilities Act, 2016, it reaffirms the Company's commitment to providing a fair, inclusive, accessible, and discrimination-free workplace for all individuals, including persons with disabilities. The Company is committed to ensuring equality in employment opportunities and promoting a workplace culture founded on dignity, respect, and equal treatment for all.

. The policy explicitly states GTFL's commitment to:

- A workplace free from discrimination on the basis of sex, race, religion, and other grounds;
- Promoting a Diverse, Equitable & Inclusive (DE&I) work environment; and
- Ensuring respect, dignity, and equal treatment for all employees across roles and levels.

This policy is currently available internally to the respective stakeholders.

5. Return to work and Retention rates of permanent employees and workers that took parental leave for FY 2025-26.

Gender	Permanent Employees		Permanent Workers	
	Return to Work Rate	Retention Rate	Return to Work Rate	Retention Rate
Male	100%	100%	NA	NA
Female	100%	100%	NA	NA
Total	**100%**	**100%**	**NA**	**NA**

Note: 22 employees availed parental leave during FY 2025-26 (21 male and 1 female). All employees who took parental leave returned to work and were retained.

6. Is there a mechanism available to receive and redress grievances for the following categories of employees and workers? If "Yes", give details of the mechanism in brief:

Permanent Workers Other than Permanent Workers	The Company has a platform - SAMWAD - to connect with permanent workers and share updates with them on policies, programs, and trainings. Weekly meetings with union representatives are arranged. Workers can directly reach out to HR or IR representatives to raise their concerns / issues; representative mobile numbers are also displayed at the factory site.
Permanent Employees Other than Permanent Employees	The Company has various platforms where employees can raise their concerns and grievances on a periodic basis like HR Connect Forums, HR Helpdesk, Emails to HR SPOCs, and directly with business and HR Managers. The concerns / issues are investigated in a timely and confidential manner, without any retaliation to the complainant and / or the witness.

7. Membership of employees and workers in association(s) or Unions recognized by the listed entity:

Category	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Total employees/ workers in respective category (A)	No. of employees / workers in respective category, who are part of Association(s) or Unions (B)	Percentage (%) (B/A)	Total employees / workers in respective category (A)	No. of employees / workers in respective category, who are part of Association(s) or Unions (B)	Percentage (%) (B/A)
Total Permanent Employees	Not Applicable*					
- Male						
- Female						
Total Permanent Workers	505	505	100%	533	533	100%
- Male	505	505	100%	533	533	100%
- Female	0	0	0%	0	0	0%

* The Company is not having any recognized union of Employees.

8. (a). Details of training given to employees and workers on "Health and Safety Measures":

Category	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Total (A)	Number (B)	Percentage (%) (B/A)	Total (C)	Number (D)	Percentage (%) (D/C)
			Employees			
Male	655	593	90.53%	562	540	96%
Female	28	20	71.42%	17	16	94%
Total	**683**	**613**	**89.75%**	**579**	**556**	**95%**
			Workers			
Male	505	505	100%	533	522	98%
Female	0	0	0%	0	0	0%
Total	**505**	**505**	**100%**	**533**	**522**	**98%**

(b). Details of training given to employees and workers on "Skill Upgradation":

Category	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Total (A)	Number (B)	Percentage (%) (B/A)	Total (C)	Number (D)	Percentage (%) (D/C)
Employees						
Male	655	595	90.84%	562	469	83%
Female	28	28	100%	17	15	88%
Total	683	**623**	**91.22%**	**579**	**484**	**84%**
Workers						
Male	505	505	100%	533	503	94%
Female	0	0	0%	0	0	0%
Total	**505**	**505**	**100%**	**533**	**503**	**94%**

9. **Details of Performance and Career Development reviews of employees and workers:**

Category	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Total (A)	Number (B)	Percentage (%) (B/A)	Total (C)	Number (D)	Percentage (%) (D/C)
Employees						
Male	655	655	100%	562	562	100%
Female	28	28	100%	17	17	100%
Total	**683**	**683**	**100%**	**579**	**579**	**100%**
Workers						
Male	505	505	100%	533	373	70%
Female	0	0	0%	0	0	0%
Total	**505**	**505**	**100%**	**533**	**373**	**70%**

Note:

* *Permanent employees and workers covered 100%. However, for other than permanent employees and workers, continuous engagement on career reviews and training supports provided on an ongoing basis.*

10. Health and Safety Management System:

a. Whether an occupational health and safety management system has been implemented by the entity? (Yes/No) If "Yes", then coverage of the system.

Yes. We have a full-fledged Occupational Health and Safety Management system in place, certified with ISO 45001:2018, covering both Pune and Wai manufacturing locations. Our comprehensive safety program includes periodic plant safety inspections, safety audits (both internal and external), and regular hazard identification and risk assessment (HIRA). We also conduct Job Safety Analysis (JSA), Toolbox Talks, and monitor work zone air quality and noise levels. In addition, we provide annual medical check-ups and conduct safety trainings according to our training calendar. Corrective actions are taken based on audit findings to continuously improve our safety performance. We also engage in safety promotional activities to foster a culture of safety within the organization.

b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis of the entity?

Hazard Identification and Risk Assessment (HIRA) are conducted as per Standard Operating Procedures (SOPs), and Corrective and Preventive Actions (CAPA) are taken for significant risks identified. The process involves participation from the safety committee, safety champions, and workers, especially during periodic reviews for new processes, modifications, changes in existing processes, procurement of new machinery, and both routine and non-routine activities. Various methods are used to identify work-related hazards and mitigate risks, including: Hazard Identification and Risk Analysis (HIRA), Near Miss Reporting, Safety Passport System, Daily Toolbox Talk Meetings, Safety Walkdowns, Safety Committee Meetings, Monthly Internal Audits, Safety Champion Initiatives, Safety Rolling Trophy, Safety Promotion and Motivation Activities, and Safety Suggestions. Workers can report work-related safety hazards through internal platforms and safety meetings, ensuring a proactive approach to workplace safety.

c. Whether you have processes for workers to report the work-related hazards and to remove themselves from such risks? (Yes/No)

Yes, we have a procedure in place for reporting work-related hazards to take corrective actions and prevent incidents. Workers can report hazards during Daily Toolbox Talk sessions, and Safety Suggestion Boxes are provided in all departments. Additionally, monthly internal audits are conducted to identify and address hazards promptly, ensuring preventive measures are taken to avoid recurrence of incidents.

d. **Do the employees / workers of the entity have access to non-occupational medical and healthcare services? (Yes/No)**

Yes, we have a dedicated Factory Medical Officer available to provide medical consultations for non-occupational health issues to our workers. Additionally, we have an ambulance room staffed with a female nurse to cater specifically to the needs of our female employees and workers. To further support our staff, we offer a comprehensive Mediclaim – Hospital Insurance policy that covers non-occupational medical and health-related issues, ensuring that our employees have access to essential medical care when needed.

11. **Details of safety related incidents, in the following format:**

Safety Incidents / Number	Category	Current Financial Year 2025-26	Previous Financial Year 2024-25
Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked)	Employees	0	0
	Workers	0	0
Total recordable work-related injuries	Employees	0	0
	Workers	0	0
Number of fatalities	Employees	0	0
	Workers	0	0
High consequence work-related injury or ill-health (excluding fatalities)	Employees	0	0
	Workers	0	0

12. **Describe the measures taken by the entity to ensure a safe and healthy workplace.**

The Company has implemented a comprehensive ISO 45001:2018 certified occupational health and safety management system. Our proactive approach to workplace safety includes periodic plant safety inspections, daily toolbox talks, and near-miss reporting and investigation. We conduct regular safety audits, Hazard Identification and Risk Assessments (HIRA), and Job Safety Analyses (JSA). To maintain a safe work environment, we monitor work zone air quality and noise levels and conduct annual medical check-ups. Our safety training programs are meticulously planned according to an established training calendar. We emphasize the use of personal protective equipment (PPE) and the elimination of potential hazards. Our safety initiatives also include Safety Induction, audio-visual safety training, regular safety committee meetings, and a system of safety rewards to encourage proactive safety behaviour. We conduct safety and fire mock drills, along with both internal and external safety audits, to ensure continuous improvement and compliance with safety standards.

13. **Number of complaints on the following made by employees and workers:**

	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Filed	Pending Resolution at end of year	Remark	Filed	Pending Resolution at end of year	Remark
Working Conditions	15	0	Immediate action taken on the suggestions received.	29	0	Immediate action taken on the suggestions received.
Health and Safety	5	0	Immediate action taken on the suggestions received.	09	0	Immediate action taken on the suggestions received.

14. **Assessment for the Year (2025-26):**

	% Of plants and offices that were assessed (By entity or statutory authorities or third party)
Health and Safety Practices	100%
Working Conditions	100%

15. **Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risk / concerns arising from assessment of health and safety practices and working conditions.**

Although the Company has not had any safety-related incidents during FY 2025-26, some corrective actions have been identified as necessary based on the risk assessment. In our plants, we have introduced the Near Miss Capturing Card. Every employee participates in the near-miss identification activity and reports to the safety committee in the prescribed format. The EHS department investigates the near miss and takes appropriate corrective action. In addition, to promote safety culture in our plants, we have started a safety rolling trophy where all departments participate and showcase their safety performance.

Leadership Indicators

1. **Does the entity extend any life insurance or compensatory package in the event of death of (A). Employees; and (B). Workers (Yes/No). Provide detail.**

   Yes, the Company's group personal accident policy covers all employees. The Company also has a Benevolent Fund Policy, where employees contribute 1 day or ½ day salary in case of demise of an employee or permanent worker, and an equal amount is provided by the Company to the deceased's family.

2. **Provide the measures undertaken by the entity to ensure that statutory dues have been deducted and deposited by the value chain partners.**

   The Company ensures that vendors and suppliers pay their statutory dues in a timely and effective manner, especially the GST, EPF, ESIC, and other statutory dues. The Company has appropriate mechanisms in place to ensure that statutory dues are paid periodically, as required and complied by the vendors and business partners.

3. **Provide the number of employees / workers having suffered high consequence work-related injury / ill-health / fatalities (as reported in Qs. 11 of Essential Indicators above), who have been / are rehabilitated and placed in suitable employment or whose family members have been placed in suitable employment:**

	Total Number of affected employees / workers		No. of employees / workers that are rehabilitated or whose family member have been placed in suitable employment	
	FY 2025- 26	FY 2024- 25	FY 2025- 26	FY 2024- 25
Employees	0	0	0	0
Workers	0	0	0	0

4. **Does the entity provide transition assistance programs to facilitate continued employability and the management of career endings resulting from retirement or termination of employment? (Yes/No)**

   The Company currently does not have a formal process for transition assistance for retiring employees; however, through various skill development initiatives and programs, the Company ensures to upskill its employees with the latest market trends.

5. **Details on assessment of value chain partners (FY 2025- 26):**

	% Of value chain partners (by value of business done with such partners) that were assessed*
Health and Safety Practices	100%
Working Conditions	100%

** For sub-contractor, GTFL undertakes assessment.*

Footnote: The Company is in the process of developing a vendor assessment guideline, procedure, and checklist to undertake ESG assessment, including human rights practices of its value chain partners.

6. **Provide details of any corrective actions taken or underway to address significant risks / concerns arising from assessments of health and safety practices and working conditions of value chain partners:**

   During the latest assessment, no significant risks or concerns were identified.

Principle 4: Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators

1. **Describe the processes for identifying key stakeholder groups of the entity.**

   The Company has mapped its internal and external stakeholders using the Mendelow's Matrix (also known as the Stakeholder Analysis matrix and the Power-Interest matrix). Through this framework we plot power vs interest of each stakeholder and assign communication strategies to continuously engage with them. The Company recognizes employees, local communities surrounding our operations, government and regulatory authorities, business associates (including marginalized fishermen, farmers, network of suppliers, service providers, dealers and suppliers of goods and services), domestic / international customers and shareholders / investors as its key stakeholders. The Company engages with identified stakeholders to gauge their opinion, feedback, and tweak its business strategy / approach to cater to the needs and aspirations of these stakeholders.

2. **List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.**

Stakeholder Group	Whether identified as Vulnerable & Marginalized Group (Yes/No)	Channels of Communication	Frequency of engagement	Purpose and scope of engagement including key topics and concerns raised during such engagement
Shareholders	No	Annual General Meeting (AGM), Email, Statutory Reports, Investor's Meet, Disclosure to Stock Exchanges, print, social media, Statutory Reports	Ongoing	Financial Reports, Dividend, Shares, Business Performance, Corporate actions such as buyback of shares. No concern was raised.
Government Agencies / Regulators	No	Statutory Reports, filings	Ongoing	Compliances of various laws, regulations, requirements, and filings as required and applicable to business. No concern was raised.
Employees and Workers	No	Forums, Mailers, House Magazines, Quarterly Magazines named 'Impressions' and Open House	Ongoing	Company's performance, policies, business strategy and mission, training, and awareness sessions. No concern was raised.
Channel Partners / Sub-Contractors	No	Meetings and Mailers	Ongoing	Business Strategy, Company's Performance, Growth Opportunities, Expansion Strategy, and Sustainability Initiatives. No concern was raised.
Consumers	No	Website, Mailers, and Social-Media	Ongoing	Product Information on New Product Developments, Feedback Forms, Business Growth, Customer Service including resolution of complaints, Expansion, Performance, Mission, Vision, and Sustainability Initiatives. No concern was raised.
Communities	Yes	Emails, telephones, field visits, and physical meetings	Ongoing	Identification of needs, challenges, CSR project conceptualization, design and implementation, follow-ups, monitoring, field visits, and program feedback. No concern was raised.
Implementing Agency (NGO)	No	Emails, telephones, field visits, and physical meetings	Ongoing	Project design, implementation, challenges, solutions, monitoring, and evaluation of the CSR Programs. No concern was raised.

Leadership Indicators

1. **Provide the processes for consultation between stakeholders and the Board on economic, environmental, and social topics or if consultation is delegated, how is feedback from such consultations provided to the Board.**

   Directors and Senior Management Personnel maintain regular and planned engagements with stakeholders, including investors, shareholders, employees, customers, channel partners, government departments and analysts. These interactions serve as an opportunity to gather feedback, suggestions, complaints, and grievances and the responsible individual relays this feedback to the Board during specific occasions throughout the year. The feedback and key issues are brought to the attention of the respective Committees of the Board for further consideration and action, as deemed appropriate. This ensures that defined processes are followed and that material topics are appropriately addressed across the Company in a stakeholder inclusive manner.

2. **Whether stakeholder consultation is used to support the identification and management of environmental, and social topics (Yes / No).**

   If so, provide details of instances as to how the inputs received from stakeholders on these topics were incorporated into policies and activities of the entity.

   Yes. Stakeholder consultations play a vital role in identifying and managing material environmental and social topics. The Company engages with key stakeholders such as employees, customers, analysts, and investors through structured mechanisms to gather insights that inform our ESG priorities. These inputs are analyzed and incorporated into a materiality matrix, which forms the foundation of our sustainability strategy.

In addition, through on-ground initiatives like the Garware Youth Development Center (GYDC) at Wai, the Company interacts with community members to understand local skilling and livelihood needs. The feedback received through such community engagement directly influences the design of vocational programs and supports the alignment of our CSR efforts with actual stakeholder expectations.

3. **Provide details of instances of engagement with, and actions taken to, address the concerns of vulnerable / marginalized stakeholder groups.**

The Company has identified communities around its manufacturing locations including women, youth, fishermen, and smallholder farmers as vulnerable or marginalized stakeholder groups. Engagement with these communities is conducted regularly to understand their needs and challenges, which in turn helps shape relevant CSR initiatives.

One key initiative is the Garware Youth Development Center (GYDC), located in Wai, which offers free vocational and soft-skills training to underprivileged youth and women. Before launching new courses, the GYDC team consults with local residents to understand the type of training required, ensuring that the offerings are demand-driven. Over 300–400 beneficiaries are served annually through programs such as digital literacy, fashion design, CNC operation, and accounting, helping them pursue employment or entrepreneurship. These efforts reflect the Company's commitment to inclusive development and equitable growth.

Principle 5: Businesses should respect and promote human rights

Essential Indicators

1. **Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:**

Category	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Total (A)	No. of employees / workers covered (B)	(%) (B/A)	Total (C)	No. of employees / workers covered (D)	(%) (D/C)
Employees						
Permanent Employees	592	306	51.68%	579	579	100%
Other than permanent	91	11	12.09%	96	96	100%
Total Employees	683	317	46.41%	**675**	**675**	**100%**
Workers						
Permanent Workers	505	505	100%	533	533	100%
Other than permanent	0	0	0%	25	25	100%
Total Workers	**505**	**505**	**100%**	**558**	**558**	**100%**

2. **Details of minimum wages paid to employees and workers, in the following format:**

Category	Current Financial Year 2025-26					Previous Financial Year 2024-25				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		Number (B)	% (B/A)	Number (C)	% (C/A)		Number (E)	% (E/D)	Number (F)	% (F/D)
Employees										
Permanent	592	0	0%	592	100%	579	0	0%	579	100%
- Male	572	0	0%	572	100%	562	0	0%	562	100%
- Female	20	0	0%	20	100%	17	0	0%	17	100%
Other than permanent	91	0	0%	91	100%	96	0	0%	96	100%
- Male	83	0	0%	83	100%	84	0	0%	84	100%
- Female	8	0	0%	8	100%	12	0	0%	12	100%

Category	Current Financial Year 2025-26					Previous Financial Year 2024-25				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		Number (B)	% (B/A)	Number (C)	% (C/A)		Number (E)	% (E/D)	Number (F)	% (F/D)
Workers										
Permanent	505	0	0%	505	100%	533	0	0%	533	100%
- Male	505	0	0%	505	100%	533	0	0%	533	100%
- Female	0	0	0%	0	0%	0	0	0%	0	0%
Other than permanent	0	0	0%	0	0%	25	0	0%	25	100%
- Male	0	0	0%	0	0%	24	0	0%	24	100%
- Female	0	0	0%	0	0%	1	0	0%	1	100%

3. **Details of remuneration / salary / wages:**

a. **Median remuneration / wages:**

Category	Male		Female	
	Number	Median remuneration / salary / wages of respective category	Number	Median remuneration / salary / wages of respective category
Board of Directors (BoD)*	NA	NA	NA	NA
Key Managerial Personnel	3	2,83,16,056	0	0
Employees other than BoD and KMP	652	8,73,994	28	536962
Workers	505	8,86,461	0	0

Note:
**All Directors other than CMD who is covered under Key managerial Personnel are paid only sitting fees. The median sitting fees paid to male Board of Directors is 6,40,000 and to female Board of Directors is 1,60,000.*

b. **Gross wages paid to females as % of total wages paid by the entity, in the following format:**

	Current Financial Year 2025-26	Previous Financial Year 2024-25
Gross wages paid to females as % of total wages	1.33%	1.39%

4. **Do you have a focal point (Individual / Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? (Yes / No)**

Yes. The Company has constituted dedicated committees and identified focal points to address human rights related concerns. The Internal Complaints Committee (ICC) handles complaints under the Prevention of Sexual Harassment (PoSH) Act, 2013, while the Audit Committee oversees grievances raised through the Vigil Mechanism. The Human Resources Department serves as the day-to-day focal point for human rights related concerns across all plants and offices.

5. **Describe the internal mechanisms in place to redress grievances related to human rights issues.**

The Company has established multiple internal mechanisms to uphold and safeguard human rights across its workforce and value chain. All employees, workers, contractors, and third-party associates are covered under the Human Rights Policy, which prohibits any form of discrimination, abuse, forced labour, child labour, or harassment in the workplace.

Grievances related to human rights can be reported through the Company's Vigil Mechanism, which provides a safe and confidential channel for raising concerns related to misconduct, unethical behaviour, or any violation of policy. For concerns related to workplace harassment, the Company has also constituted an Internal Complaints Committee (ICC) under the provisions of the Prevention of Sexual Harassment (PoSH) Act. All reported issues are addressed with due sensitivity, and necessary actions are taken in accordance with applicable laws and internal procedures, ensuring non-retaliation and fair resolution.

6. **Number of Complaints on the following made by employees and workers:**

Category	Current Financial Year 2025-26			Previous Financial Year 2024-25		
	Filed during the year	Pending resolution at end of year	Remark	Filed during the year	Pending resolution at end of year	Remark
Sexual Harassment	0	0	NA	0	0	NA
Discrimination at workplace	0	0	NA	0	0	NA
Child Labour	0	0	NA	0	0	NA
Forced Labour / Involuntary Labour	0	0	NA	0	0	NA
Wages	0	0	NA	0	0	NA
Other human rights related issues	0	0	NA	0	0	NA

7. **Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 in the following format:**

Category	Current Financial Year 2025-26	Previous Financial Year 2024-25
Total Complaints reported under Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 (POSH)	0	0
Complaints on POSH as a % of female employees / workers	0%	0%
Complaints on POSH upheld	0	0

8. **Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.**

The Vigil Mechanism Policy provides for adequate safeguards against victimization for the persons ("the informer / whistleblower") who avail of this mechanism, and provides for direct access to the Chairman of the Audit Committee of the Company in exceptional cases. The Company ensures that no unfair treatment is meted out to the informer / whistleblower by virtue of having reported information under this Policy.

9. **Do human rights requirements form part of your business agreements and contracts? (Yes / No)**

Yes. The Company's Code of Conduct for Suppliers and Vendors, which forms part of business agreements, specifically prohibits child labour, forced labour, and discrimination, and requires payment of fair wages and safe working conditions. The Company's standard purchase orders and contracts also incorporate clauses requiring compliance with applicable labour laws and human rights standards.

10. **Assessment for the FY 2025-26:**

	% Of plants and offices that were assessed (by entity or statutory authorities or third parties)
Child Labour	100%
Forced / Involuntary Labour	100%
Sexual harassment	100%
Discrimination at workplace	100%
Wages	100%

11. **Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above.**

During the assessments conducted during FY 2025-26, no significant risks or concerns related to child labour, forced labour, sexual harassment, discrimination, or wage-related practices were identified across the Company's plants and offices. The Company continues to maintain robust internal controls, periodic awareness and training sessions, and effective grievance redressal mechanisms to uphold human rights at the workplace.

Leadership Indicators

1. **Details of a business process being modified / introduced as a result of addressing human rights grievances / complaints.**

The Company has been compliant with human rights issues and reviews its policies and processes on a regular basis.

2. **Details of the scope and coverage of any Human Rights due-diligence conducted.**

The Company undertakes self-assessment at all plants and offices for all the indicators covered in Q9 above.

3. **Is the premise / office of the entity accessible to differently abled visitors, as per the requirements of the Rights of Persons with Disabilities Act, 2016? (Yes / No)**

Yes. The Company has progressively enhanced its premises with ramps, accessible washrooms and signage. The Company continues to enhance its premises to ensure universal accessibility through appropriate infrastructure improvements and upgrades.

4. **Details on assessment of value chain partners:**

	% Of value chain partners (by value of business done with such partners) that were assessed:
Sexual harassment	The Company undertakes internal assessments of value chain partners for child labor, forced labor, Fair wages and other human rights issues periodically.
Discrimination at workplace	
Child labour	
Forced / involuntary labour	
Wages	

5. Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 4 above.

No significant human rights related risks / concerns were identified through the value chain partner assessments and self-declarations during FY 2025-26. The Company continues to engage with vendors during on-boarding and periodic reviews to reinforce expectations on labour standards, fair wages, and workplace conduct. Vendors found non-compliant with the Code of Conduct for Suppliers are guided to take corrective measures within a defined timeline, failing which business engagements are reviewed.

Principle 6: Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1. Details of total energy consumption (in Joules or multiples) and energy intensity, in the following format:

Parameter	Current Financial Year 2025-26	Previous Financial Year 2024-25
From 'Renewable Sources' (in Gigajoules)		
Total Electricity Consumption (A)	56,124.59	64,258
Total Fuel Consumption (B)	0	4665
Energy Consumption through Other Sources (C)	0	0
Total Energy Consumed from renewable sources (A+B+C)	56,125	68,923
From 'Non-Renewable Sources' (in Gigajoules)		
Total Electricity Consumption (D)	53,993.88	53,517
Total Fuel Consumption (E)	217,668.53	209,144
Energy Consumption through Other Sources (F)	0	0
Total Energy Consumed from non-renewable sources (D+E+F)	271,662	262,661
Total Energy Consumption (A+B+C+D+E+F)	327,787	331,584
Energy intensity per rupee of turnover (Total energy consumed / Revenue from operations)	0.000023	0.000022
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)	0.000470	0.000482
Energy intensity in terms of physical output	11.16	10.52

Note: The implied PPP conversion rate published by International Monetary Fund (IMF) 20.343 has been used for Purchasing Power Parity calculation.
For FY 2025-26 values for calendar year 2026 have been considered. For FY 2024-25, values for calendar year 2025 have been considered.
Note:
Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Yes / No). If "Yes", name the external agency.: NO

2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N)

If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any.

No. None of the Company's sites or facilities are identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India during FY 2025-26.

3. **Provide details of the following disclosures related to water, in the following format:**

Parameter	Current Financial Year 2025-26	Previous Financial Year 2024-25
Water withdrawal by source (in kiloliters)		
(i) Surface water withdrawal	0	0
(ii) Groundwater withdrawal	0	0
(iii) Third party water withdrawal	139,592.21	159,463
(iv) Seawater / desalinated water withdrawal	0	0
(v) Other withdrawal	0	0
Total volume of water withdrawal (in kilolitres) *(i + ii + iii + iv + v)*	139,592.21	159,463
Total volume of water consumption (in kilolitres)	139,592.21	159,463
Water intensity per rupee of turnover *(Water consumed / Revenue from operations)*	0.000010	0.000011
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) *(Total water consumption / Revenue from operations adjusted for PPP) (GJ/ USD)*	0.00020	0.00024
Water intensity in terms of physical output (Kl/Mt)	4.752	5.073

Note: The implied PPP conversion rate published by International Monetary Fund (IMF) 20.343 has been used for Purchasing Power Parity calculation.

For FY 2025-26 values for calendar year 2026 have been considered. For FY 2024-25, values for calendar year 2025 have been considered.

Note: Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Yes / No).

If "Yes", name the external agency.: NO

4. **Provide the following details related to water discharge (in kiloliters):**

Parameter	Current Financial Year 2025-26	Previous Financial Year 2024-25
Water discharge by destination and level of treatment (in kiloliters)		
(i) To Surface water		
- No treatment	-	-
- With treatment- please specify level of treatment	-	-
(ii) To Ground Water		
- No treatment	-	-
- With treatment	-	-
(iii) To Seawater		
- No treatment	-	-
- With treatment	-	-
(iv) Sent to Third-parties		
- No treatment	-	-
- With treatment	-	-
(v) Others		
- No treatment	-	-
- With treatment	-	-
Total water discharged (in kilolitres)	-	-

Note: The Company has implemented Zero Liquid Discharge (ZLD); accordingly there is no water discharge from any of its operations.
Note:
Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Yes / No). If "Yes", name the external agency.: NO

5. **Has the entity implemented a mechanism for Zero Liquid Discharge? If yes, provide details of its coverage and implementation.**

   Yes, the Company has implemented a Zero Liquid Discharge (ZLD) mechanism. A well-equipped combined Effluent Treatment Plant and Sewage Treatment Plant (ETP+STP) with a design capacity of 320 KLD has been installed, featuring primary, secondary, and tertiary treatment processes for treating both trade and domestic effluent. Treated water is recycled and reused in various processes such as cooling tower make-up, toilet flushing, filter press, vessel cleaning at the ETP, and for gardening purposes. All treated water is entirely consumed within our premises, with no discharge outside the factory premises.

6. **Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:**

Parameter	Please specify unit	Current Financial Year 2025-26	Previous Financial Year 2024-25
NOx	Tonnes	0.24	2.74
SOx	Tonnes	1.37	7.11
Particulate matter (PM)	Tonnes	5.12	50.05
Persistent organic pollutants (POP)		Not Applicable	
Volatile organic compounds (VOC)			
Hazardous air pollutants (HAP)			
Others - please specify			

Note: Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Yes / No). If "Yes", name the external agency.: No
Air emission monitoring is done by MoEFCC-approved laboratories on a periodic basis.

7. **Please provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) and its intensity, in the following format:**

Parameter	Unit	Current Financial Year 2025-26	Previous Financial Year 2024-25
Total Scope 1 Emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	tCO2e	20,148.97	19,207
Total Scope 2 Emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	tCO2e	10,648.80	10,807
Total Scope 1 and Scope 2 emissions per rupee of turnover	tonnes of CO_2 equivalent per rupee of turnover	0.0000022	0.0000020
Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)	tonnes of CO_2 equivalent per rupee of turnover adjusted to PPP	0.0000448	0.0000452
Total Scope 1 and Scope 2 emission intensity in terms of physical output	tCO2e / MT	1.048	0.955

Note: Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Yes / No). If "Yes", name the external agency.: NO.

8. **Does the entity have any project related to reducing Green House Gas emission? If yes, then provide details.**

Yes, the Company has undertaken various initiatives to reduce greenhouse gas emissions and improve operational efficiency:

- Energy Efficiency and GHG Emissions Reduction: replacing the existing 315 KVA transformer with a 100 KVA energy-efficient transformer; replacing low-efficient devices with higher-energy-efficient ones such as energy-efficient motors for doublers; using variable frequency drives (VFDs) and AC motors for rope-making machines; installing harmonic filters for specific sheds; installing direct-drive high-torque low-speed permanent magnet synchronous motors with 96% efficiency; and replacing ECC (Electronic Communicated Controller) with AC drive and motor.
- Shifting to Cleaner Fossil Fuel: purchasing electric vehicles; replacing diesel forklifts with electric forklifts; replacing LDO fuel with LSHS, including higher-efficiency boilers in place of traditional ones; partially replacing coal with biomass briquettes; and replacing old AC units with R-22 gas with new split AC units using greener gases such as R-32 or R-134A.
- Increase the Share of Renewable Energy: 8.5 MW self-captive solar (open access) and rooftop solar installations across plants; renewable solar contribution of 54% of plant electricity, with green energy purchases planned from the state electricity board to further reduce GHG emissions.
- Afforestation: Tree plantation drives across each plant — a total of 12,142 trees planted till date in Company premises and 1,600 trees planted in FY 2025-26 — supported by ongoing monitoring to ensure sapling survival, enhancing carbon sequestration and helping mitigate climate change.

Outcome of these initiatives: a measurable reduction in energy consumption across manufacturing operations and a corresponding decrease in Scope 1 and Scope 2 GHG emissions.

9. **Provide details related to waste management by the entity, in the following format:**
Total Waste Generated (in metric tonnes)

Parameter	Current Financial Year 2025-26	Previous Financial Year 2024-25
Plastic waste (A)	1,698.26 MT	1,674.85 MT
E-waste (B)	5.955 MT	1.12 MT
Bio-medical waste (C)	0.001 MT	0.0011 MT
Construction and demolition waste (D)	25 MT	30 MT
Battery waste (E)	1.228 MT	1.68 MT
Radioactive waste (F)	0 MT	0 MT
Other Hazardous waste (G)	42.92 MT	40.79 MT
Other Non-hazardous waste (H)	1,817.577 MT	2,892.86 MT
Total (A+B+C+D+E+F+G+H)	3,590.94 MT	4,641.30 MT
Waste intensity per rupee of turnover (Total waste generated/ Revenue from operations)	0.000000253	0.000000312
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP)	0.00000515	0.00000698
Waste intensity in terms of physical output	0.12	0.15
Waste intensity (optional) - the relevant metric may be selected by the entity	NA	NA

For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)

Category Waste	Current Financial Year 2025-26	Previous Financial Year 2024-25
	Recycled	
Plastic waste	1,697.27	4403
E-waste	5.225	
Battery waste	1.228	
Other Hazardous waste	17.8	
Other Non-hazardous waste	1,658.42	
	Re-used	
Plastic waste	0	204
Construction and demolition waste	25	
Other Non-hazardous waste	157	
	Other recovery operations	
Other Hazardous waste	22.84	0

For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)

Category Waste	Current Financial Year 2025-26	Previous Financial Year 2024-25
	Incineration	
Bio-medical waste	0.00053	28.54
Other Hazardous waste	0.7	
	Landfilling	
Other Hazardous waste	0.6	0
	Other disposal operations	
Other disposal operations	0	0

Note:

Indicate if any independent assessment / evaluation / assurance has been carried out by an external agency? (Yes / No). If "Yes", name the external agency.: NO

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes.

From a waste management perspective, the Company adopts the circular economy principle through the 10R Concept. As part of this approach, GTFL operates an in-house plastic scrap recycling and reuse plant; hazardous waste generated is sent to authorized co-processors instead of landfill; plastic, paper tubes, raffia bags and wooden pallets are reused; water-based chemicals are used in processes wherever possible; waste is tracked through a Management Information System (MIS); the R&D department focuses on eco-friendly product development that requires less antifouling treatment, leading to reduced copper sedimentation in seawater and 100% recyclability. GTFL uses approximately 10% recycled material in its manufacturing process.

11. If the entity has operations / offices in / around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format:

Location of operations / offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N)	If no, the reasons thereof and corrective action taken, if any.
None of the Company's operations / offices are situated in an ecologically sensitive area.			

12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year 2025-26:

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Y/N)	Results communicated in public domain (Y/N)	Relevant Web-link
During FY 2025-26, the Company was not required to conduct any environmental impact assessment as per applicable laws.					

13. Is the entity compliant with the applicable environmental law / regulations / guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment Protection Act and rules thereunder (Y/N). If not, provide details of all such non-compliances, in the following format:

Specify the law / regulation / guidelines which was not complied with	Provide details of the non-compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
The Company has been compliant with all applicable environmental laws, regulations, and acts of the Government of India and the Government of Maharashtra, thereby ensuring no instance of non-compliance during the reporting period.			

Leadership Indicators

1. If the entity has undertaken any specific initiatives or used innovative technology or solutions to improve resource efficiency, or reduce impact due to emissions / effluent discharge / waste generated, please provide details of the same as well as outcome of such initiatives, as per the following format:

S. No.	Initiative undertaken	Details of the initiative *(Web-link, if any, may be provided along with summary)*	Outcome of the Initiative
1.	Energy Efficiency and GHG Emissions Reduction	Replacing the existing 315 KVA transformer with a 100 KVA energy-efficient transformer; replacing low-efficient devices with energy-efficient motors for doublers and AC drives / VFDs for rope-making machines; harmonic filters for specific sheds; direct-drive high-torque low-speed permanent magnet synchronous motors with 96% efficiency; replacement of ECC by AC drive and motor.	Achieved measurable reduction in energy consumption across manufacturing operations and contributed to a decrease in Scope 1 and Scope 2 GHG emissions.
2.	Shifting to Cleaner Fossil Fuel	Purchasing electric vehicles; replacing diesel forklifts with electric forklifts; replacing LDO fuel by LSHS, including higher-efficiency boilers in place of traditional ones; partial replacement of coal by biomass briquettes; replacing old AC units with R-22 gas with new split AC units using greener gases like R-32 or R-134A.	Reduction in GHG, SOx and PM emissions.

S. No.	Initiative undertaken	Details of the initiative *(Web-link, if any, may be provided along with summary)*	Outcome of the Initiative
3.	Increase the Share of Renewable Energy	Self-captive solar open access of 8.5 MW and rooftop solar installations; all plants using ~53% solar / renewable energy which avoided GHG emissions of 11059 MT; planned to install roof top Solar in Wai.	During FY 2025-26 the Company sourced a 1,55,90,166 kWh of captive solar power.
4.	Afforestation	Annual tree plantation surveys and drives — cumulatively 12,142 trees planted in plant premises till date; distribution of 15 indigenous species seeds to all workers on World Environment Day; tree plantation in nearby villages, schools and forest lands; tree plantation event for every customer visit.	Reduction in GHG emissions; 1,641 nos of trees planted in FY 2025-26.
5.	Water Conservation	Use of waterless and odourless urinals; rooftop rainwater harvesting projects with 5 KL capacity; water-saving pressure-compensating aerators on 40 wash-basin taps; replacement of high-volume taps by high-pressure low-volume aerators; observance of World Water Day on 22 March; TDS-based automatic boiler blow-down and blow-down heat-recovery system; reuse of recycled water for toilet flushing; conduct of water audits.	Conservation of 19,871 KL of water in FY 2025-26.
6.	Waste Management	Promotion of circular economy through implementation of 10R practices; regular circular-economy training for all employees; disposal of hazardous waste through authorized co-processors instead of landfill; in-house 500 MT capacity plastic recycling plant; replacement of wooden pallets with plastic pallets; use of approximately 10% recycled material in the manufacturing process; targets set for process and design waste reduction.	Promoted circular economy practices, reduction in resource consumption and reduction in raw-material purchase cost.

2. Does the entity have a business continuity and disaster management plan? Give details in 100 words / web link.

Yes, the Company has an established process of long-term and short-term business planning. The organization maintains a 5-year long-term growth plan, which is reviewed every year in the Senior Management Leadership (SML) meeting. Market potential is identified across different sectors, and the sales team is encouraged to cater to the relevant market segments. Quarterly reviews are planned to monitor yearly progress through the Balanced Scorecard (BSC). Monthly mission reviews ensure that monthly targets are achieved, with countermeasure plans developed to address any deviation. BSC goals are cascaded down the lines to shift-level personnel, ensuring alignment from the top through the hierarchy.

3. Disclose any significant adverse impact to the environment, arising from the value chain of the entity. What mitigation or adaptation measures have been taken by the entity in this regard?

No, there was no significant adverse impact has been reported. The Company strategically organises its logistics to transport larger quantities of multiple products meant for multiple customers in a single dispatch, thereby effectively reducing carbon emissions from transportation. Additionally, we have raised awareness among our value chain partners about using vehicles powered by green fuel to further minimize air pollution. If any Sustainability improvement done in GTFL then it shares to suppliers for Horizontal deployment in Supply chain.

4. Percentage of value chain partners (by value of business done with such partners) that were assessed for environmental impacts.

The Company is in the process of building a structured framework to assess value chain partners on environmental impacts in a phased manner.

Principle 7:	Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1. a. **Number of affiliations with trade and industry chambers / associations.**
   9 (Nine)

   b. **List the top 10 trade and industry chambers / associations (determined based on the total members of such body) the entity is a member of / affiliated to.**

S. No.	Name the trade and industry chambers / associations	Reach of trade and industry chambers / associations (State / National)
1.	Export Promotion Council for EOUs and SEZ Units (EPCES)	National
2.	Plastics Export Promotion Council (PLEXCONCIL)	National
3.	Sports Goods Export Promotion Council	National
4.	Confederation of Indian Industry (CII)	National
5.	Mahratta Chamber of Commerce, Industries and Agriculture (MCCIA)	State
6.	Synthetic & Rayon Textiles Export Promotion Council (SRTEPC)	National
7.	India Technical Textiles Association (ITTA)	National
8.	Indian Fishnet Manufacturers Association (IFMA)	National
9.	International Geosynthetics Society (IGS)	National

2. **Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.**

Name of authority	Brief of the Case	Corrective action taken
No complaint relating to anti-competitive conduct was filed against the Company during FY 2025-26.		

Leadership Indicators

1. **Details of public policy positions advocated by the entity:**

Public policy advocated	Method resorted for such advocacy	Whether information available in public domain (Yes / No)	Frequency of Review by Board (Annually / Half yearly / Quarterly / Others - Please Specify)	Web Link, if available
The Company actively engages in discussions and dialogues at various State, National and International associations and forums, focusing on the industry's growth and the sustainable-development agenda. The Company also participates in discussions held to ensure that its products and processes remain sustainable. However, it does not have a stand-alone Public Advocacy Policy nor a commitment around it. The Company, from time to time, engages with the respective bodies and Government departments working for the well-being of farmers and fishermen in the country. Through proactive collaboration with multiple industry associations, the Company addresses concerns related to taxation, foreign and domestic trade policies, presenting them to the relevant authorities in the State and Central Government for their consideration. Further, the Company actively supports Government agencies in driving policy decisions by providing essential data, suggestions and information through engagement with associations and forums.				

Principle 8:	Businesses should promote inclusive growth and equitable development

Essential Indicators

1. **Details of Social Impact Assessments (SIA) projects undertaken by the entity based on applicable laws, in the current financial year 2025-26:**

Name and brief detail of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant web-link
GTFL was not required to undertake any Social Impact Assessment (SIA) during FY 2025-26 as per applicable law.					

2. **Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:**

Name of the project for which R&R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R&R	Amounts paid to PAFs in the FY (in INR.)
No project for Rehabilitation and Resettlement has been undertaken by the Company in FY 2025-26.					

3. **Describe the mechanisms to receive and redress grievances of the community.**

The Company has a dedicated CSR Team to develop, implement, evaluate, and monitor its social-development programs and projects on a regular basis by continuously engaging and interacting with identified communities and local stakeholders in the areas of operation. Grievances, if any, are resolved effectively in a timely manner — as and when they arise — by the CSR Team along with the implementing partner / NGO. Community feedback is collected through field visits, periodic review meetings, and direct interactions with beneficiaries during project monitoring.

4. **Percentage of input material (inputs to total inputs by value) sourced from suppliers:**

Parameter	Current Financial Year 2025-26	Previous Financial Year 2024-25
Directly sourced from MSMEs / Small producers	21.22%	8.48%
Sourced directly from within India	10.38%	4.32%

5. **Job creation in smaller towns: Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of the total wage cost:**

Location	Current Financial Year 2025-26	Previous Financial Year 2024-25
Rural	0.90%	0.35%
Semi-Urban	0.92%	1.18%
Urban	32.12%	33.08%
Metropolitan	66.08%	65.39%

Note: Place categorization (Rural / Semi-urban / Urban / Metropolitan) (Rural / Semi-urban / Urban / Metropolitan) is basis the RBI classification system. The Company's principal manufacturing locations are at Wai (Satara, Maharashtra), classified as Semi-urban.

Leadership Indicators

1. **Provide details of actions taken to mitigate any negative social impacts identified in the Social Impact Assessments (Reference: Question 1 of Essential Indicators above).**

Details of negative social impact identified	Corrective action taken
Not applicable for the FY 2025-26, since the Company was not required to undertake Social Impact Assessment (SIA) as per applicable laws.	

2. Provide the following information on CSR projects undertaken by your entity in designated aspirational districts as identified by government bodies:

State	Aspirational District	Amount Spent (in INR.)
During FY 2025-26, the Company did not undertake any projects in the aspirational districts as identified by Government bodies.		

3. Details of the benefits derived and shared from the intellectual properties owned or acquired by your entity (in the current financial year 2025-26), based on traditional knowledge:

Intellectual Property based on traditional knowledge	Owned / Acquired (Yes / No)	Benefit Shared (Yes / No)	Basis of calculating benefit share
During the reporting period no IPRs were registered by the Company based on intellectual property owned or acquired based on traditional knowledge.			

4. Details of corrective actions taken or underway, based on any adverse order in intellectual property related disputes wherein usage of traditional knowledge is involved.

Name of authority	Brief of the Case	Corrective action taken
	Not Applicable	

5. Details of beneficiaries of CSR Projects:

S. No.	CSR Project	No. of persons benefited from CSR Projects	% Beneficiaries from vulnerable & marginalized groups
1.	**Project Vikas -** Enhancing Livelihood and Rural Development across Wai, Satara district of Maharashtra and Chennai, Tamil Nadu	Community at large	100%
2.	**Project Swasthya Seva -** Health care at Pune, Maharashtra and Salem, Tamil Nadu	Community at large	100%
3.	**Project Sarva Shiksha -** Promoting Education at Wai, Pune, at the State of Maharashtra and Kakdwip, at the State of West Bengal	Community at large	100%
4.	**Project Khel Vikas -** Contribution for Training at Wai to promote nationally recognised sports	Community at large	100%

Principle 9: Business should engage with and provide value to their consumers in a responsible manner

Essential Indicators

1. Describe the mechanisms in place to receive and respond to consumer complaints and feedback.

The Company places a high level of importance on addressing customer concerns and believes in adopting an adaptable, transparent, and problem-solving approach to resolve these issues efficiently and satisfactorily. An online portal is available to lodge customer complaints, which are acknowledged by the Company's sales / supply-chain team representative for addressing and resolving the concern in line with the laid-down policy and within a defined timeframe. Continuous communication with the customer is ensured to gauge the root cause of the problem, align the solution as per customer expectations, and appropriately implement corrective action for formal closure of the complaint. The Company adopts various channels of communication to update the customer on the status of the complaint and steps taken — including email, SMS, and WhatsApp.

2. Turnover of products and / or services as a percentage of turnover from all products / service that carry information about:

	As percentage to total turnover
Environmental and social parameters relevant to the product	GTFL responds to these parameters basis specific requests received from the customer. In case of a few of our products we do have user manual.
Safe and responsible usage	
Recycling and/or safe disposal	

3. Number of consumer complaints in respect of the following:

	Current Financial Year 2025-26		Remarks	Previous Financial Year 2024-25		Remarks
	Received during the year	Pending resolution at end of year		Received during the year	Pending resolution at end of year	
Data Privacy	0	0	NA	0	0	NA
Advertising	0	0	NA	0	0	NA
Cyber-security	0	0	NA	0	0	NA
Delivery of essential services	0	0	NA	0	0	NA
Restrictive Trade Practices	0	0	NA	0	0	NA
Unfair Trade Practices	0	0	NA	0	0	
Customer Complaints	63	0	*63 customer complaints were reported in FY 2025-26 and all were closed during the year.*	71	13	*Pending Complaints as on 31st March, 2025 have been closed in FY 2025-26.*

NA: Not Applicable

4. Details of instances of product recalls on account of safety issues:

	Number	Reasons for recall
Voluntary Recalls	There have been no instances of voluntary or forced recalls of products on account of safety issues during FY 2025-26.	
Forced Recalls		

5. Does the entity have a framework / policy on cyber security and risks related to data privacy? (Yes / No) If available, provide a web-link of the policy.

Yes, the Company has a comprehensive Information Security Management System aligned with ISO 27001 principles and an Information Security Policy that addresses cyber security and data privacy risks. The framework covers access controls, data classification, incident-response procedures, periodic vulnerability assessments, and employee awareness programs. The policies are available internally to all employees and key stakeholders.

6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services.

The Company has been compliant with all product safety requirements; therefore no product recalls were required in FY 2025-26. There have been no instances of penalties or action taken by regulatory authorities on the safety of products or services during the reporting period. No issues relating to advertising, delivery of essential services, cyber security or data privacy were reported during the year.

7. Provide the following information relating to data breaches:

	FY 2025-26
a. Number of instances of data breaches	0
b. Percentage of data breaches involving personally identifiable information of customers	0%
c. Impact, if any, of the data breaches	Not applicable

Leadership Indicators

1. **Channels / platforms where information on products and services of the entity can be accessed (provide web-link, if available).**
    - Company website for products and services: https://garwarefibres.com/
    - Online portal for registering customer complaints: http://172.16.60.8/ComplaintRegister/Default.aspx
    - Customer toll-free number for queries: 1800 120 5165
    - Sales enquiries email: sales@garwarefibres.com (email communication of sales enquiries from customers, redirected to the respective sales team for taking forward as deemed appropriate)
2. **Steps taken to inform and educate consumers about safe and responsible usage of products and / or services.**

    The Company responds to product-specific parameters based on requests received from customers. For several of its products, the Company provides a 'user manual' which comprises information about product dos and don'ts, responsible use, and safe disposal practices. Additionally, technical data sheets, product labels, and on-site training (where applicable) are used to inform customers about the safe and responsible use of the Company's products.
3. **Mechanisms in place to inform consumers of any risk of disruption / discontinuation of essential services.**

    The Company is not directly involved in providing essential services. However, the Company ensures that its customers face minimum disruption in their operations and service delivery. The Company has appropriate mechanisms in place and regularly communicates with customers to ensure seamless functioning of their operations.
4. **Does the entity display product information on the product over and above what is mandated as per local laws? (Yes / No / Not Applicable). If yes, provide details in brief. Did your entity carry out any survey with regard to consumer satisfaction relating to the major products / services of the entity, significant locations of operation of the entity or the entity as a whole?**

    Yes, the Company provides product information as mandated by applicable laws, supplemented by additional information on safe handling, application use cases, and disposal where relevant. The Company also conducts customer satisfaction surveys to gauge customer experience with its products and services. Feedback received through these surveys is reviewed by the sales and quality teams and is used to drive continuous improvement initiatives across product development, packaging, and service delivery.

Management Discussion and Analysis

Overview of Company

Established in 1976, Garware Technical Fibres Limited (GTFL) is a leading manufacturer of technical textiles, with manufacturing facilities in Wai and Pune, Maharashtra, and a presence in over 75 countries worldwide. The Company delivers value-added solutions across sectors including domestic fisheries, international aquaculture, shipping, geosynthetics, and sports surfaces.

GTFL's continued investment in research and application engineering, backed by a dedicated R&D team and a broad portfolio of SKUs, has supported its ability to address evolving needs across a diverse customer base.

Business Environment in FY 2025-26

FY26 was marked by a challenging operating environment, shaped by geopolitical developments, global shipping disruptions, raw material price volatility, and evolving US tariff policies. The global salmon aquaculture industry also experienced a temporary slowdown due to one-off environmental factors, leading European customers to defer capital expenditure plans.

While the impact of the challenging conditions was recorded during the second quarter, demand recovered progressively during the second half of the year, and our operating performance improved accordingly. Overall, revenue and profitability recorded only a modest decline compared with the previous year, and we retained our strong presence across all key markets. Aquaculture continues to be our largest business segment.

The international fisheries and value-added ropes businesses also delivered strong results, including continued momentum in Chile and new customer breakthroughs earlier in the year.

The geosynthetics business was a consistent source of strength through the year, sustaining strong growth in profitability and return on capital employed, and remains well positioned for further growth in FY27.

From March 2026, the escalation of conflict in the Middle East introduced a new source of disruption, driving an unprecedented increase in raw material prices and a sharp rise in goods in transit as shipments were affected. The Company continued to pass on higher input costs to customers, albeit with a time lag, while building inventory to safeguard continuity of supply.

Against this backdrop, the Indian economy maintained its position as the fastest-growing major economy, supported by resilient private consumption, sustained public capital expenditure, and inflation that eased to historic lows over the course of the year. Globally, growth conditions became more challenging as the conflict in the Middle East escalated, adding pressure on energy prices and financial conditions.

Despite this more demanding environment, the Company's diversified portfolio and disciplined execution supported continued resilience through the year.

Opportunities and Threats

The geosynthetics business continues to be a major pillar of growth, delivering sustained profitability and strong returns on capital employed, and remains well positioned for continued growth in FY26-27. Sustained government investment in infrastructure, including roads, railways, coastal protection, riverbank stabilization, continues to support demand for the Company's geosynthetic solutions used in soil reinforcement, drainage, and erosion control.

Deepening customer engagement and international expansion remain strategic priorities, as reflected in the Company's continued participation in international platforms such as HavExpo, its expanding presence in the UK aquaculture market, and ongoing engagement with global aquaculture majors. The continued shift within the aquaculture industry towards diversification beyond salmon presents further opportunities for customised, species-specific solutions aligned with sustainability and productivity objectives.

The escalation of conflict in the Middle East from March 2026 resulted in a sharp, and unprecedented increase in raw material costs and disruption to goods in transit, the impact of which remains uncertain as the Company enters FY27. The Company continues to monitoring the situation closely and take proactive measures, including a calibrated build-up inventory and the considered pass-through of costs, to minimise disruption.

Rising consolidation within the aquaculture industry and increasing domestic competition continue to reshape the competitive landscape. In response, the Company's strategy remains focused on innovation, new product development, and value addition to the customers.

Outlook and Way Forward for FY 2026-27

Entering FY27, the geosynthetics business is expected to sustain its growth momentum in profitability and capital efficiency, supported by continued government investment in infrastructure. Order flows in the salmon aquaculture segment and the U.S. market, having normalised through the second half of FY25-26, are expected to continue on this steadier footing.

The Company continues to closely monitor the evolving impact of the Middle East conflict on raw material costs and logistics, and is taking all necessary proactive steps. Supported by its diversified portfolio, strong financial position and disciplined execution, the Company remains well-positioned to pursue long-term growth.

Company's Consolidated Financial Performance in FY 2025-26

The Company registered total consolidated revenue of ₹ 1528.79 crores for the year ended 31st March, 2026, a decrease of 0.74% over the previous year's consolidated revenue of ₹ 1540.11 crores. Consolidated operating EBITDA is ₹ 269.7 crores against ₹ 318.8 crores of the previous year.

Key Consolidated Financial Indicators

- Earnings Before Interest, Taxes, Depreciation and Amortisation (EBITDA): 20.8%
- Net Profit Margin: 13.0%
- Earnings per share: ₹ 20.01 (previous year ₹ 23.32)
- Interest Coverage: 20.87
- *Current ratio of the Company: 2.74
- **Debt-equity ratio: 0.03 (previous year 0.05)
- ***Return on average net worth: 15.3% (previous year 18.7%)
- ****Return on Invested Capital: Pre-tax (RoIC) 37.3% (previous year 58%)

Risks and Concerns

In the near term, the global business environment is expected to remain challenging, shaped by geopolitical tensions, volatile commodity and energy prices, and evolving trade dynamics. The resurgence of trade tariffs and protectionist policies in key markets threatens to disrupt global supply chains and increase operational costs. These pressures are compounded by logistical bottlenecks, regulatory uncertainty, and the impacts of climate change. Navigating this environment will demand heightened agility, strong risk mitigation frameworks, and a sustained focus on operational resilience.

Internal Control Systems

GTFL continues to operate within a robust internal control framework designed to support operational effectiveness, compliance obligations, and financial reporting accuracy. These controls are aligned with GTFL's strategic growth plans and are reviewed periodically to ensure they remain effective, relevant, and responsive to evolving business needs.

The Company utilizes a global-standard SAP ERP system to manage its day-to-day operations, enabling seamless integration with financial records. Ongoing investments in IT infrastructure have enhanced process automation and strengthened embedded controls across key functions. Additionally, GTFL has implemented a dedicated tool to monitor critical regulatory requirements. The Company remains proactive in aligning with changing policy landscapes, reinforcing its commitment to sound governance and risk management.

Human Resources Management

At GTFL, people are central to our purpose and performance. They remain our most valuable asset and the foundation of our continued success. The Company remains deeply committed to the health, well-being, and holistic development of employees and their families. Grounded in the belief that every individual has untapped potential, GTFL invests significantly in capability-building initiatives that enhance current performance while equipping talent for future leadership.

Our organisational culture is built on trust, transparency, and empowerment. Open communication channels encourage employees to share ideas, voice concerns, and actively participate in collaborative problem-solving.

Human resource practices are thoughtfully crafted to foster a high-performance environment that nurtures innovation and recognises excellence.

GTFL's sustained focus on building a people-first, values-driven culture was once again recognised in the 2025 Great Place to Work® Survey, where the Company achieved an exceptional trust index score. Reinforcing this achievement, GTFL has consistently maintained a Trust Index above 90 over many years in the 'Building a Culture of Innovation by All Large' category and among 'India's Best Workplaces in Textile and Textile Products'. These accolades reflect the strong alignment between leadership and employees in cultivating a workplace where talent thrives and innovation is a shared pursuit.

Cautionary Statement:

Statements in this Management Discussion and Analysis describing the Company's objectives, projections, estimates, and expectations may constitute 'forward-looking statements' within the meaning of applicable laws and regulations. Actual results may differ materially from those expressed or implied.

***Mainly due to an increase in current investment and a decrease in current borrowing.*

***The change is primarily driven by a reduction in outstanding borrowing as compared to the previous year.*

****Primarily attributable to a decline in profit as compared to the previous year.*

*****RoIC=EBITDA excluding other income and exceptional / (Capital Employed less Treasury Surplus Investment and Cash & Bank balances).*

INDEPENDENT AUDITOR'S REPORT

To,
The Members,
GARWARE TECHNICAL FIBRES LIMITED

1. Opinion

We have audited the accompanying Standalone Financial Statements of **GARWARE TECHNICAL FIBRES LIMITED** (hereinafter referred to as "the Company"), which comprise the Standalone Balance Sheet as at March 31, 2026, the Standalone Statement of Profit and Loss (including Other Comprehensive Income), Standalone Statement of Changes in Equity and Standalone Statement of Cash Flows for the year then ended, and notes to Standalone Financial Statements, including a summary of the material accounting policies and other explanatory information (hereinafter referred to as "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 accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and profit and other comprehensive income, its changes in equity and its cash flows for the year ended on that date.

2. Basis for Opinion

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

3. Key Audit Matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Standalone Financial Statements of the current period. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matter described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
Assessment of carrying value of equity investments in Subsidiaries & Associates and fair value of other investments The Company has equity investments in subsidiaries, associates and other companies. The Company accounts for equity investments in subsidiaries at cost (subject to impairment assessment) and other investments at fair value. The Company has Investment in Subsidiaries carried at cost amounting to ₹ 16,598.27 lakh, out of which significant investment has been made during the year through step-down subsidiaries, the said investment has been assessed under Ind-AS 103 for assessment of Goodwill on acquisition. For investments carried at fair value, a fair valuation is done at the year-end as required by Ind AS 109. The accounting for investments is a Key Audit Matter as the determination of recoverable value for impairment assessment or fair valuation involves significant management judgement and estimates such as future expected level of operations and related forecast of cash flows, market situations, discount rates, terminal growth rate etc.	**Our procedures included, but were not limited to the following:** • Obtained an understanding from the management, assessed and tested the design and operating effectiveness of the Company's key controls over the impairment assessment and fair valuation of investments. • on a sample basis, tested the key controls on existence and valuation of investments; • traced the existence of investments held by the Company from the confirmation provided by the depository with the holding as per the books of account as at 31 March 2026 • Checked the mathematical accuracy of the valuation of Investments. • Evaluated the adequacy of the disclosures made in the Standalone Financial Statements • Based on the above procedures performed, we did not identify any significant exceptions in the management's assessment in relation to the carrying value of equity investments in subsidiary and fair value of other investments.

Key Audit Matter	How our audit addressed the key audit matter
Revenue Recognition For the year ended March 31, 2026 the Company has recognised revenue from contracts with customers amounting to Rs. 1,41,898.37 lakhs. Revenue from contracts with customers is recognised when control of the goods or services is transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled to in exchange for those goods or services. The Company has generally concluded that as principal, it typically controls the goods or services before transferring them to the customer. The variety of terms that define when controls are transferred to the customer, as well as the high value of the transactions, give rise to the risk that revenue is not recognised in the correct period, generally in cases of Contractual work it gets deferred. Revenue is measured net of returns and allowances, cash discounts, trade discounts and volume rebates (collectively 'discount & rebates'). There is a risk that these discounts and rebates are incorrectly recorded as it also requires a certain degree of estimation, resulting in understatement of the associated expenses and accrual. Revenue is also an important element of how the Company measures its performance. The Company focuses on revenue as a key performance measure, which could create an incentive for revenue to be recognised before the risk and rewards have been transferred. Accordingly, due to the significant risks associated with revenue recognition in accordance with terms of Ind AS 115 "Revenue from contracts with customers", it was determined to be a key audit matter in our audit of the standalone Ind AS financial statements.	**Our procedures included, but were not limited to the following:** • Obtained and Assessed the Company's revenue recognition policy prepared as per Ind AS 115 'Revenue from contracts with customers'. • Assessed the design and tested the operating effectiveness of internal controls related to revenue recognition, discounts and rebates. • Performed sample tests of individual sales transaction and traced sales invoices, sales orders and other related documents. Further, in respect of the samples checked that the revenue has been recognized as per the shipping terms, contract period in case of long-term contracts. • Obtained confirmations from customers on sample basis to support existence/assertion of trade receivables and assessed the relevant disclosures made in the financial statements; to ensure revenue from contracts with customers are in accordance with the requirements of relevant accounting standards. Based on the above procedures performed, we did not identify any significant exceptions in the management's assessment in relation to the revenue recognition in accordance with terms of Ind AS 115 "Revenue from Contracts with Customers".

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

The Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report, but does not include the Financial Statements and our auditors' 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 in the 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.

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

The Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these Standalone Financial Statements that give a true and fair view of the state of affairs, profit/loss and other comprehensive income, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS) specified under Section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively 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 and Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease 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.

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

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

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

- Identify and assess the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to 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 in the Standalone Financial Statements made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management's and Board of Directors' 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 auditors' 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.

7. Report on Other Legal and Regulatory Requirements

I. As required by Section 143(3) of the Act, we report that:

a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;

c. The Standalone Balance Sheet, the Standalone Statement of Profit and Loss (including other comprehensive income), the Standalone Statement of Changes in Equity and the Standalone Statement of Cash Flows 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 Accounting Standards (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".

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

(i) The Company has disclosed the impact of pending litigations on its financial position- Refer Note No. 38 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 during the year ended March 31, 2026.

(iv) (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

(b) 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;

(c) 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) With respect to dividends

a. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.

b. The interim dividend declared and paid by the Company during the year is in accordance with Section 123 of the Act.

c. The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with Section 123 of the Act, as applicable.

(vi) Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements 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.

III. 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 director during the year is in accordance with the provisions of Section 197 of the Act.

For **Mehta Chokshi & Shah LLP**
Chartered Accountants
FRN: 106201W/W100598

Rakesh Agarwal
(Partner)
M.No: 170685
UDIN: 26170685KABKOP8276

Place: Pune
Date: 20th May, 2026

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF GARWARE TECHNICAL FIBRES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2026

Report on the internal financial controls with reference to the aforesaid Standalone Financial Statements under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013.

Opinion

We have audited the internal financial controls with reference to Standalone Financial Statements of Garware Technical Fibres Limited (hereinafter referred to as "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.

In our opinion, the Company has, in all material respects, adequate internal financial controls with reference to Standalone Financial Statements and such internal financial controls were operating effectively as at March 31, 2026, based on the internal financial controls with reference to Standalone Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note").

Management's Responsibility for Internal Financial Controls

The Company's management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal financial controls with reference to Standalone Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. 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 (hereinafter referred to as "the Act").

Auditors' 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 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 were established and maintained and whether 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 such internal financial controls, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over Financial Reporting

A Company's internal financial controls with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to Standalone Financial Statements include those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting with Reference to Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to Standalone Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected.

Also, projections of any evaluation of the internal financial controls with reference to Standalone Financial Statements to future periods are subject to the risk that the internal financial controls 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.

For **Mehta Chokshi & Shah LLP**
Chartered Accountants
FRN: 106201W/W100598

Rakesh Agarwal
(Partner)
M.No: 170685
UDIN: 26170685KABKOP8276

Place: Pune
Date: 20th May, 2026

ANNEXURE "B" TO THE INDEPENDENT AUDITORS' REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF GARWARE TECHNICAL FIBRES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2026

To the best of our information and according to the explanations provided to us by the Company and the books of 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 has maintained proper records showing full particulars, including quantitative details and situation of property, plant and equipment.

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

(b) The Company has a regular programme of physical verification of its property plant and equipment by which all material items of property plant and equipment are periodically verified by the management according to phased programme. In our opinion, the periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. No material discrepancies were noticed on such verification.

(c) The title deeds of immovable properties are held in the name of the Company.

(d) During the year, the Company has not made any revaluation of its property plant and equipment or its intangible assets. Accordingly, paragraph 3(i)(d) of the Order is not applicable.

(e) No proceedings have been initiated during the year or are pending against the Company as at 31st March, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

(ii) (a) The management has conducted physical verification of inventory at reasonable intervals during the year. No material discrepancies were noticed on the aforesaid verification.

(b) The Company has been sanctioned working capital limits in excess of ₹ 5 crores during the year, from banks on the basis of security of current assets. The quarterly statements filed by the Company with the banks are in agreement with the books of account of the Company.

(iii) The Company has not provided security or granted any advances in the nature of loans during the year. The Company has provided unsecured loan to subsidiaries during the year, in respect of which:

(a) Aggregate amount provided during the year – ₹ 786.00 Lakh

Balance Outstanding as at balance sheet date – ₹ 826.00 Lakh

(b) The above-mentioned loan provided during the year is, in our opinion, prima facie, not prejudicial to the Company's interest.

(c) In respect of loan 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 regular as per stipulation.

(d) According to information and explanations given to us and based on the audit procedures performed, in respect of loan provided 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 overdue of existing loans given to the same parties.

(f) According to information and explanations given to us and based on the audit procedures performed, the Company has not granted any loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause (iii)(f) is not applicable.

(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 deposits as per the directives issued by the Reserve Bank of India and the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Accordingly, paragraph 3 (v) of the Order is not applicable to the Company.

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

(vii) In respect of statutory dues:

(a) The Company has been regular in depositing undisputed statutory dues, including Provident Fund(except for some employees' non submission of Aadhar Card on account of which UAN is not generated, due to which their contribution cannot be deposited), Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues applicable to it with the appropriate authorities.

Except for the dues stated in table below, there were no undisputed amounts payable in respect of Provident Fund, Employees' State Insurance, Income Tax, Goods and Service Tax, Customs Duty, Cess and other material statutory dues in arrears as at 31st March, 2026 for a period of more than six months from the date they became payable.

Name of the Statute	Nature of Dues	Period to which the Amount relates	Amount (₹ in lakhs)
The Provident Funds Act	Provident Fund	April 1, 2025 to March 31, 2026	16.71

(b) According to the information and explanation given to us, there are no dues outstanding with respect to income tax, goods and service tax which have not been deposited with the appropriate authorities on account of any dispute.

(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 the repayment of dues to banks. The Company does not have any outstanding dues to financial institutions, debenture holders and Government.

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

(e) On an overall examination of the 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 on security of assets of its subsidiaries / associates / joint ventures.

(x) (a) The Company has not raised any moneys by way of initial public offer or further public offer (including debt instruments) and has not obtained any term loans during the year. Accordingly, paragraph 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 paragraph 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 upto the date of this report.

(c) No whistle-blower complaints received during the year by the Company.

(xii) The Company is not a Nidhi Company and hence reporting under paragraph 3(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) (a) In our opinion the Company has an adequate internal audit system commensurate with the size and the nature of its business.

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

(xv) In our opinion, during the year the Company has not entered into non-cash transactions with Directors or persons connected with the Directors. Accordingly, paragraph 3(xv) of the Order is 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, paragraph 3 (xvi) (a) and (b) of the Order are not applicable.

(b) In our opinion, the Company is not a Core Investment Company (CIC) (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and the group does not have any CIC as part of the Group. Accordingly, reporting under paragraph 3(xvi)(c) and (d) of the Order are 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 no resignation of the statutory auditors of the Company during the year.

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

(xx) (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the said Act. Accordingly, reporting under paragraph 3(xx)(a) of the Order is not applicable for the year.

(b) In respect of ongoing projects, the Company has transferred unspent Corporate Social Responsibility (CSR) amount as at the end of the previous financial year, to a Special account within a period of 30 days from the end of the said financial year in compliance with the provision of Section 135(6) of the Act.

For **Mehta Chokshi & Shah LLP**
Chartered Accountants
FRN: 106201W/W100598

Rakesh Agarwal
(Partner)
M.No: 170685
UDIN: 26170685KABKOP8276

Place: Pune
Date: 20th May, 2026

STANDALONE BALANCE SHEET AS AT 31st MARCH, 2026

(₹ in lakhs)

	Note No.	As at 31st March, 2026	As at 31st March, 2025
A ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	3	**29,609.57**	26,995.24
(b) Right of Use of Assets	4	**204.93**	300.56
(c) Intangible Assets	5	**345.84**	333.97
(d) Financial Assets			
(i) Investments in Subsidiaries and Associates	6	**16,598.27**	5,280.74
(ii) Other Investments	7	**21,021.10**	58,908.59
(iii) Trade Receivables	8	**2,141.96**	732.14
(iv) Loans	9	**1,302.93**	691.78
(v) Other Financial Assets	10	**547.10**	464.89
(e) Other non-current Assets	11	**2,004.55**	2,116.00
Total Non-Current Assets		**73,776.25**	95,823.91
(2) Current Assets			
(a) Inventories	12	**30,514.54**	24,388.00
(b) Financial Assets			
(i) Investments	13	**28,066.74**	10,943.85
(ii) Trade Receivables	8	**32,520.17**	30,009.05
(iii) Cash and Cash Equivalents	14	**3,184.72**	106.79
(iv) Bank Balances other than (iii) above	15	**504.32**	726.88
(v) Loans	9	**159.17**	42.49
(vi) Other Financial Assets	10	**323.19**	1,660.90
(c) Current Tax Assets	16	**504.50**	87.97
(d) Other Current Assets	11	**8,337.23**	8,014.17
Total Current Assets		**104,114.58**	75,980.10
TOTAL - ASSETS		**177,890.83**	171,804.01
B EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity Share Capital	17	**9,926.58**	9,926.58
(b) Other Equity	18	**122,798.71**	112,094.80
Total Equity		**132,725.29**	122,021.38
(2) LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Trade Payables	19	**327.14**	246.46
(ii) Other Non-Current Financial Liabilities	20	**1,075.38**	657.45
(iii) Lease Liability	21	**133.73**	241.08
(b) Provisions	22	**929.97**	1,237.79
(c) Deferred Tax Liabilities (net)	23	**4,099.97**	3,994.94
Total Non-current liabilities		**6,566.19**	6,377.72
(3) Current Liabilities			
(a) Financial Liabilities			
(i) Borrowings	24	**1,913.22**	6,141.86
(ii) Lease Liabilities	21	**107.35**	87.74
(iii) Trade Payables	19		
Dues to Micro Enterprises and Small Enterprises		**584.99**	212.52
Dues to Other than Micro Enterprises and Small Enterprises		**24,021.67**	25,006.99
(iv) Other Current Financial Liabilities	20	**3,926.49**	3,692.83
(b) Other Current Liabilities	25	**6,455.83**	7,552.92
(c) Provisions	22	**1,589.80**	710.05
Total Current Liabilities		**38,599.35**	43,404.91
TOTAL - EQUITY AND LIABILITIES		**177,890.83**	171,804.01

The accompanying notes are an integral part of Standalone Financial Statements

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
20th May, 2026

V. R. GARWARE
Chairman & Managing Director
DIN: 00092201

ASHISH GOEL
Director
DIN: 00147449

KIRTI DHARMESH MANGWANI
Director
DIN: 07235467

M. V. GARWARE
Director
DIN: 06948274

A. S. WAGLE
Director
DIN: 03403801

S. S. RAJPATHAK
Director
DIN: 00040387

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

		Note No.	For the year ended 31st March, 2026	For the year ended 31st March, 2025
1	**INCOME**			
	Revenue from Operations	26	**141,898.37**	148,868.01
	Other Income	27	**4,523.88**	3,677.89
	Total Income		**146,422.25**	152,545.90
2	**EXPENSES**			
	Cost of Materials Consumed	28	**33,564.78**	38,091.19
	Purchases of stock-in-trade		**8,817.18**	5,501.41
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	29	**(1,512.44)**	(1,144.85)
	Employee Benefits Expenses	30	**20,897.69**	20,846.74
	Finance Cost	31	**1,078.93**	1,886.23
	Depreciation and Amortisation Expenses		**3,143.82**	2,818.37
	Other expenses	32		
	i) Processing and Testing Charges		**13,814.10**	13,731.86
	ii) Others		**37,236.88**	42,252.22
	Total Expenses		**117,040.94**	123,983.17
	Profit Before Tax and exceptional items		**29,381.31**	28,562.73
	Exceptional items	52	**(1,390.00)**	–
	Profit Before Tax		**27,991.31**	28,562.73
	Tax Expenses	33		
	1. Current Tax		**6,883.41**	6,884.02
	2. Deferred Tax		**(33.39)**	271.22
	3. Tax relating to earlier years		**14.76**	–
	Total tax expenses		**6,864.78**	7,155.24
	Profit for the year		**21,126.53**	21,407.49
	Other Comprehensive Income			
	Items that will not be reclassified to profit or loss			
	Fair value of Investment in Equity Instruments		**(787.58)**	3,219.18
	Remeasurement of Defined Benefit Obligation		**(65.95)**	(112.23)
	Income tax related to items that will not be reclassified to profit or loss		**(138.83)**	(265.73)
	Total Other Comprehensive income for the year		**(992.36)**	2,841.22
	Total Comprehensive Income for the year		**20,134.17**	24,248.71
	Earnings per equity share (Nominal value per share Rs. 10 each)			
	Basic and Diluted (in ₹)	37	**21.28**	21.56

The accompanying notes are an integral part of Standalone Financial Statements

As per our Report of even date

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

On behalf of the Board of Directors

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
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Director
DIN: 00040387

STANDALONE STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2026

Other Equity
For the year ended 31st March, 2026

(₹ in lakhs)

Particulars	Equity Share Capital	Reserves and Surplus					Item of OCI	Other Equity
		Capital Reserve	Capital Redemption Reserve	Share Premium	General Reserve	Retained earnings	Equity instruments through other comprehensive income	
Balance as at 1st April, 2024	**2037.82**	**119.40**	**238.37**	**102.74**	**20,908.50**	**97,356.27**	**2,392.94**	**121,118.22**
Profit for the year	–	–	–	–	–	21,407.49	–	21,407.49
Remeasurement (Loss) / Gain on defined benefit plan	–	–	–	–	–	(112.23)	–	(112.23)
Fair value of equity instruments	–	–	–	–	–	–	2,953.45	2,953.45
Total Comprehensive income for the year	**–**	**–**	**–**	**–**	**–**	**21,295.26**	**2,953.45**	**24,248.71**
Buyback of Shares (including tax on buyback and Transaction Charges) (Refer Note 17)	(52.50)	–	52.50	–	–	(24,727.03)	–	(24,674.53)
Bonus Shares Issue (Refer Note 17)	7,941.26	–	–	–	(8,002.00)	–	–	(8,002.00)
Dividend paid	–	–	–	–	–	(595.60)	–	(595.60)
Balance as at 31st March, 2025	**9,926.58**	**119.40**	**290.87**	**102.74**	**12,906.50**	**93,328.90**	**5,346.39**	**112,094.80**
Profit for the year	–	–	–	–	–	21,126.53	–	21,126.53
Remeasurement (Loss) / Gain on defined benefit plan	–	–	–	–	–	(65.95)	–	(65.95)
Transfer to General Reserve	–	–	–	–	15,000.00	(15,000.00)	–	–
Transfer within other equity	–	–	–	–	–	719.78	(719.78)	–
Fair value of equity instruments	–	–	–	–	–	–	(926.41)	(926.41)
Total Comprehensive income for the year	**–**	**–**	**–**	**–**	**15,000.00**	**6,780.36**	**(1,646.19)**	**20,134.17**
Dividends paid	–	–	–	–	–	(9,430.26)	–	(9,430.26)
Balance as at 31st March, 2026	**9,926.58**	**119.40**	**290.87**	**102.74**	**27,906.50**	**90,679.00**	**3,700.20**	**122,798.71**

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

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DIN: 00040387

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	For the year ended 31st March, 2026	For the year ended 31st March, 2025
I. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	**27,991.31**	28,562.73
Adjustments for:		
Unrealised foreign exchange differences	**(1,174.71)**	12.77
Dividend income	**(15.81)**	(13.17)
Interest income	**(3,509.98)**	(3,664.72)
Finance cost	**1,078.93**	1,886.23
Depreciation and Amortisation Expenses	**3,143.82**	2,818.37
(Profit)/ loss on sale of property, plant and equipment	**22.97**	17.84
Bad debts	**209.87**	11.10
Provision for doubtful debts	**(223.39)**	(1.08)
Operating profit before working capital changes	**27,523.01**	29,630.07
Working capital adjustments:		
(Increase)/ decrease in trade & other receivable and other assets	**(1,693.42)**	(6,282.54)
(Increase)/ decrease in inventories	**(6,126.54)**	(854.91)
Increase/ (decrease) in trade and other payables	**(622.02)**	2,397.58
Cash generated from operations	**19,081.03**	24,890.20
Direct taxed paid (net of refunds)	**(7,314.70)**	(6,756.05)
Net cash from operating activities	**11,766.33**	18,134.15
II. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment and intangible assets (including capital advances paid)	**(5,604.00)**	(4,343.26)
Proceeds from sale of property, plant and equipment	**91.53**	4.44
Investments in subsidiaries	**(11,317.53)**	–
Proceeds from sale/ redemption of other investments	**28,257.33**	17,974.79
Purchase of other investments	**(5,000.00)**	(12,544.03)
Loans given to subsidiaries	**(793.00)**	(25.00)
Repayment received for loans given to subsidiaries	**7.00**	40.00
Interest received	**223.41**	67.47
Dividend received	**15.81**	13.17
Changes in earmarked balances	**(52.29)**	(44.23)
Maturity of bank deposits	**307.48**	344.31
Investments in bank deposits	**(47.17)**	(307.48)
Net cash from investing activities	**6,088.57**	1,180.18
III. CASH FLOW FROM FINANCING ACTIVITIES		
Dividend paid	**(9,381.66)**	(607.19)
Interest and financial charges paid	**(1,061.04)**	(1,863.15)
Payment of lease liability	**(105.63)**	(105.08)
Proceeds from/ (repayment of) short term borrowings	**(4,228.64)**	(5,713.66)
Buyback of shares (incl. buyback tax)	**-**	(24,506.19)
Expenses for buyback & bonus of equity shares	**-**	(281.59)
Net cash used in financing activities	**(14,776.97)**	(33,076.86)
Net increase/ (decrease) in cash & cash equivalents (I+II+III)	**3,077.93**	(13,762.53)
Cash & cash equivalents at the beginning of the year	**106.79**	13,869.32
Cash & cash equivalents at the end of the year	**3,184.72**	106.79

Notes:

1 Direct Taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH, 2026

2 For the purpose of Standalone Statement of Cash Flow, Cash and Cash Equivalents comprises the following: (₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Cash on hand	**24.33**	25.63
Balances with banks in current accounts	**3,160.39**	22.65
Fixed deposit having original maturity of less than 3 months	–	58.51
Total	**3,184.72**	106.79

3 Reconciliation of cash flow in liabilities arising from financing activities:

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Opening liability (Borrowings)	**6,141.86**	11,855.52
Changes from financing cash flows	**(4,228.64)**	(5,713.66)
Closing liability (Borrowings)	**1,913.22**	6,141.86

The accompanying notes are an integral part of Standalone Financial Statements

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
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Director
DIN: 00040387

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

1 **COMPANY INFORMATION**

Garware Technical Fibres Limited (the "Company") is incorporated under the Provision of Companies Act, 1956 (As amended by Companies Act 2013) and domiciled in India. Company is listed with BSE & NSE. The Company has its Registered Office and principal place of business at Plot No. 11, Block D-1, MIDC, Pune - 411019, Maharashtra. The Company is engaged in manufacturing and selling various products such as Ropes, Twine, Yarn, Fishnet, Other Nets and Technical Textiles. The Company is providing solution to the infrastructure industries which include coastal protection, land filling etc. The Company caters to both domestic and international markets.

The Company's financial statements were authorised for issue in accordance with a resolution of the Board of Directors on May 20, 2026 in accordance with the provisions of the Companies Act, 2013 and are subject to the approval of the shareholders at the Annual General Meeting.

The Company's financial statements are reported in Indian Rupees, which is also the Company's functional currency.

2 **Material Accounting Policies Accounting Judgements, Estimates and Assumptions and Recent accounting Pronouncements:**

(A) Material Accounting Policies:

2.1 Statement of compliance and basis of preparation of Financial Statements:

The Financial Statements of the company have been prepared in accordance with the relevant provisions of the Companies Act, 2013, the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with the Companies (Indian Accounting Standards) Amendment Rules and the Guidance Notes and other authoritative pronouncements issued by the Institute of Chartered Accountants of India (ICAI).

The Financial Statements have been prepared on a historical cost basis, except for certain financial assets and financial liabilities and defined benefit plans measured at fair value (refer accounting policy no. 2.10 and 2.11 regarding financial instruments and employee benefits respectively). 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.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

2.2 Current and Non-Current Classification of Assets and Liabilities and Operating Cycle:

An asset is considered as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle
- Held primarily for the purpose of trading
- Expected to be realised within twelve months after the reporting period or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is considered as current when:

- It is expected to be settled in normal operating cycle
- It is held primarily for the purpose of trading
- It is due to be settled within twelve months after the reporting period or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The Operating Cycle is the time between the acquisition of assets for business purposes and their realisation into cash and cash equivalents. The Company has considered an operating cycle of 12 months.

2.3 Property, Plant and Equipment:

Property, Plant and Equipment are recorded at their cost of acquisition, net of refundable taxes or levies, less accumulated depreciation and impairment losses, if any. The cost thereof comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost for bringing the asset to its working condition for its intended use.

Subsequent Expenditure

- Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the cost incurred will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced.
- Major inspection / repairs / overhauling expenses are recognised in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied.

*An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit or Loss when the asset is derecognised.

For transition to Ind AS, the Company has elected to continue with the carrying value of all its property, plant and equipment recognised as on 1st April, 2016 (date of transition) measured as per previous GAAP as its deemed cost on the date of transition.

2.4 Depreciation:

Depreciation on Property, Plant and Equipment is provided on different class of assets on the following basis:

Type of Asset	Method	Useful Life
Freehold Buildings	Written Down Value	60 years
Factory Buildings	Written Down Value	30 years
Plant and Machinery	Straight-Line	25 years
Electrical Installations	Straight-Line	10 years
Furniture & Fixtures	Straight-Line	10 years
Office Equipments	Straight-Line	3 / 5 years
Vehicles	Straight-Line	8 years
Helicopter	Straight-Line	20 years

Depreciation on additions to Property, Plant and Equipment is provided on pro-rata basis from the date of acquisition or installation, and in case of new project from the date of commencement of commercial production.

Depreciation on Assets sold, discarded, demolished or scrapped, is provided upto the date on which the said Asset is sold, discarded, demolished or scrapped.

Cost of Leasehold Land and Improvement is written off over the period of Lease.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.5 Capital Work in Progress and Capital Advances:

Expenses incurred for acquisition of capital assets outstanding at each balance sheet date are disclosed under capital work-in-progress. Advances given towards the acquisition of fixed assets are shown separately as capital advances under the head Other Non-Current Assets. Depreciation is not recorded on capital work-in-progress until construction and installation are complete and the asset is ready for its intended use.

2.6 Intangible Assets and Amortisation thereof:

2.6.1 Internally generated Intangible Assets (Research and Development):

I) Research costs are expensed as incurred. Expenditure incurred on development of an individual project is recognized as an intangible asset when the Company can demonstrate all of the following:

a) The technical feasibility of completing the intangible asset so that it will be available for use or sale.

b) Its intention to complete the asset and use it.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

c) Its ability to use or sell the asset.

d) How the asset will generate future economic benefits.

e) The availability of adequate resources to complete the development and to use or sell the asset.

f) The ability to measure reliably the expenditure attributable to the intangible asset during development.

2.6.2 Other Intangible Assets:

An intangible asset is recognised if

a) it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity; and

b) the cost of the asset can be measured reliably.

An item of Intangible Asset is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit or Loss when the asset is derecognised.

The residual values, useful lives and methods of amortisation of Intangible Assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.6.3 Amortisation of intangible Assets:

Amortization of the asset begins on a straight line basis over the period of expected future benefit from the related project, i.e., the estimated useful life of ten years. Amortization is recognized in the Statement of Profit and Loss. During the period of development, the asset is tested for impairment annually.

The residual values, useful lives and methods of amortisation of Intangible Assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

For transition to Ind AS, the Company has elected to continue with the carrying value of all its Intangible Assets recognised as on 1st April, 2016 (date of transition) measured as per previous GAAP as its deemed cost on the date of transition.

Intangible Assets with finite useful lives are amortised on a straight line basis over the following period:

Type of asset	Useful Life
Technical Know How	10 Years
Product Development	10 Years
Computer Software	10 Years
Patent	5 Years

2.7 Impairment of Property Plant & Equipment and Intangible Assets

Carrying amount of tangible and intangible assets are reviewed at each Balance Sheet date. These are treated as impaired when the carrying cost thereof exceeds its recoverable value. Recoverable value is higher of the asset's net selling price or value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount receivable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal. An impairment loss is charged for when an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

2.8 Inventories:

Inventories are stated at lower of cost or net realisable value. The costs of various categories of inventories are arrived at as follows:

a) Stores, spares, fuel & packing materials and raw materials - at costs determined on moving weighted average method.

b) Cost of finished goods and work-in-progress includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads, excise duty as applicable and other costs incurred in bringing the inventories to their present location and condition. Fixed production overheads are allocated on the basis of normal capacity of production facilities.

Net realisable value is the estimated selling price in the ordinary course of business.

2.9 Revenue Recognition

The Company derives revenues primarily from sale of manufactured goods, traded goods and related services.

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expect to receive in exchange for those products or services.

The Company does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

1. The customer simultaneously receives and consumes the benefits provided by the Company's performance as the Company performs; or
2. The Company's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
3. The Company's performance does not create an asset with an alternative use to the Company and an entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

Revenue from sale of products and services are recognised at a time on which the performance obligation is satisfied except Revenue from Project Contracts where in revenue is recognised over the time from the financial year in which the Contract is commenced for execution. The period over which revenue is recognised is based on the Company's right to payment for performance completed. In determining whether the Company has right to payment, the Company considers whether it would have an enforceable right to demand or retain payment for performance completed to date if the contract were to be terminated before completion for reasons other than Company's failure to perform as per the terms of the contract.

Revenue in excess of invoicing are classified as contract asset while invoicing in excess of revenues are classified as contract liabilities.

Interest Income:

For all financial instruments measured at amortised cost, interest income is measured using the Effective Interest Rate (EIR), which is the rate that exactly discounts the estimated future cash flows through the contracted or expected life of the financial instrument, as appropriate, to the net carrying amount of the financial asset.

Other Operating Revenue

Export incentives and subsidies are recognised when there is reasonable assurance that the Company will comply with the conditions attached to them and the incentive will be received. Insurance claims are accounted to the extent the Company is reasonably certain of their ultimate collection

Dividend Income:

Dividend income is recognised when the Company's right to receive the payment is established, which is generally when shareholders approve the dividend.

2.10 Financial Instruments:

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

(i) Financial Assets:

Initial Recognition and Measurement:

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent Measurement:

For purposes of subsequent measurement, financial assets are classified in three categories:

- Financial assets at Amortised Cost
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)
- Investments measured at fair value through Profit & Loss (FVTPL)

Financial Assets at Amortised Cost:

A financial asset is measured at the Amortised Cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and any fees or costs that are an integral part of the EIR.

The Company intends to hold its investment in open ended target maturity funds (i.e. exchange traded funds, debt fund/ index fund, Gilt Fund) till maturity. It may be noted that these funds have a pre-determined maturity date.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

These funds follow a passive buy and hold strategy; in which the existing underlying investment are expected to be held till maturity unless sold for meeting redemptions or rebalancing requirements as stated in the scheme document. In our view, such strategy mitigates intermittent price volatility in open ended target maturity funds' underlying investments; and investors who remaininvested until maturity are expected to mitigate the market/volatility risk to a large extent. Based on this, the Company believes that the investments in market linked debentures meet the requirements of SPPI test as per the requirements of Ind AS 109.

In case of fixed maturity plans (FMP), they are measured at amortised cost, if the Company intends to hold the FMPs to maturity. Further, the Company applies amortised cost for those FMPs where the Company is able to demonstrate that the underlying instruments in the portfolio would fulfill the SPPI test and the churn in the underlying portfolio is negligible. These conditions are assessed at each Balance Sheet date. If these conditions are not fulfilled, then FMPs are valued at FVTPL.

Equity Instruments at FVTOCI:

For equity instruments not held for trading, an irrevocable choice is made on initial recognition to measure it at FVTOCI. All fair value changes on such investments, excluding dividends, are recognized in the OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale or disposal of the investment. However, on sale or disposal the company may transfer the cumulative gain or loss within equity.

Financial Assets at FVTPL

Even if an instrument meets the two requirements to be measured at amortised cost or fair value through other comprehensive income, a financial asset is measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency (sometimes referred to as “accounting mismatch”) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. All other financial assets are measured at fair value through profit or loss.

Investment in subsidiaries and associates

Investment in subsidiaries and associates are carried at cost less impairment, if any.

Derecognition:

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Company's statement of financial position) when:

i) The rights to receive cash flows from the asset have expired, or

ii) The Company has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a ''pass-through'' arrangement and either;

   a. The Company has transferred substantially all the risks and rewards of the asset, or

   b. The Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of Financial Assets:

The Company applies the expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposures:

- Financial assets at amortised cost.
- Trade Receivables

The company follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Under this approach the company does not track changes in credit risk but recognises impairment loss allowance based on lifetime ECLs at each reporting date. For this purpose the company uses a provision matrix to determine the impairment loss allowance on the portfolio of trade receivables. The said matrix is based on historically observed default rates over the expected life of the trade receivables duly adjusted for forward looking estimates.

For recognition of impairment loss on other financial assets and risk exposures, the company determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the company reverts to recognising impairment loss allowance based on 12-month ECL.

For assessing increase in credit risk and impairment loss, the company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events on a financial instrument that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the company in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. The ECL impairment loss allowance (or reversal) recognized during the period in the statement of profit and loss and the cumulative loss is reduced from the carrying amount of the asset until it meets the write off criteria, which is generally when no cash flows are expected to be realised from the asset.

ii) Financial Liabilities:

Initial Recognition and Measurement:

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

Subsequent Measurement of Loans and Borrowings:

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Derecognition:

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

(iii) Offsetting of Financial Instruments:

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise an asset and settle the liabilities simultaneously.

(iv) Equity Instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity in accordance with the substance of the contractual arrangements. These are recognised at the amount of the proceeds received, net of direct issue costs.

2.11 Employee Benefits

i) Defined Contribution Plan:

The Company's contribution paid / payable during the year to Provident Fund , ESIC, Superannuation Fund etc., are recognized as expenses in the Statement of Profit and Loss. These are approved / recognised schemes of the Company.

ii) Defined Benefit Plan:

The gratuity payable to the employees is based on the Employees' service tenure and last drawn salary at the time of leaving the service of the Company and is in accrodance with the rules of the Company. The cost of gratuity is recognised as per actuarial valuation, using the projected unit credit method. Defined benefit costs are categorized as follows:

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-measurements.

The Company presents the first two components of defined benefit costs in statement of profit and loss in the line item 'Employee Benefits Expenses'. Re measurement, comprising of actuarial gains and losses, the effect of the asset ceiling (if applicable) and the return on plan assets (excluding amounts included in net interest on net defined benefit liability), are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Re-measurements are not reclassified to statement of profit and loss in subsequent periods.

iii) Other Long Term Benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the Balance sheet date. Actuarial gains / losses, if any, are recognized in statement of profit and loss in the year in which they arise. Past service cost is recognised immediately in the Statement of Profit or Loss.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

iv) Other Short Term Benefits

The undiscounted amount of short-term employee benefit expected to be paid in exchange for the service rendered by employees is recognised during the period when the employee renders the service. These benefits include compensated absences such as paid annual leave and performance incentives and are determined using the Projected Unit Credit Method.

2.12 Borrowing Costs:

Borrowing costs comprising of interest and other costs that are incurred in connection with the borrowing of funds, that are attributable to the acquisition or construction of qualifying assets are considered as a part of cost of such assets less interest earned on the temporary investment. A qualifying asset is one that necessarily takes substantial period of time to get ready for the intended use. All other borrowing costs are charged to Statement of Profit & Loss in the year in which they are incurred.

2.13 Leases:

The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the Company assesses whether:

(i) the contact involves the use of an identified asset

(ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease and

(iii) the Company has the right to direct the use of the asset.

As a lessee, 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 at 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 earlier of the end of the useful life of the right of use asset or the end of the lease term. The estimated useful lives of right of use assets are determined on the same basis as those of property and equipment. In addition, the right of use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Company's incremental borrowing rate. For leases with reasonably similar characteristics, the Company, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole.

Lease payments included in the measurement of the lease liability comprise the fixed payments, including in-substance fixed payments and lease payments in an optional renewal period if the Company is reasonably certain to exercise an extension option;

The lease liability is measured at amortised cost using the effective interest method. 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 on a straight-line basis over the lease term. The Company applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.

2.14 Foreign Currency Transactions:

Transactions in foreign currencies are initially recorded at their respective functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Differences arising on settlement or translation of monetary items are recognised as income or expenses in the period in which they arise.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

2.15 Taxes on Income:

Current Income Taxes:

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised directly in equity is recognised in other comprehensive income / equity and not in the statement of profit and loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred Taxes:

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, when the deferred tax liability arises from an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except, when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

2.16 Provisions and Contingent Liabilities:

Provisions involving substantial degree of estimation in measurement are recognized when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

When the Company expects some or all of a provision to be reimbursed, the same is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A Contingent Liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of enterprise or a present obligation that arises from past events that may, but probably will not, require an outflow of resources.

Both provisions and contingent liabilities are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent Liabilities are not recognized but are disclosed in the notes.

2.17 Government Grants and Subsidy:

Grants and Subsidies from the government are recognized when there is a reasonable assurance that

(i) the Company will comply with the conditions attached to them, and

(ii) the grant / subsidy will be received.

Government grants of the nature of promoters' contribution are credited to capital reserve and treated as a part of the shareholders' funds.

2.18 Earnings Per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for events including a bonus issue, bonus element in right issue to existing shareholders, share split, and reverse share split (consolidation of shares).

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

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

2.19 Cash and Cash Equivalent:

Cash and cash equivalent for the purpose of Cash Flow Statement comprise cash at bank and in hand and short term highly liquid investments which are subject to insignificant risk of changes in value.

2.20 Cash Flow Statement:

The statement of cash flows have been prepared under indirect method, whereby profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Company are segregated. The Company considers all highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value to be cash equivalents."

2.21 Commitments:

Commitments are future liabilities for contractual expenditure. The commitments are classified and disclosed as follows:

(a) The estimated amount of contracts remaining to be executed on capital accounts and not provided for; and

(b) Other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of the Management.

2.22 Segment Reporting:

(A) Operating Segments:

i) Synthetic Cordage

ii) Fibre and Industrial Products and Projects

Identification of Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating decision maker.

The Management monitor the operating result of its business units separately for the purpose of making decision about resource allocation and performance assessment. For management purposes, operating segments have been identified on the basis of nature of products and other quantitative criteria specified in the Ind AS 108. The company's financing and Income Taxes are not allocated to operating segments.

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the company.

Segments Revenue and Results:

Revenue and expenses have been identified to segments on the basis of their relationship to the operating activities of the segment. Income /Costs which relate to the Company as a whole and are not allocable to segments on a reasonable basis have been included under Unallocated income / costs. Interest income and expense are not allocated to respective segments.

Segments Assets and Liabilities:

Segment Assets / Liabilities include all operating assets / liabilities used by the operating segments. Common assets and liabilities which cannot be allocated to any of the business segment are shown as unallocable assets / liabilities.

Inter Segment Transfer:

Inter segment revenues are recognised at sale price. The same is based on market price and business risks. Profit or loss on inter Segment transfer are eliminated at the Company level.

(B) Significant Accounting Judgements, Estimates and Assumptions:

The preparation of Financial Statements is in conformity with the recognition and measurement principles of Ind AS which requires the management to make judgements for estimates and assumptions that affect the amounts of assets, liabilities and the disclosure of contingent liabilities on the reporting date and the amounts of revenues and expenses during the reporting period and the disclosure of contingent liabilities. Differences between actual results and estimates are recognized in the period in which the results are known / materialize.

2.23 Estimates Assumptions and Judgements:

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

a) **Estimation of current tax expense and deferred tax:**

The calculation of the Company's tax charge necessarily involves a degree of estimation and judgement in respect of certain items whose tax treatment cannot be finally determined until resolution has been reached with the relevant tax authority or, as appropriate, through a formal legal process. The final resolution of some of these items may give rise to material profits/losses and/or cash flows. Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

b) **Recognition of deferred tax assets / liabilities:**

The recognition of deferred tax assets/ liabilities is based upon whether it is more likely than not that sufficient and suitable taxable profits will be available in the future against which the reversal of temporary differences can be deducted. To determine the future taxable profits, reference is made to the latest available profit forecasts.

c) **Estimation of Provisions & Contingent Liabilities:**

The Company exercises judgement in measuring and recognising provisions and the exposures to contingent liabilities which is related to pending litigation or other outstanding claims. Judgement is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement. Because of the inherent uncertainty in this evaluation process, actual liability may be different from the originally estimated as provision.

d) **Estimated useful life of Property, Plant and Equipment:**

Property, Plant and Equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life, its expected usage pattern and the expected residual value at the end of its life. The useful lives, usage pattern and residual values of Company's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology etc.

e) **Estimation of Provision for Inventory:**

The Company writes down inventories to net realisable value based on an estimate of the realisability of inventories. Write downs on inventories are recorded where events or changes in circumstances indicate that the balances may not be realised. The identification of write-downs requires the use of estimates of net selling prices of the down-graded inventories. Where the expectation is different from the original estimate, such difference will impact the carrying value of inventories and write-downs of inventories in the periods in which such estimate has been changed.

f) **Estimation of Defined Benefit Obligation:**

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) for post employment plans include the discount rate. Any changes in these assumptions will impact the carrying amount of such obligations.

g) The Company determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the defined benefit obligations. In determining the appropriate discount rate, the Company considers the interest rates of government bonds of maturity approximating the terms of the related plan liability.

h) **Estimated fair value of Financial Instruments:**

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Management uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

(C) Recent accounting pronouncements

2.24 Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.MCA has notified following amendment which is not yet effective for financial year 2025-26:

Amendment to Ind AS 1 'Presentation of Financial Statements'

The amendment is relating to classification of liabilities as current or non-current on account of covenant compliance as at reporting date. The amendment is effective for annual periods beginning on or after April 01, 2026 and the Company is not expected to have material impact of the amendment.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

3 PROPERTY, PLANT & EQUIPMENT

(₹ in lakhs)

Particulars	Leasehold Land	Buildings	Plant and Machinery	R&D Equipments	Electrical Installations	Furniture and Fixtures	Office Equipments	Vehicles	Total
Gross Carrying Value (at cost or deemed cost)									
Gross Block									
As at 1st April, 2024	512.01	5,137.42	22,998.98	3,702.56	1,038.28	741.13	1,036.86	2,706.12	37,873.36
Additions	-	568.62	2,944.90	-	143.56	266.28	126.53	235.03	4,284.92
Disposals	-	-	(2.41)	(0.06)	(0.02)	(0.01)	(110.23)	(33.00)	(145.73)
As at 31st March, 2025	**512.01**	**5,706.04**	**25,941.47**	**3,702.50**	**1,181.82**	**1,007.40**	**1,053.16**	**2,908.15**	**42,012.55**
Additions	-	515.67	4,257.29	-	139.08	277.44	118.68	382.22	5,690.38
Disposals	-	-	(917.21)	-	-	(0.36)	(148.90)	(36.80)	(1,103.27)
As at 31st March, 2026	**512.01**	**6,221.71**	**29,281.55**	**3,702.50**	**1,320.90**	**1,284.48**	**1,022.94**	**3,253.57**	**46,599.66**
Accumulated Depreciation and Impairment									
As at 1st April, 2024	42.90	1,924.76	7,027.88	1,420.87	470.36	292.62	664.35	677.36	12,521.10
Charge for the year	5.71	224.27	1,612.04	201.90	71.12	82.51	133.05	289.06	2,619.66
Disposals	-	-	(10.27)	(0.03)	-	(0.10)	(104.33)	(8.72)	(123.45)
As at 31st March, 2025	**48.61**	**2,149.03**	**8,629.65**	**1,622.74**	**541.48**	**375.03**	**693.07**	**957.70**	**15,017.31**
Charge for the year	5.68	247.39	1,889.02	198.23	79.38	98.61	134.73	308.50	2,961.54
Disposals	-	-	(834.47)	-	-	(0.32)	(137.97)	(16.00)	(988.76)
As at 31st March, 2026	**54.29**	**2,396.42**	**9,684.20**	**1,820.97**	**620.86**	**473.32**	**689.83**	**1,250.20**	**16,990.09**
Net Carrying Value									
As at 31st March, 2026	**457.72**	**3,825.29**	**19,597.35**	**1,881.53**	**700.04**	**811.16**	**333.11**	**2,003.37**	**29,609.57**
As at 31st March, 2025	463.40	3,557.01	17,311.82	2,079.76	640.34	632.37	360.09	1,950.45	26,995.24

Notes: 3.1 There were no immovable properties whose title deeds were not held in the name of the Company.

4 RIGHT OF USE ASSET

(₹ in lakhs)

Particulars	Leasehold Land
Gross Carrying Value	
As at 1st April 2024	461.07
Additions	21.80
Disposals	-
As at 31st March, 2025	**482.87**
Additions	-
Disposals	-
As at 31st March, 2026	**482.87**
Accumulated Depreciation	
As at April 1, 2024	86.69
Charge for the year	95.63
Disposals	-
As at 31st March, 2025	**182.31**
Charge for the year	95.63
Disposals	-
As at 31st March, 2026	**277.94**
Net Carrying Value	
As at 31st March, 2026	**204.93**
As at 31st March, 2025	300.56

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

5 INTANGIBLE ASSETS

(₹ in lakhs)

Particulars	Technical Knowhow	Product Development	Computer Software	Patent	Trade Mark	Total
Gross Carrying Value (at cost or deemed cost)						
Gross Block						
As at 1st April, 2024	116.20	445.28	997.40	174.94	15.01	1,748.83
Additions	–	–	54.43	2.43	1.48	58.34
Disposals	–	–	–	–	–	(0.00)
As at 31st March, 2025	**116.20**	**445.28**	**1,051.83**	**177.37**	**16.49**	**1,807.17**
Additions	14.00	–	76.77	7.75		98.52
Disposals	–	–	–	–		–
As at 31st March, 2026	**130.20**	**445.28**	**1,128.60**	**185.12**	**16.49**	**1,905.69**
Accumulated Depreciation and Impairment						
As at 1st April, 2024	27.37	375.95	812.52	149.05	5.21	1,370.10
Charge for the year	22.23	–	71.03	6.51	3.33	103.10
Disposals	–	–	–	–	–	–
As at 31st March, 2025	**49.60**	**375.95**	**883.55**	**155.56**	**8.54**	**1,473.20**
Charge for the year	20.98	-	57.63	4.47	3.57	86.65
Disposals				–	–	–
As at 31st March, 2026	**70.58**	**375.95**	**941.18**	**160.03**	**12.11**	**1,559.85**
Net Carrying Value						
As at 31st March, 2026	**59.62**	**69.33**	**187.42**	**25.09**	**4.38**	**345.84**
As at 31st March, 2025	66.60	69.33	168.28	21.81	7.95	333.97

6 INVESTMENTS IN SUBSIDIARY AND ASSOCIATE

(₹ in lakhs)

	As at 31st March, 2026		As at 31st March, 2025	
Unquoted	**Number**	**Amount**	Number	Amount
a) In subsidiaries at cost:				
Shares of Garware Environmental Services Private Limited of ₹ 10 each	**1,000,000**	**55.00**	1,000,000	55.00
Shares of Garware Technical Fibres USA Inc of USD 0.01 each	**100**	**4,699.54**	100	4,699.54
Shares of Garware Technical Fibres Chile SPA of USD 20 each	**5,000**	**73.57**	5,000	73.57
Shares of Garware Technical Textile Private Limited of ₹ 10 each	**10,000**	**1.00**	10,000	1.00
Shares of Garware Technical Fibres Foundation of ₹ 10 each	**10,000**	**1.00**	10,000	1.00
Shares of Gareware Technical Fibres AS, Norway of NOK 1 each	**905,084**	**145.40**	–	–
Shares of Garware Technical Fibres UK Pvt. Ltd. Of GBP 1 each	**9,404,444**	**11,172.12**	–	–
b) In associates at cost:				
Shares of Garware Meditech Private Limited of ₹ 10 each	**5,000**	**0.50**	5,000	0.50
Shares of TP Bhaskar Renewables Limited of ₹10 each	**4,501,371**	**450.14**	4,501,371	450.14
Total		**16,598.27**		5,280.74

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

7 OTHER INVESTMENTS	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
A. Investments measured at fair value through other comprehensive income				
In equity instruments:				
Quoted				
Shares of Garware Marine Industries Limited of ₹ 10 each	**50,000**	**11.76**	50,000	13.97
Shares of Garware Hi-Tech Films Limited of ₹ 10 each	**146,350**	**4,951.39**	146,350	5,761.07
		4,963.15		5,775.04
Unquoted				
Shares of Intermedia Interactive Solutions Private Limited of ₹ 10 each	**890,680**	**118.63**	890,680	94.32
Shares of Gujarat Filament Corporation Limited of ₹ 10 each	**50**	**–**	50	–
		118.63		94.32
Sub Total - (A)		**5,081.78**		5,869.36
B. Investments at amortised cost				
Quoted				
(i) In Exchange Traded Funds (ETF), Quoted				
Nippon India ETF Nifty SDL - 2026 Maturity	**–**	**–**	3,500,000	4,479.96
Axis AAA Bond PLUS SDL ETF - 2026	**–**	**–**	15,000,000	1,868.69
Edelweiss Mutual Fund - Bharat Bond ETF - April 2030	**213,858**	**3,318.85**	–	–
Unquoted				
(i) in Debt Instruments				
7 Year National Savings Certificates (Deposited with Sales Tax Authorities)	**–**	**0.16**	–	0.16
(ii) In Debt Funds/ Index Funds				
Edelweiss Nifty PSU Bond Plus SDL Index Fund 2027 Direct	**–**	**–**	3,484,910	420.25
Edelweiss Nifty PSU Bond Plus SDL Index Fund 2027 Regular	**–**	**–**	3,484,910	418.37
Aditya Birla SL Nifty 100% SDL April 2027 Direct	**2,509,109**	**320.41**	2,509,537	302.08
Aditya Birla SL Nifty 100% SDL April 2027 Regular	**–**	**–**	2,509,537	300.89
SBI CPSE Bond Plus SDL September 2026 Direct	**–**	**–**	5,008,089	600.22
SBI CPSE Bond Plus SDL September 2026 Regular	**–**	**–**	5,008,089	596.88
Axis CRISIL SDL 2027 Debt Index Fund Direct	**5,074,600**	**642.77**	5,074,600	603.06
Axis CRISIL SDL 2027 Debt Index Fund Regular	**–**	**–**	5,075,888	600.69
DSP Nifty SDL Plus G-Sec Jun 2028 30:70 Index Fund Direct	**7,339,190**	**938.77**	7,334,850	876.88
DSP Nifty SDL Plus G-Sec Jun 2028 30:70 Index Fund Regular	**7,330,510**	**937.11**	7,334,850	876.88
ABSL NIFTY SDL PLUS PSU BOND SEP 2026 60:40 INDEX FUND Direct	**–**	**–**	2,430,085	292.14
ABSL NIFTY SDL PLUS PSU BOND SEP 2026 60:40 INDEX FUND Regular	**–**	**–**	2,430,085	292.14
Mirae Asset Nifty SDL June 2027 Maturity Index Fund Direct	**7,389,740**	**939.13**	7,393,968	877.12
Mirae Asset Nifty SDL June 2027 Maturity Index Fund Regular	**–**	**–**	7,393,968	877.12
ICICI Prudential Nifty SDL Sep 2027 Index Fund Direct	**7,282,852**	**927.86**	7,282,852	866.31
ICICI Prudential Nifty SDL Sep 2027 Index Fund Regular	**–**	**–**	7,292,997	866.31
Aditya Birla Sun Life Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	446,929	500.80
Aditya Birla Sun Life Crisil-IBX Financial Services 9-12 Months Debt Index Fund - Direct Plan - Growth	**–**	**–**	14,986,661	1,502.53
Kotak Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	13,052	500.71
Nippon India Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	817,745	500.70
Axis Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	2,850,598	500.70
Axis CRISIL-IBX AAA Bond NBFC - Jun 2027 Index Fund - Direct Plan - Growth	**–**	**–**	9,612,686	1,001.67

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
(iii) in Fixed Maturity Plan (FMP)				
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Regular Growth	–	–	7,499,625	917.33
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Direct Growth	–	–	7,499,625	922.54
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Regular Growth	–	–	12,499,375	1,528.37
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Direct Growth	–	–	12,499,375	1,536.95
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Direct Growth	–	–	9,999,500	1,237.14
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Regular Growth	–	–	9,999,500	1,232.89
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Regular Growth	–	–	4,999,750	613.05
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Direct Growth	–	–	4,999,750	616.64
Kotak FMP Series 292 1735 days Regular Growth	–	–	9,999,500	1,208.20
Kotak FMP Series 292 1735 days Direct Growth	–	–	9,999,500	1,220.40
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Direct Growth	–	–	4,999,750	611.68
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Regular Growth	–	–	4,999,750	606.62
SBI FMP Series 78 - 1170 Days Direct Growth	–	–	7,499,625	866.45
SBI FMP Series 78 - 1170 Days Regular Growth	–	–	7,499,625	864.13
DSP FMP Series 270 - 1144 Days Direct Growth	–	–	7,499,625	865.55
DSP FMP Series 270 - 1144 Days Regular Growth	–	–	7,499,625	864.01
HDFC FMP 1269 Days March 2023 Direct Growth	–	–	4,999,750	573.85
HDFC FMP 1269 Days March 2023 Regular Growth	–	–	4,999,750	571.29
KOTAK FMP Series 310 - 1131 Days Direct Growth	–	–	7,499,625	861.72
KOTAK FMP Series 310 - 1131 Days Regular Growth	–	–	7,499,625	857.88
ABSL Fixed Term Plan - Series - UJ 1110 Days Direct Growth	–	–	7,499,625	859.23
ABSL Fixed Term Plan - Series - UJ 1110 Days Regular Growth	–	–	7,499,625	857.70
Nippon India Fixed Horizon Fund XLV - Series 4 Direct Growth	–	–	7,499,625	859.74
Nippon India Fixed Horizon Fund XLV - Series 4 Regular Growth	–	–	7,499,625	856.67
(iv) In Gilt Fund				
Bandhan CRISILIBX Gilt 2027 Index Fund Direct Growth	**9,817,484**	**1,296.34**	9,817,484	1,226.62
Bandhan CRISILIBX Gilt 2027 Index Fund Regular Growth	**9,822,016**	**1,282.06**	9,822,016	1,215.85
Bandhan G - Sec Fund - Investment Plan - Direct Plan - Growth	–	–	2,664,267	1,002.48
SBI Magnum Gilt Fund - Direct Plan - Growth	–	–	1,461,917	1,002.49
Kotak Gilt Investment - Direct Plan - Growth	–	–	931,127	1,002.49
(v) In Market Link Debentures				
8.40% HDB Financial Services Limited 2033	**1,500**	**1,546.82**	1,500	1,546.85
(vi) In Fixed Deposits with NBFCs				
Bajaj Finance Limited		–		2,506.54
Mahindra And Mahindra Financial Ltd		**3,789.04**		1,002.62
Sub Total - (B)		**15,939.32**		53,039.23
Total Other Investment		**21,021.10**		58,908.59
Aggregate amount of quoted investments		**8,282.00**		12,123.69
Aggregate amount of unquoted investments		**12,739.10**		46,784.90

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
8 TRADE RECEIVABLE				
Unsecured, considered good (includes retention money)	**2,032.71**	622.89	**32,025.65**	29,623.41
Receivables which have significant increase in credit risk	**109.25**	109.25	**556.96**	671.47
Less: Allowance for bad and doubtful receivable	**–**	–	**(62.44)**	(285.83)
Total	**2,141.96**	732.14	**32,520.17**	30,009.05

8.1 Refer note 36 for trade receivables from related parties.

8.2 The Company has appropriate levels of control procedures which ensures the potential customer's credit quality and the same are periodically reviewed by the management.

(₹ in lakhs)

8.3 Movement in allowance for doubtful debts	**For the year ended 31st March, 2026**	For the year ended 31st March, 2025
Balance at the beginning of the year	**285.83**	291.19
Allowance for doubtful debts during the year	**–**	(1.08)
Reversal of allowance for doubtful debts during the year	**(223.39)**	(4.28)
Balance at the end of the year	**62.44**	285.83

8.4 Ageing of trade receivable as at 31st March, 2026

Particulars	**Not Due**	**Outstanding for the 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**	**Total**
Undisputed trade receivables							
- Considered Good	25,175.95	7,330.56	858.40	281.93	16.87	23.37	33,687.08
- which have significant increase in credit risk	–	–	–	6.11	69.14	75.32	150.57
Disputed trade receivables							
- Considered Good	–	–	–	371.28	–	–	371.28
- which have significant increase in credit risk	–	–	–	–	–	515.64	515.64
Total Trade Receivables (Gross)	25,175.95	7,330.56	858.40	659.32	86.01	614.33	34,724.57

Ageing of trade receivable as at 31st March, 2025

Particulars	**Not Due**	**Outstanding for the 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**	**Total**
Undisputed trade receivables							
- Considered Good	14,391.21	13,632.97	1,924.37	263.41	19.44	14.90	30,246.30
- which have significant increase in credit risk	–	–	1.92	5.13	34.35	223.68	265.08
Disputed trade receivables							
- Considered Good	–	–	–	–	–	–	–
- which have significant increase in credit risk	–	–	–	–	–	515.64	515.64
Total Trade Receivables (Gross)	14,391.21	13,632.97	1,926.29	268.54	53.79	754.22	31,027.02

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
9 LOANS				
(Unsecured, considered good)				
Loans to employees	**476.93**	651.78	**159.17**	42.49
Loans to subsidiaries	**826.00**	40.00	**–**	–
Total	**1,302.93**	691.78	**159.17**	42.49

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
10 OTHER FINANCIAL ASSETS				
(Unsecured, considered good)				
Deposits	**532.56**	464.89	**102.70**	240.02
Bank deposits having maturities of more than 12 months	**14.54**	–	**–**	–
Interest accrued on other deposits	**–**	–	**22.55**	16.28
Others	**–**	–	**197.94**	1,404.60
Total	**547.10**	464.89	**323.19**	1,660.90
11 OTHER ASSETS				
(Unsecured, considered good)				
Capital Advances	**206.03**	390.92	**–**	–
Taxes receivables (other than income tax)	**619.74**	619.74	**–**	–
Balances with Government authorities	**–**	–	**6,059.47**	4,948.88
Advance to Vendors	**–**	–	**1,764.67**	1,820.37
Prepayments	**35.28**	–	**305.73**	350.69
Advance to Employees	**–**	–	**114.62**	114.77
Others	**1,143.50**	1,105.34	**92.74**	779.46
Total	**2,004.55**	2,116.00	**8,337.23**	8,014.17

(₹ in lakhs)

12 INVENTORIES	**As at 31st March, 2026**	As at 31st March, 2025
Raw Materials	**10,289.10**	6,177.97
Work-in-Progress	**6,015.88**	4,624.30
Finished Goods (Including Goods-in-Transit)	**8,315.64**	7,992.26
Traded Goods	**1,989.97**	2,192.49
Stores, Spares, Fuel and Packing Materials	**3,903.95**	3,400.98
Total	**30,514.54**	24,388.00

12.1 Refer note 24 for details of inventories pledged.

12.2 There was no material difference between books of accounts and the quarterly returns or statements of current assets filed by the Company with banks.

(₹ in lakhs)

13 Current Investments	**As at 31st March, 2026**		As at 31st March, 2025	
Investments at amortised cost	**Number**	**Amount**	Number	Amount
Quoted				
(i) in Exchange Traded Funds				
Edelweiss Mutual Fund - Bharat Bond ETF - April 2025	**–**	**–**	246,508	3,142.35
Axis AAA Bond PLUS SDL ETF - 2026	**15,000,000**	**1,974.25**	–	–
Unquoted				
(i) in market linked debentures of				
Aditya Birla Finance Limited	**–**	**–**	100	1,202.04
L&T Finance Limited	**–**	**–**	95	1,127.10
Mahindra & Mahindra Financial Services Limited	**–**	**–**	1,500	1,765.58
(ii) In Fixed Deposits with NBFCs				
Bajaj Finance Limited	**–**	**2,711.86**	–	–
(iii) in Fixed Maturity Plan (FMP)				
SBI Fixed Maturity Plan FMP - Series 41 1498 days Regular Growth	**–**	**–**	9,999,500	1,238.46
SBI Fixed Maturity Plan FMP - Series 41 1498 days Direct Growth	**–**	**–**	9,999,500	1,229.25
SBI Fixed Maturity Plan FMP - Series 43 1616 Days Regular Growth	**–**	**–**	4,999,750	621.33
SBI Fixed Maturity Plan FMP - Series 43 1616 Days Direct Growth	**–**	**–**	4,999,750	617.73
ABSL Fixed Term Plan - Series - UJ 1110 Days Direct Growth	**7,499,625**	**919.26**	–	–

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
ABSL Fixed Term Plan - Series - UJ 1110 Days Regular Growth	7,499,625	916.80	–	–
DSP FMP Series 270 - 1144 Days Direct Growth	7,499,625	927.18	–	–
DSP FMP Series 270 - 1144 Days Regular Growth	7,499,625	924.70	–	–
Nippon India Fixed Horizon Fund XLV - Series 4 Direct Growth	7,499,625	920.21	–	–
Nippon India Fixed Horizon Fund XLV - Series 4 Regular Growth	7,499,625	915.29	–	–
KOTAK FMP Series 310 - 1131 Days Direct Growth	7,499,625	922.99	–	–
KOTAK FMP Series 310 - 1131 Days Regular Growth	7,499,625	916.83	–	–
SBI FMP Series 78 - 1170 Days Direct Growth	7,499,625	928.55	–	–
SBI FMP Series 78 - 1170 Days Regular Growth	7,499,625	924.83	–	–
Kotak FMP Series 292 1735 days Direct Growth	9,999,500	1,290.05	–	–
Kotak FMP Series 292 1735 days Regular Growth	9,999,500	1,273.67	–	–
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Direct Growth	4,999,750	647.58	–	–
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Regular Growth	4,999,750	640.77	–	–
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Direct Growth	7,499,625	973.70	–	–
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Regular Growth	7,499,625	966.79	–	–
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Direct Growth	12,499,375	1,623.06	–	–
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Regular Growth	12,499,375	1,611.66	–	–
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Direct Growth	9,999,500	1,309.65	–	–
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Regular Growth	9,999,500	1,303.97	–	–
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Direct Growth	4,999,750	651.78	–	–
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Regular Growth	4,999,750	646.99	–	–
HDFC FMP 1269 Days March 2023 Direct Growth	4,999,750	614.21	–	–
HDFC FMP 1269 Days March 2023 Regular Growth	4,999,750	610.11	–	–
Total		**28,066.74**		10,943.85
Aggregate amount of quoted investments		**1,974.25**		3,142.35
Aggregate amount of unquoted investments		**26,092.49**		7,801.50

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	As at 31st March, 2026	As at 31st March, 2025
14 Cash and Cash Equivalents		
Cash on hand	**24.33**	25.63
Balances with banks in current accounts	**3,160.39**	22.65
Fixed deposit having original maturity of less than 3 months	–	58.51
Total	**3,184.72**	106.79
15 Bank Balances other than Cash and Cash Equivalents		
Earmarked Bank Balances (Unclaimed dividend and unspent CSR accounts)	**437.45**	385.16
Inaccessible balance in bank account	**34.24**	34.24
Pledged Term Deposits with maturity less than three months	**32.63**	307.48
Total	**504.32**	726.88
16 Current Tax Assets		
Advance Tax and Tax Deducted at Source (net of provision)	**504.50**	87.97
Total	**504.50**	87.97

	As at 31st March, 2026		As at 31st March, 2025	
	No. of Shares	**Amount**	No. of Shares	Amount
17 Equity Share Capital				
Authorised Share Capital				
Equity Shares of ₹ 10/- each	**110,000,000**	**11,000.00**	110,000,000	11,000.00
Unclassified Shares of ₹ 10/- each	**10,000,000**	**1,000.00**	10,000,000	1,000.00
	120,000,000	**12,000.00**	120,000,000	12,000.00
Issued, Subscribed and Fully Paid up				
Equity Shares of ₹ 10/- each	**99,265,845**	**9,926.58**	99,265,845	9,926.58
	99,265,845	**9,926.58**	99,265,845	9,926.58
17.1 Reconciliation of the equity shares outstanding at the beginning and at the end of the year				
Opening Balance	**99,265,845**	**9,926.58**	20,378,169	2,037.82
Bought back during the year*	–	–	(525,000)	(52.50)
Issued during the year**	–	–	79,412,676	7,941.27
Closing Balance	**99,265,845**	**9,926.58**	99,265,845	9,926.59

* During the year ended March 31, 2025, the Company has bought back 5,25,000 equity shares of ₹ 10/- each under the buyback offer.

** On January 06, 2025, the Company has allotted 7,94,12,676 fully paid-up Bonus Equity Shares of ₹ 10/- each in the ratio of 4:1 to the members of the Company. The Paid up Capital on account of Bonus issue of ₹ 79,41,26,760/- has been appropriated from General Reserve of the Company.

17.2 Rights, Preferences and restrictions attached to Equity Shares:

The Company has only one class of equity shares having a par value of ₹ 10 per share. Each shareholder of equity shares is entitled for one vote per share. The Dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting . In the event of liquidation of the Company, the shareholders of equity shares are eligible to receive remaining assets of the Company, in proportion of their shareholding, after distribution of all preferential amounts, if any.

	As at 31st March, 2026		As at 31st March, 2025	
17.3 Details of Shareholders holding more than 5% Shares in the Company	**No. of Shares**	**Amount**	No. of Shares	Amount
Mr. Vayu Ramesh Garware*	**6,157,500**	**6.20%**	6,157,500	6.20%
Garware Capital Markets Limited	**18,201,250**	**18.34%**	17,839,850	17.97%
Sukukar Holdings and Trading Co. P. Ltd Partner representing Partnership Firm i.e. Ramesh Trading Co	**5,012,220**	**5.05%**	5,012,220	5.05%
Kotak Small Cap Fund	**5,666,880**	**5.71%**	5,176,572	5.21%

* Out of 61,57,500 equity shares, 100 Equity Shares are held by Mr. V. R. Garware, on behalf of Trusts.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

17.4 Details of aggregate number of shares issued as bonus shares and bought back in last 5 years:
During the year ended 31st March, 2025, the Company has allotted 7,94,12,676 fully paid-up Bonus Equity Shares of ₹10/- each in the ratio of 4:1 to the eligible members of the Company.
During the year ended 31st March, 2025 the Company has bought back 5,25,000 equity shares of ₹ 10/- each under the buyback offer.
During the year ended 31st March, 2023, the Company has bought back 2,40,000 equity shares of ₹ 10/- each under the buyback offer.
During the year ended 31st March, 2021, the Company has bought back 3,17,391 equity shares of ₹ 10/- each under the buyback offer.
During the year ended March 31, 2021, the Company has made Reduction of capital of 9,46,500 equity shares of ₹10/- each, held by GWRL Managerial Staff Welfare Trust.

17.5 Share held by the promoters at end of the year

Name	**As at 31st March, 2026**		As at 31st March, 2025		% change during the year
	No. of Shares	**% holding**	No. of Shares	% holding	
Promoter					
Mr. V. R. Garware	**6,157,400**	**6.20%**	6,157,400	6.20%	–
Promoter group					
Mrs. M. V. Garware	**50**	**0.00%**	50	0.00%	–
Garware Capital Markets Limited	**18,201,250**	**18.34%**	17,839,850	17.97%	0.36%
VMIR Investment Private Limited	**4,593,555**	**4.63%**	4,593,555	4.63%	–
VRG Investments Private Limited	**4,406,000**	**4.44%**	4,406,000	4.44%	–
Vimlabai Garware Research Institute Private Limited	**2,770,695**	**2.79%**	2,770,695	2.79%	–
Moonshine Investments and Trading Company Private Limited	**2,288,725**	**2.31%**	2,288,725	2.31%	–
Manmit Investments and Trading Company Private Limited	**1,419,925**	**1.43%**	1,419,925	1.43%	–
Sanand Investments and Trading Company Private Limited	**1,374,160**	**1.38%**	1,374,160	1.38%	–
Sukukar Holdings and Trading Company Private Limited	**1,282,000**	**1.29%**	1,282,000	1.29%	–
Starshine Comtrade Private Limited	**1,007,600**	**1.02%**	1,007,600	1.02%	–
Gurukrupa Comtrade Private Limited	**440,895**	**0.44%**	440,895	0.44%	–
Garware Research Institute	**10,755**	**0.01%**	10,755	0.01%	–
Sukukar Holdings and Trading Company Private Limited, Partner, representing Partnership Firm, Ramesh Trading Co.	**5,012,220**	**5.05%**	5,012,220	5.05%	–
Gurukrupa Comtrade Private Limited, Partner, representing Partnership Firm, Sunita Trading Co.	**4,005,150**	**4.03%**	4,005,150	4.03%	–
Vayu Ramesh Garware on behalf of VRG Family Trust	**50**	**0.00%**	50	0.00%	–
Vayu Ramesh Garware on behalf of Vayu Garware Family Trust	**50**	**0.00%**	50	0.00%	–

(₹ in lakhs)

18 OTHER EQUITY	**As at 31st March, 2026**	As at 31st March, 2025
Capital Reserve	**119.40**	119.40
Capital Redemption Reserve	**290.87**	290.87
Share Premium	**102.74**	102.74
General Reserve	**27,906.50**	12,906.50
Retained Earnings	**90,679.00**	93,328.90
Equity instruments through other comprehensive income	**3,700.20**	5,346.39
Total	**122,798.71**	112,094.80

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Nature and purpose of reserve:

Capital Reserve

The Company recognises profit and loss on purchase, sale, issue or cancellation of the Company own equity instruments to capital reserve.

Capital Redemption Reserve

As per Companies Act, 2013, capital redemption reserve is created when a company purchases its own shares out of free reserves or securities premium. A sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve is utilised in accordance with the provisions of section 69 of the Companies Act, 2013.

Share Premium

Share premium has been created consequent to issue of shares at premium in excess of the face value. These reserves can be utilised in accordance with Section 52 of the Companies Act, 2013.

General Reserve

General Reserve represents the reserve created by apportionment of profits generated during the year or transfer from other reserves either voluntarily or pursuant to statutory requirements. The same is a free reserve and available for distribution.

Retained Earnings

This reserve represents undistributed accumulated earnings of the Company as on the balance sheet date.

Equity instruments through other comprehensive income

The Company has elected to recognise changes in the fair value of certain investments in equity instruments in other comprehensive income. These changes are accumulated in 'Equity instruments through other comprehensive income' within equity.

(₹ in lakhs)

	Non- current		Current	
19 TRADE PAYABLE (Measured at amortised cost)	**As at 31st March, 2026**	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
Retention money payable	**327.14**	246.46		
Outstanding dues of Micro Enterprises & Small Enterprises	**–**	–	**584.99**	212.52
Outstanding dues of creditors other than Micro Enterprises & Small Enterprises	**–**	–	**24,021.67**	25,006.99
Total	**327.14**	246.46	**24,606.66**	25,219.51

19.1 Ageing of trade payable as at 31st March, 2026

Particulars	Not Due	Outstanding for the following periods from due date of payment				
		Less Than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues to MSME	584.99					584.99
Undisputed dues to Others	4,548.61	4,973.83	462.96	59.76	122.73	10,167.89
Disputed dues to MSME	–	–	–	–	–	–
Disputed dues to Others					50.67	50.67
Total	**5,133.60**	**4,973.83**	**462.96**	**59.76**	**173.40**	**10,803.55**
Accruals						14,130.25
Total trade payables						**24,933.80**

Ageing of trade payable as at 31st March, 2025

Particulars	Not Due	Outstanding for the following periods from due date of payment				
		Less Than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues to MSME	212.52					212.52
Undisputed dues to Others	1,903.45	8,717.37	165.51	58.18	152.57	10,997.08
Disputed dues to MSME	–	–	–	–	–	–
Disputed dues to Others	–	–	–	–	41.09	41.09
Total trade payables	**2,115.97**	**8,717.37**	**165.51**	**58.18**	**193.66**	**11,250.69**
Accruals						14,215.28
Total trade payables						**25,465.97**

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
20 Other Financial Liabilities				
Security Deposits from customers, vendors & others	**1,075.38**	657.45	**781.66**	780.03
Payable to employees	**–**	–	**1,996.47**	2,156.09
Unpaid dividend*	**–**	–	**101.20**	52.60
Other payables	**–**	–	**1,047.16**	704.11
Total	**1,075.38**	657.45	**3,926.49**	3,692.83

* There are no amounts due and outstanding to be transferred to Investor Education and Protection Fund as at 31st March, 2026 and 31st March, 2025.

21 Lease Liabilities				
Lease liabilities	**133.73**	241.08	**107.35**	87.74
Total	**133.73**	241.08	**107.35**	87.74
22 Provisions				
Provision for employee benefits (Gratuity and encashable leaves)	**929.97**	1,237.79	**1,589.80**	710.05
Total	**929.97**	1,237.79	**1,589.80**	710.05

23 Deferred Tax Liabilties (Net)	**As at 31st March, 2026**	As at 31st March, 2025
Deferred tax liabilities		
Depreciation and Amortisation	**2,790.67**	2,794.88
Investments measured at amortised cost (mutual funds, FMP, ETF etc.)	**1,099.10**	1,233.28
Investments measured at fair value through other comprehensive income	**564.86**	426.03
Deferred tax assets		
Employee Benefit Obligation	**(264.30)**	(314.59)
Expenditure allowed on payment basis	**(10.07)**	(60.40)
Provision for doubtful receivables	**(56.22)**	(71.94)
Others	**(24.07)**	(12.32)
Deferred tax liabilities (net)	**4,099.97**	3,994.94
24 Short Term Borrowing		
Secured Borrowing from Banks		
Working capital facilities	**1,913.22**	6,141.86
Total	**1,913.22**	6,141.86

24.1 Loans availed from Banks are secured by a first charge, ranking pari passu, by way of hypothecation of the Company's current assets, viz. raw materials, semi-finished goods, finished goods, stores & spares (not relating to Plant & Machinery), bills receivable, and book debts. Secured loan including post shipment credit carries an interest rate ranging from 4.88% to 7.20% p.a. for repayments on various dates ranging up to 180 days.

25 Other Current liabilities		
Unearned revenue	**4,317.66**	4,290.37
Advance received from customers	**1,421.52**	2,570.02
Statutory dues and other liabilities	**716.65**	692.53
Total	**6,455.83**	7,552.92

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	For the year ended 31st March, 2026	For the year ended 31st March, 2025
26 Revenue from operations		
Sale of Products and Services		
Manufactured Goods	**116,351.01**	126,225.95
Traded Goods	**3,682.65**	1,929.18
Contracts for Supply & Installation	**20,840.60**	18,950.62
Other Operating Revenue		
Sale of Scrap	**591.06**	878.84
Sale of Raw Material	**304.42**	621.83
Miscellaneous Receipts	**128.63**	261.59
Total	**141,898.37**	148,868.01
26.1 Disagrregation of revenue		
Revenue based on geography		
Domestic	**62,785.96**	58,500.29
Export	**79,112.41**	90,367.72
Revenue based on business segment		
Synthetic Cordage	**109,759.62**	121,164.41
Fibre and Industrial Products & Projects	**32,138.75**	27,703.60
26.2 Reconciliation of Revenue from operations with contract price		
Contract price	**143,271.09**	150,238.12
Less: Discounts and Incentives	**(1,372.72)**	(1,370.11)
Total Revenue from operations	**141,898.37**	148,868.01
27 Other income		
Dividend received on equity instruments measured at fair value through other comprehensive income	**15.81**	13.17
Interest income on financial asset at amortised cost		
On bank deposits	**499.25**	87.62
On Debt securities (incl. debt mutual fund, FMP, ETF, Gilt fund)	**2,915.59**	3,533.85
On Others	**95.14**	43.25
Other non operating income	**998.09**	-
Total	**4,523.88**	3,677.89
28 Cost of materials consumed		
Opening stock	**6,177.97**	6,519.16
Add: Purchases	**37,675.91**	37,750.00
Less: Closing stock	**(10,289.10)**	(6,177.97)
Total	**33,564.78**	38,091.19
29 Changes in inventories of finished goods, stock-in-trade and work-in-progress		
Opening stock		
Semi Finished Goods	**4,624.30**	4,295.46
Finished Goods	**7,992.26**	8,451.68
Traded Goods	**2,192.49**	917.06
	14,809.05	13,664.20
Closing stock		
Semi Finished Goods	**6,015.88**	4,624.30
Finished Goods	**8,315.64**	7,992.26
Traded Goods	**1,989.97**	2,192.49
	16,321.49	14,809.05
Changes in inventories	**(1,512.44)**	(1,144.85)

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

30 Employee benefit expenses	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Salaries, Wages and Bonus	**19,084.24**	18,886.88
Contribution to Provident and other funds (Refer note 34)	**1,087.88**	1,125.76
Staff Welfare Expenses	**725.57**	834.10
Total	**20,897.69**	20,846.74

31 Finance costs		
Interest on borrowings*	**760.36**	1,500.41
Interest expense on Lease Liability	**17.89**	23.08
Bank charges	**300.68**	362.74
Total	**1,078.93**	1,886.23

* includes ₹ Nil (Previous year : ₹ 420.60 lakhs) on account of interest on borrowings from related parties.

32 Other expenses		
Stores and Spares consumed	**2,859.89**	3,614.68
Master Batch and Additive consumed	**2,360.08**	2,850.89
Packing materials consumed	**1,651.83**	1,583.62
Power, Fuel and Water Charges	**4,300.76**	4,108.46
Processing and Testing Charges	**13,814.10**	13,731.86
Installation Contract related expenses	**8,066.84**	9,902.03
Administrative, Selling and General Expenses		
Advertisement & Sales Promotion expenses	**817.91**	701.17
Rent	**502.40**	492.20
Rates and Taxes	**151.95**	158.65
Insurance	**422.88**	401.90
Freight and Forwarding Charges	**7,890.19**	9,878.23
Repairs and Maintenance	**2,572.61**	2,584.69
Travelling Expenses	**1,843.31**	1,752.33
Discount and commission on sales	**739.94**	785.36
Bad Debts	**209.87**	11.10
Provision for Doubtful Debts	**(223.39)**	(1.08)
Legal and Professional Charges	**2,192.85**	2,264.75
Remuneration to statutory auditors		
For Statutory audit	**20.16**	19.80
Fees for other Services/ certifications	**28.63**	36.50
Out of pocket expenses	**3.90**	4.62
Establishment and other miscellaneous expenses	**2,043.39**	2,049.26
Exchange (Gain) / Loss (net)	**(1,690.29)**	(1,369.96)
Directors' Fees	**8.00**	7.80
Corporate Social Responsibility	**440.20**	397.38
(Profit) / Loss on sale of fixed assets/ asset discarded	**22.97**	17.84
Total	**51,050.98**	55,984.08

33 Income taxes

Reconciliation of tax expenses and accounting profit multiplied by India's domestic tax rate for the year ended 31st March 2026 & 31st March 2025.

Accounting profit before tax	**27,991.31**	28,562.73
Computed income tax at India's applicable statutory income tax rate of 25.168%	**7,044.85**	7,188.67
Increase/ (reduction) in taxes on account of:		
Income taxable at different tax rates	**(193.23)**	(210.15)
Items not deductible for tax	**143.96**	100.67
Income tax relating to earlier years*	**14.76**	–
Others	**(145.56)**	76.05
Income tax expenses reported in the statement of profit and loss	**6,864.78**	7,155.24

* This includes the impact arising from the appellate orders passed for assessment years 2013-14 to 2020-21

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

34 Employee Benefits	For the year ended 31st March, 2026	For the year ended 31st March, 2025
a. Defined contribution plan		
Amount recognised as an expense for defined contribution plans are as under:		
Superannuation Fund	**81.22**	78.26
Provident Fund	**767.85**	743.59
National Pension Scheme	**64.32**	54.17
Total	**913.39**	876.02

b. Defined Benefit plan - Gratuity

The Company operates a defined benefit plan viz. Gratuity for its employees. Under the gratuity plan, every employee who has completed at least specified years of service gets a gratuity on departure @ 15 days (minimum) of the last drawn salary for each completed year of service. Gratuity liabilities are typically exposed to actuarial risks such as interest rate risk, salary risk, investment risk, asset liability matching risk, mortality risk and concentration risk.

The scheme is funded with an insurance company in the form of qualifying insurance policy. The fund has formed a trust and it is governed by the Board of Trustees. The fund is subject to risks such as asset volatility, changes in bond yields and asset liability mismatch risk. In managing the plan assets, Board of Trustees reviews and manages these risks associated with the funded plan. Each year, the Board of Trustees reviews the level of funding in the gratuity plan. Such a review includes asset-liability matching strategy and investment risk management policy (which includes contributing to plans that invest in risk-averse markets). The Board of Trustees aim to keep annual contributions relatively stable at a level such that no plan deficit (based on valuation performed) will arise.

a **Changes in the net benefit obligation and fair value of plan assets are as follows:** (₹ in lakhs)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
Opening as at 01st April 2024	3,972.92	(3,429.73)	543.18
Current Service Cost	215.40	–	215.40
Interest Cost / (Income)	287.24	(247.97)	39.27
Total amount recognised in Profit or Loss	**502.64**	**(247.97)**	**254.67**
Actuarial (Gains)/Losses on Obligations - Due to Experience	26.98	–	26.98
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	126.58	–	126.58
Return on Plan Assets, Excluding Interest Income	–	(41.34)	(41.34)
Total amount recognised in Other Comprehensive Income	**153.57**	**(41.34)**	**112.23**
Contributions by the Employer	–	(212.20)	(212.20)
Benefit Paid From the Fund	(218.72)	218.72	–
Closing as at 31st March, 2025	**4,410.40**	**(3,712.52)**	**697.88**
Current Service Cost	256.79	–	256.79
Past Service Cost	368.03	–	368.03
Interest Cost / (Income)	330.98	(255.53)	75.45
Total amount recognised in Profit or Loss	**955.80**	**(255.53)**	**700.26**
Actuarial (Gains)/Losses on Obligations - Due to Experience	20.30	–	20.30
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(172.29)	–	(172.29)
Return on Plan Assets, Excluding Interest Income	–	217.93	217.93
Total amount recognised in Other Comprehensive Income	**(151.98)**	**217.93**	**65.95**
Contributions by the Employer	–	(367.00)	(367.00)
Benefit Paid From the Fund	(344.35)	344.35	–
Closing as at 31st March, 2026	**4,869.86**	**(3,772.77)**	**1,097.09**

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

b The net liability disclosed above relates to funded plans are as follows :

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Present value of obligation	**(4,869.86)**	(4,410.40)
Fair value of plan assets	**3,772.77**	3,712.52
Funded Status (Surplus/ (Deficit))	**(1,097.09)**	(697.88)

c Significant assumptions

The principal actuarial assumptions were as follows :

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Discount rate	**7.36%**	6.79%	7.23%
Salary growth rate	**5.00%**	5.00%	5.00%
Normal retirement age	**58/60 years**	58/60 years	58/60 years
Mortality table	Indian assured Lives Mortality (2012-14) Urban		
Employee turnover	**2.00%**	2.00%	2.00%

d Sensitivity analysis

The sensitivity of defined obligation to changes in the weighted principal assumptions is:

Particulars	As at 31st March, 2026	As at 31st March, 2025
+1% change in discount rate	**(282.83)**	(278.69)
-1% change in discount rate	**315.59**	313.29
+1% change in salary growth rate	**289.76**	315.77
-1% change in salary growth rate	**(268.12)**	(285.73)
+1% change in employee turnover rate	**46.01**	31.39
-1% change in employee turnover rate	**(50.59)**	(34.63)

The above sensitivity analysis is based on a change in assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of defined benefit obligation calculated with the Projected Unit Credit Method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet. The method and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous periods.

e Maturity Analysis of the Benefit Payments

The following are the expected cash flows to the defined benefit plan in future years:

(₹ in lakhs)

Assumption	As at 31st March, 2026	As at 31st March, 2025
Within next 12 months	**488.91**	505.16
Between 1-10 years	**4,673.28**	3,640.55
11 years & above	**3,261.14**	3,451.38

f The major categories of plan assets are as follows:

Particulars	As at 31st March, 2026	As at 31st March, 2025
Insurance Funds	**100%**	100%

g The Company expect to contribute ₹ 668.50 lakhs (previous year: Rs. 521.82 lakhs) to Gratuity fund in next financial year. The weighted average duration of the defined benefit obligations as at 31st March, 2026 is 8 years (as at 31st March, 2025: 8 years).

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

35 Operating segment

The Company's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. These business segments are:

1. Synthetic Cordage - comprises of Ropes, Twines and nettings made of Twine
2. Fibre and Industrial Products & Projects. - comprises of fibre, Synthetic fabric, Yarn, Woven and Non-woven textiles, Secugrids, Coated steel gabions, Machinery and project.

Segment Accounting Policies are the same as those used in the preparation of the Financial Statements. The Company generally accounts for inter-segment sales and transfers at cost plus appropriate margins.

The segment revenues and segment expenses are directly attributable to the segments, except certain expenses which are not allocated to any segments by using appropriate basis. All other expenses which are not attributable or allocable to the segments have been disclosed as unallocable expenses.

The segment assets and liabilities are directly attributable to the segments, except certain assets and liabilities which are allocated to the segments using appropriate basis. All other assets and liabilities are disclosed as unallocable.

Operating segment report for the year ended 31st March, 2026

	Synthetic cordage	Fibre & Industrial Products & Projects	Unallocated	Total
Segment Revenue	110,545.17	33,872.85	–	144,418.02
Less: Inter-segment revenue	(785.55)	(1,734.10)	–	(2,519.65)
Sales/Income From operations	109,759.62	32,138.75	–	141,898.37
Depreciation and amortization	2,835.37	308.45	–	3,143.82
Segment Result	25,732.70	6,772.86	–	32,505.56
Less: Interest expenses				(1,078.93)
Other Unallocable expenditure net of unallocable (income)				(3,435.32)
Total profit before tax				27,991.31
Segment Assets	80,399.05	15,674.50	81,817.28	177,890.83
Segment Liabilites	29,886.56	8,447.94	6,831.04	45,165.54

Operating segment report for the year ended 31st March, 2025

	Synthetic cordage	Fibre & Industrial Products & Projects	Unallocated	Total
Segment Revenue	122,247.75	29,980.49	–	152,228.24
Less: Inter-segment revenue	(1,083.34)	(2,276.89)	–	(3,360.23)
Sales/Income From operations	121,164.41	27,703.60	–	148,868.01
Depreciation and amortization	2,508.17	310.20	–	2,818.37
Segment Result	26,176.91	4,919.60	–	31,096.51
Less: Interest expenses				(1,886.23)
Other Unallocable expenditure net of unallocable (income)				(647.55)
Total profit before tax				28,562.73
Segment Assets	70,304.91	14,229.16	87,269.94	171,804.01
Segment Liabilites	31,820.73	7,620.91	10,340.99	49,782.63

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Reconciliation of Profit (₹ in lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Segment Profit	**32,505.56**	31,096.51
Other Income	**3,525.79**	3,677.89
Finance Cost	**(1,078.93)**	(1,886.23)
Other Corporate Costs	**(6,961.11)**	(4,325.44)
Profit before tax	**27,991.31**	28,562.73

Reconciliation of Assets (₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Segment operating assets	**96,073.55**	84,534.07
Investments	**65,686.11**	75,133.18
Cash and bank balances	**3,689.04**	833.67
Balances with government authorities	**6,059.47**	4,948.88
Other unallocable assets	**6,382.66**	6,354.21
Total assets	**177,890.83**	171,804.01

Reconciliation of Liabilties (₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Segment operating liabilties	**38,334.50**	39,441.64
Borrowings	**1,913.22**	6,141.86
Income tax/ Deferred tax liabilities (Net)	**4,099.97**	3,994.94
Other unallocable liabilities	**817.85**	204.19
Total liabilities	**45,165.54**	49,782.63

Geographical information (₹ in lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Revenue from India	**62,785.96**	58,500.29
Revenue from outside India	**79,112.41**	90,367.72
Total	**141,898.37**	148,868.01

All the non-current assets (Property, plant and equipment, intangible assets, right of use assets and other non-current assets excluding financial instruments and deferred tax assets) of the Company are located within India.

Information about major customers

Revenue from one customer, being a subsidiary of the Company, exceeded 10% of the Company's total revenue for the year ended 31st March, 2026. This revenue relates to the 'Synthetic Cordage' segment. No single customer represents 10% or more of the Company's total revenue for the year ended 31st March, 2025.

36 Related Party Disclosure

I. List of Related Parties & Relationship:

A. Subsidiaries

1. Garware Technical Fibres USA Inc.
2. Garware Technical Fibres Chile SpA
3. Garware Technical Fibres UK Private Limited (w.e.f. 14th March, 2025)
4. Garware Environmental Services Pvt. Ltd.
5. Garware Technical Textile Pvt. Ltd.
6. Garware Technical Fibres Foundation
7. Gareware Technical Fibres AS, Norway (w.e.f. 24th June, 2025)
8. Offshore and Trawl Supply AS, Norway , a step down subsidiary (w.e.f. 07th July, 2025)
9. Advanced Mooring Supply AS, Norway, a step down subsidiary (w.e.f. 07th July, 2025)

B. Associates

1. Garware Meditech Pvt. Ltd.
2. TP Bhaskar Renewables Limited

C. Executive Directors - Key Management Personnel (KMP)

1. Mr. V. R. Garware

D. Non Executive Directors

1. Mrs. M. V. Garware
2. Mr. S. S. Rajpathak - Independent Director
3. Ms. Mallika Sagar - Independent Director (upto 27th August, 2025)
4. Mr. A. S. Wagle - Independent Director
5. Mr. Ashish Goel- Independent Director
6. Ms. Kirti Dharmesh Mangwani- Independent Director (w.e.f. 25th November, 2025)

E. Enterprises over which control is exercised by the individual listed at "C" above

1. Garware Capital Markets Ltd.
2. VMIR Investment Private Ltd.
3. VRG Investments Pvt. Ltd.
4. Vimlabai Garware Research Institute Pvt. Ltd.
5. Moonshine Investments and Trading Company Pvt. Ltd.
6. Manmit Investment and Trading Company Pvt. Ltd.
7. Sanand Investments and Trading Company Pvt. Ltd.
8. Sukukar Holdings and Trading Company Pvt. Ltd.
9. Starshine Comtrade Pvt. Ltd.
10. Gurukrupa Comtrade Pvt. Ltd.
11. Garware Research Institute
12. Garware Infrastructure Pvt. Ltd
13. VRG Business Ventures Pvt. Ltd.
14. Vallabhi Tradecom LLP.
15. Ramesh Trading Company
16. Sunita Trading Company
17. VG Trading Company
18. VRG Trading Company
19. Vayu Garware Family Trust
20. VRG Family Trust
21. VG Family Trust
22. Vayu Garware 2 Family Trust
23. VRG 2 Family Trust
24. Vayu Garware 3 Family Trust
25. VRG 3 Family Trust
26. Consolidated Agricultural & Dairy Farming Co. Pvt. Ltd
27. VRG Business Link LLP
28. Pushpagiri Properties LLP

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(II) Transactions and Balances with related parties:

(₹ in lakhs)

Particulars	Subsidiaries Companies	Associate Companies	Enterprises Owned or significantly Influenced by Key Management Personnel or their Relatives	Executive Directors - Key Management Personnel	Non-Executive Directors
Transactions with Related Parties					
Sale of Goods / Services	**34,847.10**	–	–	–	–
	24,795.90	–	–	–	–
Sale of Services	**7.15**	–	–	–	–
	-	–	–	–	–
Loans given to subsidiaries	**790.60**	–	–	–	–
	40.00	–	–	–	–
Repayment received of loan given to subsidiary	**7.00**	–	–	–	–
	-	–	–	–	–
Interest income on loans given to subsidiaries	**4.90**	–	–	–	–
	2.40	–	–	–	–
Investments in subsidiaries	**11,317.52**	–	–	–	–
	-	–	–	–	–
Purchase of Goods/ Services	-	**657.53**	–	–	–
	-	*677.39*	–	–	–
Reimbursement received for amount paid on behalf of related party	-	–	–	–	–
	7.03	–	–	–	–
Director Remuneration	–	–	–	**1,387.35**	–
	–	–	–	*1,491.65*	–
Director Sitting Fees	–	–	–	–	**8.00**
	–	–	–	–	*7.80*
Dividend paid	–	–	**4,412.90**	**584.95**	**0.005**
	–	–	*278.71*	*36.94*	*0.02*
Deposit received	–	–	–	–	–
	–	–	*4,070.00*	–	–
Deposit refunded	–	–	–	–	–
	–	–	*4,070.00*	–	–
Interest paid on deposits	–	–	–	–	–
	–	–	*420.60*	–	–
Donation given	*2.00*	–	–	–	–
	–	–	–	–	–
Contribuation made for corporate social responsibilities	**291.73**	–	–	–	–
	142.95	–	–	–	–
Balances with related parties					
Trade and other receivables	**14,284.35**	–	–	–	–
	6,398.96	–	–	–	–
Investment in equity shares	**16,147.63**	**450.64**	–	–	–
	4,830.11	*450.64*	–	–	–
Loan receivable	**826.00**	–	–	–	–
	40.00	–	–	–	–
Interest receivable	**2.05**	–	–	–	–
	–	–	–	–	–
Amount payable*	–	–	–	**790.00**	–
	–	–	–	*950.00*	–

(Amounts in Italics font pertains to previous year)

The above amount do not include provision for leave encashment and gratuity fund, as separate figures are not available for the Executive Director - Key Management Personnel.

* includes commission paid / payable to Executive Director - Key Management Personnel

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

37 Earnings Per Share (EPS)

Particulars	**Unit of measurement**	**For the year ended 31st March, 2026**	For the year ended 31st March, 2025
Net profit attributable to equity shareholders of the Company	Rs. in lakhs	**21,126.53**	21,407.49
Weighted average number of Equity Shares of ₹ 10/- each	Numbers	**99,265,845**	99,301,804
Basic and diluted earnings per share	Rs.	**21.28**	21.56

(₹ in lakhs)

	As at 31st March, 2026	As at 31st March, 2025
38 Contingent Liabilities & Commitments		
a. Contingent liabilities in respect of matters under dispute		
- Amount deposited with Small Cause Court, Mumbai	**898.15**	869.75
- Octroi	**21.64**	21.64
- Demand by MSEB for solar banking power units disallowed	**207.00**	–

b. Commitments

a. Estimated amount of contracts remaining to be executed on Capital Account and not provided for net of advances ₹1417.89 lakhs (as at 31st March, 2025 - ₹ 1631.80 lakhs)

b. Uncalled liability on equity shares of a subsidiary company, Garware Technical Fibres UK Pvt. Ltd. (10,000 shares of £ 1.00 each) - ₹ Nil (₹ 11.07 lakhs as at 31st March, 2025)

39 Interest in other entities

The Company is having a partnership agreement (Sopan D Patil & GWRL JV) in which the company holds 40% share in profit / loss. The said partnership has not engaged in any activity during the year ended 31st March, 2026 and 31st March, 2025.

(₹ in lakhs)

Details of assets and liabilities	**As at 31st March, 2026**	As at 31st March, 2025
Current assets	**0.77**	0.77
Non-current assets	**15.40**	15.40
Current liabilities	–	–
Non-current liabilities	**(21.04)**	(21.04)
Reserve & Surplus	**4.87**	4.87

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

40 Financial Ratios

Particulars	Formula	For the year ended 31st March, 2026	For the year ended 31st March, 2025	Variance
Current Ratio[1]	Total Current assets	**104,114.58**	75,980.10	
	Total Current Liabilities	**38,599.35**	43,404.91	
		2.70	1.75	54%
Debt-Equity Ratio[2]	Total borrowing	**1,913.22**	6,141.86	
	Net worth	**132,725.29**	122,021.38	
		0.01	0.05	(71%)
Debt Service Coverage Ratio[3]	Earnings before interest and depreciation	**25,349.28**	26,112.09	
	Debt Service (Interest and Principal Repayment)	**1,078.93**	1,886.23	
		23.49	13.84	70%
Inventory turnover Ratio	Cost of Goods Sold	**40,869.52**	42,447.75	
	Average Inventory	**27,451.27**	23,960.55	
		1.49	1.77	(16%)
Trade receivable turnover Ratio	Revenue from operations	**141,898.37**	148,868.01	
	Average Trade receivables	**32,701.66**	28,267.47	
		4.34	5.27	(18%)
Trade payable turnover Ratio	Total Purchase + Other Expenses	**97,544.07**	99,235.49	
	Average Trade payable	**25,199.89**	24,268.23	
		3.87	4.09	(5%)
Net capital turnover Ratio[4]	Revenue from operations	**141,898.37**	148,868.01	
	Average Working Capital	**49,045.21**	35,948.40	
		2.89	4.14	(30%)
Return on equity Ratio	Profit After Tax	**21,126.53**	21,407.49	
	Net worth	**132,725.29**	122,021.38	
		15.9%	17.5%	(9%)
Net profit Ratio	Profit After Tax	**21,126.53**	21,407.49	
	Total Income	**146,422.25**	152,545.90	
		14.4%	14.0%	3%
Return on capital employed	Earnings Before Interest and Tax	**29,070.24**	30,448.96	
	Average Capital Employed	**135,448.33**	135,313.17	
		21.5%	22.5%	(5%)
Return on investment	Treasury Income	**2,915.59**	3,533.85	
	Average invested funds in treasury investments	**53,994.57**	64,903.18	
		5.4%	5.4%	(1%)

1 The current ratio improved mainly due to higher current investments arising from upcoming maturities and reduction in working capital borrowings due to repayments, resulting in an increase in current assets and decrease in current liabilities.

2 The improvement in the debt-equity ratio is primarily driven by a reduction in outstanding borrowings as compared to the previous year. Additionally, the net worth has strengthened due to accumulation of profits, resulting in a more favorable capital structure.

3 The improvement in the debt service coverage ratio is primarily attributable to lower interest expenses during the year, following the discontinuation of interest subvention on rupee packing credit. Additionally, overall working capital borrowings have reduced compared to the previous financial year, leading to lower debt servicing obligations and an enhanced coverage ratio.

4 The decline in net working capital turnover ratio is primarily due to increase in current assets, driven by higher current investments from upcoming maturities and increased inventory levels compared to the previous year.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

41 There have been no transactions carried out in Crypto Currency or Virtual Currency during the financial year ended 31st March, 2026 and 31st March, 2025, neither the Company holds any balances in the same.

42 Relationship with Struck-off companies

Details of struck off companies as at 31st March, 2026 is as follows:

Name of struck off company	Nature of Transaction with struck off company	Number of shares held	Relationship with the struck off company, if any, to be disclosed
Genex Infraproject Limited	Shares held by struck off company	400	Shareholder of the Company
Fairgrowth Investments Limited	Shares held by struck off company	60	Shareholder of the Company
Sinnar Steels Private Limited	Shares held by struck off company	100	Shareholder of the Company

Details of struck off companies as at 31st March, 2025 is as follows:

Name of struck off company	Nature of Transaction with struck off company	Number of shares held	Relationship with the struck off company, if any, to be disclosed
Genex Infraproject Limited	Shares held by struck off company	500	Shareholder of the Company
Fairgrowth Investments Limited	Shares held by struck off company	60	Shareholder of the Company
Sinnar Steels Private Limited	Shares held by struck off company	500	Shareholder of the Company

43 Disclosures pertaining to Corporate Social Responsibility

(₹ in lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Amount required to be spent by the Company during the year	**440.20**	397.38
Amount of expenditure incurred during the year on:		
(i) Construction/acquisition of asset	**–**	–
(ii) On purposes other than (i) above (refer not 43.1 below)	**440.20**	397.38
Shortfall at the end of the year	**–**	–
Total of previous years shortfall	**–**	–
Reason for shortfall	**Not applicable**	Not applicable
Details of related party transactions	**Refer note 36**	
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year	**–**	–

43.1 CSR expenses for the year ended March 31, 2026 includes an amount of ₹ 371.19 lakhs (₹ 322.97 lakhs for the year ended 31st March, 2025) earmarked for ongoing projects which has been transferred to Unspent CSR Account within 30 days from end of financial years, in terms of Section 135(6) of the Companies Act, 2013.

43.2 Nature of CSR activities include promoting education, including special education and employment enhancing vocation skills, ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, rural development and livelihood enhancement projects.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

44 Finacial Instruments

a. Financial instruments by category

(₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Measured at amortised cost	Measured at FVTOCI	Measured at amortised cost	Measured at FVTOCI
Financial assets				
Trade receivables	**34,662.13**	–	30,741.19	–
Loans	**1,462.10**	–	734.27	–
Cash and Bank Balances	**3,689.04**	–	833.67	–
Other Financial Assets	**870.29**	–	2,125.79	–
Investments in Exchange Traded Funds	**5,293.10**	–	9,491.00	–
Investments in Debt instruments	**0.16**	–	0.16	–
Investments in Debt Mutual Funds/ Index Funds	**4,706.05**	–	14,174.45	–
Investments in Fixed Maturity Plans	**23,380.63**	–	25,716.80	–
Investments in Gilt Funds	**2,578.40**	–	5,449.93	–
Investments in Market linked Debentures	**1,546.82**	–	5,641.58	–
Investments in Fixed Deposits with NBFCs	**6,500.90**	–	3,509.16	–
Investments in Equity shares	–	**5,081.78**	–	5,869.36
Total Financial Assets	**84,689.62**	**5,081.78**	98,418.00	5,869.36
Financial Liabilities				
Trade payable	**24,933.80**	–	25,465.97	–
Lease liabilities	**241.08**	–	328.82	–
Borrowings	**1,913.22**	–	6,141.86	–
Other Financial Liabilities	**5,001.87**	–	4,350.28	–
Total Financial Liabilities	**32,089.97**	–	36,286.93	–

b. Fair value of financial assets and liabilities measured at amortised cost

(₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Investments in Exchange Traded Funds	**5,293.10**	**5,339.01**	9,491.00	9,576.91
Investments in Debt instruments	**0.16**	**0.16**	0.16	0.16
Investments in Debt Mutual Funds/ Index Funds	**4,706.05**	**4,779.25**	14,174.45	14,296.75
Investments in Fixed Maturity Plans	**23,380.63**	**23,765.27**	25,716.80	26,073.93
Investments in Gilt Funds	**2,578.40**	**2,650.32**	5,449.93	5,509.63

c. Financial assets measured at fair value - recurring fair value measurements

(₹ in lakhs)

As at 31st March, 2026	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investment in Equity shares	**4,963.15**	–	**118.63**	**5,081.78**

As at 31st March, 2025	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investment in Equity shares	5,775.04	–	94.32	5,869.36

Level 1 : Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

A fair value gain of ₹ 24.31 lakhs for the year ended 31st March, 2026 (₹ 6.59 lakhs for the year ended 31st March, 2025) is recognised in other comprehensive income on financial assets measured at fair value, determined using Level 3 inputs under the fair value hierarchy. There have been no transfers into or out of Level 3 during the reporting periods.

Valuation technique to determine fair value

The following methods and assumptions were used to estimate the fair values of financial instruments

(i) The management assesses that fair value of cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

(ii) The fair values of the equity investment which are quoted, are derived from quoted market prices in active markets. The investments measured at fair value and falling under fair value hierarchy Level 3 are valued on the basis of valuation reports provided by external valuers with the exception of certain investments, where cost has been considered as an appropriate estimate of fair value because of a wide range of possible fair value measurements and cost represents the best estimate of fair values within that range. The carrying value of those investments are individually immaterial.

The fair value of equity shares classified under Level 3 of the fair value hierarchy is determined using a Discounted Cash Flow (DCF) model. The key unobservable inputs used in the valuation include a perpetual growth rate of 5% and a weighted average cost of capital (WACC) of 6.9%. The valuation also includes cash and bank balances measured at their carrying value, which approximates fair value. Given that the value of cash and bank balances is significant in comparison to the value derived from the business operations, the overall valuation is less sensitive to changes in the unobservable inputs used in the DCF model.

d. Financial risk management objectives

The Company is exposed to market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Company's risk management strategies focus on the un-predictability of these elements and seek to minimise the potential adverse effects on its financial performance. The Company's senior management which is supported by a Treasury Management Group ('TMG') manages these risks. All hedging activities are carried out by specialist teams that have the appropriate skills, experience and supervision.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprises of risks relating to interest rate risk and other price risks such as equity price risk and commodity price risk. Financial instruments affected by market risks mainly include borrowings, deposits and investments.

Foreign currency risk management

Foreign exchange risk arises on future commercial transactions and on all recognised monetary assets and liabilities, which are denominated in a currency other than the functional currency of the Company. The Company's management has set policy wherein exposure is identified, benchmark is set and monitored closely, and accordingly suitable hedges are undertaken. The Company's foreign currency exposure arises mainly from foreign exchange imports, exports and other income / expenses in foreign currency, primarily with respect to USD.

The following tables demonstrate the sensitivity in foreign currencies to the INR with all other variable held constant, as at reporting date:

(₹ in lakhs)

As at 31st March, 2026	CAD	EUR	GBP	USD	NOK	JPY	SGD
1% increase in Ex. rate	0.00	15.04	11.27	160.17	44.46	(0.33)	(0.01)
1% decrease in Ex. rate	(0.00)	(15.04)	(11.27)	(160.17)	(44.46)	0.33	0.01

As at 31st March, 2025	CAD	EUR	GBP	USD	NOK	JPY	SGD
1% increase in Ex. rate	(0.07)	16.75	14.63	136.32	0.75	–	–
1% decrease in Ex. rate	0.07	(16.75)	(14.63)	(136.32)	(0.75)	–	–

Interest rate risk management

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company exposure to the risk of changes in market interest rates relates primarily to the Company's investments in debt instruments including debt mutual funds. The Company does not have any long term borrowing on variable interest rate therefore not exposed to interest rate risk its debt obligation.

The Company has invested its surplus funds primarily in debt based mutual funds and fixed maturity plans. The value of investment in these mutual fund schemes is reflected though Net Asset Value (NAV) declared by the Asset Management Company on daily basis. The Company has not performed a sensitivity analysis on these mutual funds

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

based on estimated fluctuations in their NAV as in management's opinion, such analysis would not display a correct picture.

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

Trade Receivable - Customer credit risk is managed by SCM team subject to the Company's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored and followed up.

Financial instruments and cash deposits - Credit risk from balances with banks is managed by the Company's treasury department in accordance with the Company's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

Liquidity risk

Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time or at reasonable price. The Company's objective is to at all times maintain optimum levels of liquidity to meet its cash and liquidity requirements. The Company closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate source of financing through the use of bank deposits and cash credit facilities. Processes and policies related to such risks are overseen by senior management. Management monitors the Company's liquidity position through rolling forecasts on the basis of expected cash flows. The Company assessed the concentration of risk with respect to its debt and concluded it to below.

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

(₹ in lakhs)

As at 31st March, 2026	within 1 year	1 - 5 years	More than 5 years	Total
Trade payables	24,606.66	327.14	–	24,933.80
Borrowings	1,913.22	–	–	1,913.22
Lease liabilities	119.34	140.46	–	259.80
Other financial liabilities	3,926.49	1,075.38	–	5,001.87

As at 31st March, 2025	within 1 year	1 - 5 years	More than 5 years	Total
Trade payables	25,219.51	246.46	–	25,465.97
Borrowings	6,141.86	–	–	6,141.86
Lease liabilities	100.99	246.16	5.23	352.38
Other financial liabilities	3692.83	657.45	–	4,350.28

Excessive risk concentration

Concentrations arise when a number of counter parties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Company's performance to developments affecting a particular industry. The Company believes that there is no such excessive risk concentration.

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

45 Leases

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
(i) Carrying value of right of use assets at the end of the reporting period (Refer Note 4)	**204.93**	300.56
(ii) Movement of lease liabilities		
Opening lease liabilities	**328.82**	389.02
Addition during the year / period	**–**	21.80
Interest Cost	**17.89**	23.08
Cash outflow towards payment of lease liabilities	**(105.63)**	(105.07)
Deletion during the year on account of termination of lease	**–**	–
Closing lease liabilities	**241.08**	328.82
(iii) Maturity analysis of lease liabilities (on undiscounted basis)		
Less than 1 year	**119.34**	100.99
Between 1-5 years	**140.46**	246.16
More than 5 years	**–**	5.23
	259.80	352.38
(iv) Lease liabilities included in statement of financial position		
Current	**107.35**	87.74
Non-current	**133.73**	241.08
(v) Impact on statement of profit and loss		
Interest on lease liabilities	**17.89**	23.08
Depreciation on right of use assets	**95.63**	95.63
Net impact on profit before tax	**113.52**	118.71
Deferred tax - Charge/ (credit)	**(28.57)**	(29.88)
Net impact on profit after tax	**84.95**	88.83
(vi) Rent Expenses (on short term or low value leases)	**502.40**	492.20

46 Capital Management

The Company's objective when managing capital is to ensure the going concern operation and to maintain an efficient capital structure to reduce the cost of capital, support the corporate strategy and meet shareholders expectations. The policy of the Company is to borrow through banks supported by committed borrowing facility to meet anticipated funding requirements. The capital structure is governed by policies approved by the Board of Directors.

The following table summarises the capital of the Company.

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Short Term Debt (including current maturities of long term loan)	**1,913.22**	6,141.86
Long Term Debt	**–**	–
Trade Payables	**24,933.80**	25,465.97
Less: Cash and Bank Balances	**(3,689.04)**	(833.67)
Net Debt	**23,157.98**	30,774.16
Equity	**132,725.29**	122,021.38
Capital and net debt	**155,883.27**	152,795.54
Net Debt to Capital Ratio (Debt/Equity plus debt)	**0.15**	0.20

NOTES TO THE STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

47 Event occuring after balance sheet date

The Board of Directors at its meeting held on May 8, 2026, approved a proposal to buy-back of up to 16,17,500 equity shares of the Company for an aggregate amount not exceeding ₹ 11,000.00 lakhs being 9.46% and 9.35% of the aggregate of the total paid-up equity share capital and free reserves of the Company based on the audited standalone and consolidated financial statements respectively as at 31st March, 2025 at the price of ₹ 680 per equity share. The record date for determining the buyback entitlement was determined to be 20th May, 2026.

Proposed Dividend - The Board of Directors in its meeting dated 20th May, 2026, has recommended a dividend of ₹ 1.00 /- per share (10%) of face value ₹ 10/- each for approval by the Members of the Company at ensuing Annual General Meeting.

48 The Company do not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

49 The Company do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

50 The Company have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

51 The Company have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

52 Exceptional item

The Government of India has consolidated 29 existing labour legislations into a united framework comprising 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; effective from 21st November, 2025. These Labour Codes, amongst other things, introduced changes including a uniform definition of wages and enhanced benefits relating to leave which had resulted in increase in gratuity and leave liability by ₹ 1,390 lakhs. The same has been presented under 'Exceptional Item' for the year ended 31st March, 2026. The detailed rules, procedures and state specific implementation mechanisms under these labour codes are yet to be notified.

53 The Company has used the borrowings from banks for the purpose for which it was obtained.

54 The figures of previous year have been regrouped / rearranged, wherever necessary to conform to current year's presentation.

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
20th May, 2026

V. R. GARWARE
Chairman & Managing Director
DIN: 00092201

M. V. GARWARE
Director
DIN: 06948274

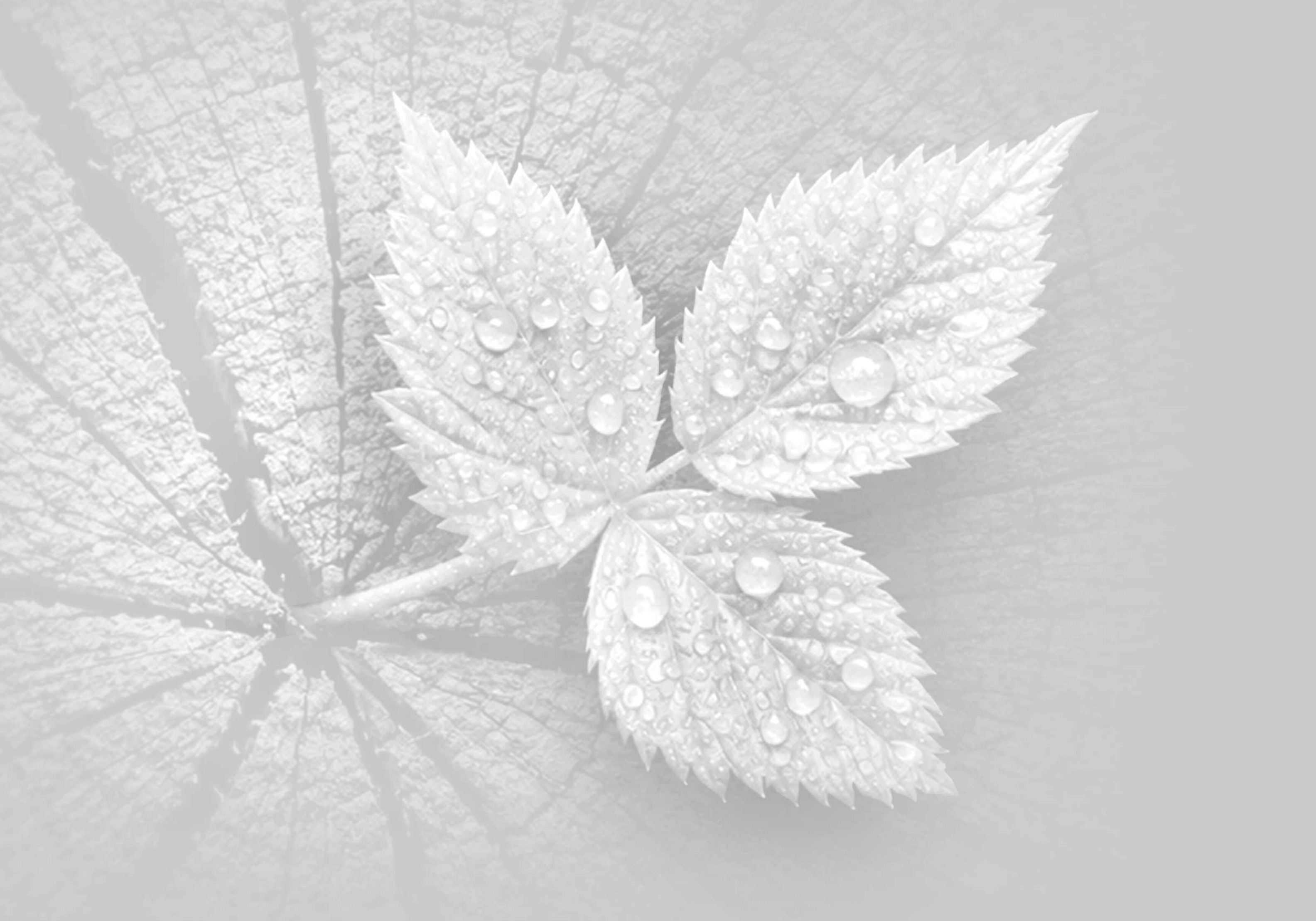
ASHISH GOEL
Director
DIN: 00147449

A. S. WAGLE
Director
DIN: 03403801

KIRTI DHARMESH MANGWANI
Director
DIN: 07235467

S. S. RAJPATHAK
Director
DIN: 00040387

Consolidated Financial Statements



INDEPENDENT AUDITORS' REPORT

To,

The Members

GARWARE TECHNICAL FIBRES LIMITED

Report on the Audit of Consolidated Financial Statements

1. Opinion

We have audited the accompanying Consolidated Financial Statements of **GARWARE TECHNICAL FIBRES LIMITED** and its Subsidiaries (Holding Company and its subsidiaries together referred to as "the Group") and its Associates, which comprise the Consolidated Balance Sheet as at 31st March, 2026, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including a summary of Material Accounting Policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditor on separate Financial Statements and on the other financial information of the subsidiaries and associates, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the Consolidated state of affairs of the Group and its Associates as at 31st March, 2026, of its Consolidated Profit, its Consolidated total comprehensive income, their Consolidated changes in equity and their Consolidated cash flows for the year ended on that date.

2. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under Section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by Institute of Chartered Accountants of India and the relevant provisions of the Act, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence obtained by us along with the consideration of audit report of the other auditor referred in sub paragraph (a) of the 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our opinion on the Consolidated Financial Statements.

3. Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated Financial Statements of the current period. These matters were addressed in the context of our audit of the Consolidated Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined the matter described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How our audit addressed the key audit matter
Revenue Recognition For the year ended 31st March, 2026 the Company has recognised revenue from contracts with customers amounting to ₹1,52,878.63 lakh. Revenue from contracts with customers is recognised when control of the goods or services is transferred to the customer at an amount that reflects the consideration to which the Company expects to be entitled to in exchange for those goods or services. The Company has generally concluded that as principal, it typically controls the goods or services before transferring them to the customer. The variety of terms that define when controls are transferred to the customer, as well as the high value of the transactions, give rise to the risk that revenue is not recognised in the correct period, generally in cases of Contractual work it gets deferred. Revenue is measured net of returns and allowances, cash discounts, trade discounts and volume rebates (collectively 'discount & rebates'). There is a risk that	**Our procedures included, but were not limited to the following:** • Obtained and Assessed the Company's revenue recognition policy prepared as per Ind AS 115 'Revenue from contracts with customers'. • Assessed the design and tested the operating effectiveness of internal controls related to revenue recognition, discounts and rebates. • Performed sample tests of individual sales transaction and traced sales invoices, sales orders and other related documents. • Assessed the design and tested the operating effectiveness of internal controls related to revenue recognition within the group with related parties. Further, in respect of the samples checked that the revenue has been recognized as per the shipping terms, contract period in case of long-term contract. • Obtained confirmations from customers on sample basis to support existence/assertion of trade receivables and assessed the relevant disclosures including related party

Key Audit Matter	How our audit addressed the key audit matter
these discounts and rebates are incorrectly recorded as it also requires a certain degree of estimation, resulting in understatement of the associated expenses and accrual. Revenue is also an important element of how the Company measures its performance. The Company focuses on revenue as a key performance measure, which could create an incentive for revenue to be recognised before the risk and rewards have been transferred. Accordingly, due to the significant risks associated with revenue recognition in accordance with terms of Ind AS 115 "Revenue from contracts with customers", it was determined to be a key audit matter in our audit of the Consolidated Ind AS financial statements.	transactions, made in the financial statements; to ensure revenue from contracts with customers are in accordance with the requirements of relevant accounting standards. Based on the above procedures performed, we did not identify any significant exceptions in the management's assessment in relation to the revenue recognition in accordance with terms of Ind AS 115 "Revenue from Contracts with Customers".
Acquisition of Foreign Subsidiaries resulting in Goodwill The Company through its foreign subsidiary acquired 100% of the shares of Offshore & Trawl System AS, Norway ("OTS") and Advanced Mooring System AS, Norway ("AMS") **("Step-Down Subsidiaries")** for a consideration INR 10,969.54 lakh. The fair value of assets and liabilities acquired have been determined in accordance with IND AS 103 "Business Combinations". The excess of the consideration paid over the fair value of net assets acquired of Step-down subsidiaries has resulted in a Goodwill of ₹7,064.41 lakh. In determining the fair values of the assets acquired, it involves Holding Company's significant assumptions, estimates, assessment of future market conditions, growth rates and capital costs. These assumptions and estimates have material impact on assessment of consideration to be paid, resulting in goodwill.	**Our procedures included, but were not limited to the following:** ● Obtained and assessed the details of such transaction. ● Assessed the design and tested the operating effectiveness of internal controls related to this acquisition. ● Assessed reasonableness of key assumptions and estimates used in determining fair value of assets acquired and initial recognition of goodwill. ● Review of Legal and transactional documents to verify the actual consideration transferred. Based on the above procedures performed, we did not identify any significant exceptions in the management's assessment in relation to the initial recognition of goodwill in accordance with terms of Ind AS 103 "Business Combinations".

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

The Holding Company's management and Board of Directors are responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report, but does not include the Consolidated Financial Statements and our auditor's report thereon.

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

In connection with our audit of the Consolidated Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Consolidated Financial Statements or our knowledge obtained in the 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.

5. Management's and Board of Directors' Responsibilities for the Consolidated Financial Statements.

The Holding Company's Management and Board of Directors are responsible for the preparation and presentation of these Consolidated Financial Statements in term of the requirements of the Act that give a true and fair view of the Consolidated state of affairs, consolidated profit and other comprehensive income, Consolidated changes in equity and Consolidated cash flow of the Group including its Associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under Section 133 of the Act, read with relevant rules issued thereunder. The respective Management and Board of Directors of the companies included in the Group and its Associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Group and its Associates and for preventing and detecting frauds and other irregularities; the selection and application of appropriate implementation and maintenance of accounting policies; making judgments and estimates that are reasonable and prudent; and the 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 Consolidated Financial

Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the Consolidated Financial Statements by the Management and Directors of the Holding Company, as aforesaid.

In preparing the Consolidated Financial Statements, the respective management and Board of Directors of the Companies included in the Group and its Associates are responsible for assessing the ability of each Company to continue as a going concern and using the going concern basis of accounting unless the respective Board of Directors and management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors of the companies included in the group and its associates are also responsible for overseeing the financial reporting process of each Company.

6. **Auditor's Responsibilities for the Audit of the Consolidated Financial Statements**

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

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

- Identify and assess the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

  The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal 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 Holding Company and its Associates incorporated in India has adequate internal financial controls with reference to the Consolidated Financial Statements and the operating effectiveness of such controls based on our audit.
- 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 and Board of Directors' use of the going concern basis of accounting in preparation of Consolidated Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast doubt on the ability of the Group and its Associates to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Consolidated Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group and its Associates to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Consolidated Financial Statements, including the disclosures, and whether the Consolidated Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of such entities or business activities within the Group and its associates to express an opinion on the consolidated financial statements, of which we are the independent auditors. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which has been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audit carried out by them. We remain solely responsible for our audit opinion. Our responsibilities in this regard are further described in the section titled 'Other Matters' in this audit report.

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

We believe that the audit evidence obtained by us along with the consideration of audit report of the other auditor referred to in subparagraph (a) of the Other Matters paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

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

7. Other Matters

The accompanying consolidated financial results include the audited financial statements and other financial information, in respect of:

- One subsidiary, whose financial statements include total assets of ₹ 190.50 lakh as at 31st March, 2026, total revenues of ₹ 11.94 lakh, total net profit after tax ₹ 7.58 lakh and net cash outflow of ₹ 2.27 lakh for the year ended on that date. These financial statements and other financial information have been audited by other independent auditor and whose report has been furnished to us by the management and our opinion on the Consolidated Annual Financial Results, in so far as it relates to the amounts and disclosures included in respect of this subsidiary is based solely on the report of the other auditor and procedures performed by us as stated in paragraph 6 above.
- Two step-down subsidiaries, whose financial statements include total assets of ₹ 8,973.71 lakh as at 31st March, 2026, total revenue of ₹ 5,768.78 lakh, total net profit after tax of ₹ 262.31 lakh and net cash inflow of ₹ 769.38 lakh for the year ended on that date. These financial statements have been certified by the management for its inclusion in Consolidated Financial Statement of one of the Foreign Subsidiary.
- Two associates, whose financial statements include the Group's share of net profit of ₹ 25.44 lakh for the year ended 31st March, 2026, as considered in the consolidated financial statements whose financial statements, other financial information have been audited by other independent auditors and whose reports have been furnished to us by the management and our opinion on the consolidated annual financial results, in so far as it relates to the amounts and disclosures included in respect of these Associates, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 6 above.

  Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matter with respect to our reliance on the work done and the report of the other auditor.

8. Report on Other Legal and Regulatory Requirements

(I) As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditor on separate financial statements of such subsidiary as was audited by other auditor, as noted in the 'Other Matters' paragraph, we report, to the extent applicable, 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 purpose of our audit of the aforesaid Consolidated Financial Statements

b. In our opinion, proper books of account as required by law relating to preparation of the aforesaid Consolidated Financial Statements have been kept by the Group and its Associates so far as it appears from our examination of those books and the reports of the other auditors;

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss, Consolidated Statement of Changes in Equity and the Consolidated Cash Flow Statement dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements;

d. In our opinion, the aforesaid Consolidated Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued thereunder;

e. On the basis of the written representations received from the directors of the Holding Company as on 31st March, 2026, and taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary Company and Associate Companies, none of the directors of the Group and its Associate Companies are disqualified as on 31st March, 2026 from being appointed as a director in terms of Section 164(2) of the Act;

f. With respect to the adequacy of the internal financial controls over financial reporting of the Group and its Associates and the operative effectiveness of such controls in terms of Section 143(3)(i) of the Act, refer to our separate report in "Annexure A".

g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.

h. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the report of the other auditor on separate financial statements of the subsidiary as noted in the 'Other Matters' paragraph:

(i) The Consolidated Financial Statements disclose the impact of pending litigations as at 31st March, 2026 on the consolidation financial position of the group and associates - Refer Note No. 39 to the Consolidated Financial Statements;

(ii) The Group and its Associates have made provision, as required under the applicable law or Ind AS, for material foreseeable losses, if any, on long-term contracts including derivative contracts;

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

(iv) (a) The respective Managements of the Company, its Subsidiaries and Associates which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their 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 or any of such subsidiary or associates 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, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company or any of such subsidiary or associates ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(b) The respective Managements of the Company, its Subsidiaries and Associates which are companies incorporated in India, whose financial statements have been audited under the Act, have represented to us that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company or subsidiary or associates from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company or any of such subsidiary or associates shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

(c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances performed by us on the Holding Company, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.

(v) With respect to dividends

a. The final dividend proposed in the previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, as applicable.

b. The interim dividend declared and paid by the Company during the year is in accordance with section 123 of the Act

c. The Board of Directors of the Company have proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with Section 123 of the Act, as applicable.

(vi) Based on our examination which included test checks and that performed by the respective auditors of the Subsidiary, and Associates which are companies incorporated in India whose financial statements have been audited under the Act, the Company, Subsidiary and its Associates have used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit, we and respective auditors of the above referred subsidiary and associates did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company and above referred subsidiary and associates as per the statutory requirements for record retention.

(II) With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and its Subsidiaries included in the consolidated financial statements of the Company, to which reporting under CARO is applicable, we report that there are no qualifications or adverse remarks in the CARO report of Subsidiaries.

For **Mehta Chokshi & Shah LLP**
Chartered Accountants
FRN: 106201W/W100598

Rakesh Agarwal
(Partner)
M.No.: 170685
UDIN:26170685KUHAKS9030

Place: Pune
Date: 20th May, 2026

ANNEXURE "A" TO THE INDEPENDENT AUDITORS' REPORT ON THE CONSOLIDATED FINANCIAL STATEMENTS OF GARWARE TECHNICAL FIBRES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2026

Report on the internal Financial Controls with reference to the aforesaid Consolidated Financial Statements under Clause (i) of Sub-Section 3 of Section 143 of the Companies Act, 2013.

Opinion

In conjunction with our audit of the consolidated financial statements of Garware Technical Fibres Limited (hereinafter referred to as "the Holding Company") as of and for the year ended 31st March, 2026, we have audited the internal financial controls with reference to consolidated financial statements of the Holding Company and such companies incorporated in India under the Companies Act, 2013 which are its Subsidiary Companies and Associate Companies, as of that date. In our opinion, the Holding Company and such Companies incorporated in India which are its Subsidiary Companies and its Associate Companies have, in all material respects, adequate internal financial controls with reference to consolidated financial statements and such internal financial controls were operating effectively as at 31st March, 2026, based on the internal financial controls with reference to consolidated financial statements criteria established by such companies considering the essential components of such internal controls stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "Guidance Note")

Management's Responsibility for Internal Financial Controls

The Company's management and Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by respective 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 Guidance Note'). 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 with reference to consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. The Guidance Note and those Standards 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 were 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 judgment, including the assessment of the risks of material misstatement of the Consolidated Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

Meaning of Internal Financial Controls with reference to Consolidated Financial Statements

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 Consolidated Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorization of management and directors of the Company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the Company's assets that could have a material effect on the Consolidated Financial Statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to consolidated financial statements to future periods are subject to the risk that the internal financial controls with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For **Mehta Chokshi & Shah LLP**
Chartered Accountants
FRN: 106201W/W100598

Rakesh Agarwal
(Partner)
M.No. 170685
UDIN: 26170685KUHAKS9030

Place: Pune
Date: 20th May, 2026

CONSOLIDATED BALANCE SHEET AS AT 31st MARCH, 2026

(₹ in lakhs)

	Note No.	As at 31st March, 2026	As at 31st March, 2025
A ASSETS			
(1) Non-current assets			
(a) Property, Plant and Equipment	3	**34,268.10**	27,046.74
(b) Capital work in progress	48	**97.46**	–
(c) Right of Use Assets	4	**214.18**	315.09
(d) Goodwill		**7,064.41**	–
(e) Intangible Assets	5	**397.29**	334.36
(f) Financial Assets			
(i) Investments in Subsidiaries and Associates	6	**476.31**	450.87
(ii) Other Investments	7	**21,021.10**	58,908.59
(iii) Trade Receivables	8	**2,141.96**	732.13
(iv) Loans	9	**476.93**	651.78
(v) Other Financial Assets	10	**547.10**	464.89
(g) Other non-current Assets	11	**2,004.55**	2,116.00
Total Non-Current Assets		**68,709.39**	91,020.45
(2) Current Assets			
(a) Inventories	12	**39,859.74**	26,962.07
(b) Financial Assets			
(i) Investments	13	**28,066.74**	10,943.85
(ii) Trade Receivables	8	**27,668.24**	31,685.58
(iii) Cash and Cash Equivalents	14	**9,865.76**	2,105.49
(iv) Bank Balances other than (iii) above	15	**4,106.49**	2,955.96
(v) Loans	9	**159.17**	42.49
(vi) Other Financial Assets	10	**301.83**	1,675.83
(c) Current Tax Assets	16	**556.97**	87.97
(d) Other Current Assets	11	**8,580.31**	8,181.97
Total Current Assets		**119,165.25**	84,641.21
TOTAL - ASSETS		**187,874.64**	175,661.66
B EQUITY AND LIABILITIES			
(1) Equity			
(a) Equity Share Capital	17	**9,926.58**	9,926.58
(b) Other Equity	18	**125,515.82**	114,230.18
Total Equity attributable to owners of the Company		**135,442.40**	124,156.76
(2) LIABILITIES			
Non-Current Liabilities			
(a) Financial Liabilities			
(i) Long Term Borrowings	19	**1,912.51**	–
(ii) Trade Payables	20	**327.14**	246.46
(iii) Other Non-Current Financial Liabilities	21	**1,075.38**	657.45
(iv) Lease Liability	22	**138.71**	244.49
(b) Provisions	23	**929.97**	1,237.79
(c) Deferred Tax Liabilities (net)	24	**4,520.41**	3,994.94
Total Non-current liabilities		**8,904.12**	6,381.13
(3) Current Liabilities			
(a) Financial Liabilities			
(i) Short Term Borrowings	25	**2,117.22**	6,141.86
(ii) Lease Liabilities	22	**113.06**	99.80
(iii) Trade Payables	20		
Dues to Micro Enterprises and Small Enterprises		**584.99**	212.52
Dues to Other than Micro Enterprises and Small Enterprises		**26,156.05**	25,463.18
(iv) Other Current Financial Liabilities	21	**4,216.24**	3,945.50
(b) Other Current Liabilities	26	**8,213.86**	8,463.39
(c) Provisions	23	**1,979.50**	710.05
(d) Current Tax Liabilities (net)		**147.20**	87.47
Total Current Liabilities		**43,528.12**	45,123.77
TOTAL - EQUITY AND LIABILITIES		**187,874.64**	175,661.66

The accompanying notes are an integral part of Standalone Financial Statements

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
20th May, 2026

V. R. GARWARE
Chairman & Managing Director
DIN: 00092201

M. V. GARWARE
Director
DIN: 06948274

ASHISH GOEL
Director
DIN: 00147449

A. S. WAGLE
Director
DIN: 03403801

KIRTI DHARMESH MANGWANI
Director
DIN: 07235467

S. S. RAJPATHAK
Director
DIN: 00040387

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

		Note No.	For the year ended 31st March, 2026	For the year ended 31st March, 2025
1	**INCOME**			
	Revenue from Operations	27	**152,878.63**	154,011.29
	Other Income	28	**4,768.88**	3,806.65
	Total Income		**157,647.51**	157,817.94
2	**EXPENSES**			
	Cost of Materials Consumed	29	**41,019.63**	39,383.18
	Purchases of stock-in-trade		**8,817.18**	5,501.52
	Changes in inventories of finished goods, stock-in-trade and work-in-progress	30	**(4,445.30)**	(1,572.27)
	Employee Benefits Expenses	31	**23,676.44**	21,444.75
	Finance Cost	32	**1,355.93**	2,003.22
	Depreciation and Amortisation Expenses		**3,444.69**	2,834.31
	Other expenses	33		
	i) Processing and Testing Charges		**14,854.20**	13,749.29
	ii) Others		**40,595.70**	43,628.23
	Total Expenses		**129,318.47**	126,972.23
	Profit Before Tax and exceptional items		**28,329.04**	30,845.71
	Exceptional items		**(1,390.00)**	–
	Profit Before Tax		**26,939.04**	30,845.71
	Tax Expenses	34		
	1. Current Tax		**7,132.78**	7,419.74
	2. Deferred Tax		**(51.63)**	271.22
	3. Tax relating to earlier years		**15.94**	–
	Total tax expenses		**7,097.09**	7,690.96
	Profit after tax		**19,841.95**	23,154.75
	Share of profit/(loss) from investment in associates & joint Venture		**25.44**	(0.66)
	Profit for the year		**19,867.39**	23,154.09
	Profit attributable to:			
	Owners of the Company		**19,867.39**	23,154.09
	Non Controlling Interest		**–**	–
	Other Comprehensive Income			
	(i) Items that will not be reclassified to profit or loss			
	Fair value of Investment in Equity Instruments		**(787.58)**	3,219.18
	Remeasurement of Defined Benefit Obligation		**(65.95)**	(112.23)
	Income tax related to items that will not be reclassified to profit or loss		**(138.83)**	(265.73)
	(ii) Items that will be reclassified to profit or loss			
	Foreign currency translation reserve		**1,840.87**	159.45
	Income tax related to items that will be reclassified to profit or loss		**–**	–
	Total Other Comprehensive income for the year		**848.51**	3,000.67
	Other comprehensive income attributable to:			
	Owners of the Company		**848.51**	3,000.67
	Non Controlling Interest		**–**	–
	Total Comprehensive Income for the year		**20,715.90**	26,154.76
	Total comprehensive income attributable to:			
	Owners of the Company		**20,715.90**	26,154.76
	Non Controlling Interest		**–**	–
	Earnings per equity share (Nominal value per share Rs. 10 each)			
	Basic and Diluted (in Rs.)	38	**20.01**	23.32

The accompanying notes are an integral part of Standalone Financial Statements

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

SHASHANK GUPTA
Chief Financial Officer

V. R. GARWARE
Chairman & Managing Director
DIN: 00092201

M. V. GARWARE
Director
DIN: 06948274

(RAKESH AGARWAL)
Partner
M. No. 170685

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

ASHISH GOEL
Director
DIN: 00147449

A. S. WAGLE
Director
DIN: 03403801

KIRTI DHARMESH MANGWANI
Director
DIN: 07235467

S. S. RAJPATHAK
Director
DIN: 00040387

Pune,
20th May, 2026

Pune,
20th May, 2026

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31st MARCH, 2026

Other Equity
For the year ended 31st March, 2026

(₹ in lakhs)

Particulars	Equity Share Capital	Reserves and Surplus					Item of OCI		Other Equity
		Capital Reserve	Capital Redemption Reserve	Share Premium	General Reserve	Retained earnings	Equity instruments through other comprehensive income	Foreign currency translation reserve	
Balance as at 1st April, 2024	**2037.82**	**294.38**	**238.37**	**102.74**	**20,908.50**	**97,028.61**	**2,392.94**	**382.01**	**121,347.55**
Profit for the year	–	–	–	–	–	23,154.09	–	–	23,154.09
Remeasurement (Loss) / Gain on defined benefit plan	–	–	–	–	–	(112.23)	–	–	(112.23)
Fair value of equity instruments	–	–	–	–	–	–	2,953.45	–	2,953.45
Exchange difference on translation of foreign operations	–	–	–	–	–	–	–	159.45	159.45
Total Comprehensive income for the year	**–**	**–**	**–**	**–**	**–**	**23,041.86**	**2,953.45**	**159.45**	**26,154.76**
Buyback of Shares (including tax on buyback and Transaction Charges) (Refer Note 17)	(52.50)	–	52.50	–		(24,727.03)	–	–	(24,674.53)
Bonus Shares Issue (Refer Note 17)	7,941.26	–	–	–	(8,002.00)	–	–	–	(8,002.00)
Dividend paid	–	–	–	–	–	(595.60)	–	–	(595.60)
Balance as at 31st March, 2025	**9,926.58**	**294.38**	**290.87**	**102.74**	**12,906.50**	**94,747.84**	**5,346.39**	**541.46**	**114,230.18**
Profit for the year	–	–	–	–	–	19,867.39	–	–	19,867.39
Remeasurement (Loss) / Gain on defined benefit plan	–	–	–	–	–	(65.95)	–	–	(65.95)
Transfer to General Reserve	–	–	–	–	15,000.00	(15,000.00)	–	–	–
Fair value of equity instruments	–	–	–	–	–	–	(926.41)	–	(926.41)
Exchange difference on translation of foreign operations	–	–	–	–	–	–	–	1,840.87	1,840.87
Total Comprehensive income for the year	**–**	**–**	**–**	**–**	**15,000.00**	**4,801.44**	**(926.41)**	**1,840.87**	**20,715.90**
Dividends paid	–	–	–	–	–	(9,430.26)	–	–	(9,430.26)
Balance as at 31st March, 2026	**9,926.58**	**294.38**	**290.87**	**102.74**	**27,906.50**	**90,119.02**	**4,419.98**	**2,382.33**	**125,515.82**

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
20th May, 2026

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S. S. RAJPATHAK
Director
DIN: 00040387

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2026

(₹ in lakhs)

		For the year ended 31st March, 2026	For the year ended 31st March, 2025
I.	**CASH FLOW FROM OPERATING ACTIVITIES**		
	Profit before tax	**26,939.04**	30,845.71
	Adjustments for:	**(1,174.71)**	12.77
	Unrealised foreign exchange differences	**(15.81)**	(13.17)
	Dividend income	**(3,754.98)**	(3,781.11)
	Interest income	**1,355.94**	2,003.22
	Finance cost	**3,444.69**	2,834.31
	Depreciation and Amortisation Expenses	**22.97**	17.38
	(Profit)/ loss on sale of property, plant and equipment	**210.40**	11.10
	Bad debts written off	**(223.39)**	(1.08)
	Provision for doubtful debts	**26,804.15**	31,929.13
	Operating Profit before Working Capital Changes		
	Working Capital Adjustments:	**6,544.88**	(6,893.64)
	(Increase)/ decrease in trade & other receivable and other assets	**(9,833.05)**	(1,288.17)
	(Increase)/ decrease in inventories	**510.98**	3,156.91
	Increase/ (decrease) in trade and other payables	**24,026.96**	26,904.23
	Cash generated from operations	**(7,820.23)**	(7,291.78)
	Direct taxed paid (net of refunds)		
	Net cash from operating activities	**16,206.73**	19,612.45
II.	**CASH FLOW FROM INVESTING ACTIVITIES**		
	Purchase of property, plant and equipment and intangible assets (including capital advances paid)	**(5,637.87)**	(4,374.66)
	Proceeds from sale of property, plant and equipment	**91.53**	5.08
	Amount paid for acquisition of controlling stake in subsidiaries	**(10,884.03)**	–
	Proceeds from sale/ redemption of other investments	**28,257.33**	17,974.79
	Purchase of other investments	**(5,000.00)**	(12,544.04)
	Interest received	**375.80**	183.86
	Dividend received	**15.81**	13.17
	Changes in earmarked balances	**(52.29)**	(44.23)
	Maturity of bank deposits	**2,381.17**	2,351.46
	Investments in bank deposits	**(3,181.66)**	(2,536.56)
	Net cash from investing activities	**6,365.79**	1,028.87
III.	**CASH FLOW FROM FINANCING ACTIVITIES**		
	Dividend paid	**(9,381.66)**	(607.19)
	Interest and financial charges paid	**(1,337.01)**	(1,978.75)
	Payment of lease liability	**(111.44)**	(110.82)
	Repayment of long term borrowings	**(166.38)**	–
	Proceeds from/ (repayment of) short term borrowings (net)	**(4,228.64)**	(5,698.66)
	Buyback of shares (incl. buyack tax)	**–**	(24,506.19)
	Expenses for buyback & bonus of equity shares	**–**	(281.59)
	Net cash used in financing activities	**(15,225.13)**	(33,183.20)
	Net increase/ (decrease) in cash & cash equivalents (I+II+III)	**7,347.39**	(12,541.88)
	Cash & cash equivalents at the beginning of the year	**2,105.49**	14,647.37
	Add: Effect of exchange rate on consolidation of foreign subsidiaries	**412.88**	–
	Cash & cash equivalents at the end of the year	**9,865.76**	2,105.49

Notes:

1 Direct Taxes paid are treated as arising from operating activities and are not bifurcated between investing and financing activities.

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 31st MARCH 2026

2 For the purpose of Standalone Statement of Cash Flow, Cash and Cash Equivalents comprises the following: (₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Cash on hand	**24.47**	25.76
Balances with banks in current accounts	**7,328.16**	653.53
Fixed deposit having original maturity of less than 3 months	**2,513.13**	1,426.20
Total	**9,865.76**	2,105.49

3 Reconciliation of cash flow in liabilities arising from financing activities:

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Opening liability (Borrowings)	**6,141.86**	11,880.52
Changes from financing cash flows	**(4,395.02)**	(5,738.66)
Add: Liabilities assumed in business combination	**2,282.89**	–
Closing liability (Borrowings)	**4,029.73**	6,141.86

The accompanying notes are an integral part of Consolidated Financial Statements

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

SHASHANK GUPTA
Chief Financial Officer

V. R. GARWARE
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DIN: 00092201

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Pune,
20th May, 2026

Pune,
20th May, 2026

KIRTI DHARMESH MANGWANI
Director
DIN: 07235467

S. S. RAJPATHAK
Director
DIN: 00040387

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

1 COMPANY INFORMATION

Garware Technical Fibres Limited (the "Company") is incorporated under the Provision of Companies Act, 1956 (As amended by Companies Act 2013) and domiciled in India. The Company is listed with BSE & NSE. The Company has its Registered Office and principal place of business at Plot No.11, Block D-1, MIDC, Pune - 411019, Maharashtra. The Company and its subsidiaries (collectively referred as "the Group") is engaged in manufacturing and selling various products such as Ropes, Twine, Yarn, Fishnet, Other Nets and Technical Textiles. The Group is providing solution to the infrastructure industries which include coastal protection, land filling etc. The Company caters to both domestic and international markets.

The Company's financial statements were authorised for issue in accordance with a resolution of the Board of Directors on May 20, 2026 in accordance with the provisions of the Companies Act, 2013 and are subject to the approval of the shareholders at the Annual General Meeting.

The Group's financial statements are reported in Indian Rupees, which is also the Company's functional currency.

2 Material Accounting Policies Accounting Judgements, Estimates and Assumptions and Recent accounting Pronouncements:

(A) Material Accounting Policies:

2.1 Statement of compliance and basis of preparation of Financial Statements:

The Financial Statements of the company have been prepared in accordance with the relevant provisions of the Companies Act, 2013, the Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015 read with the Companies (Indian Accounting Standards) Amendment Rules and the Guidance Notes and other authoritative pronouncements issued by the Institute of Chartered Accountants of India (ICAI).

The Financial Statements have been prepared on a historical cost basis, except for certain financial assets and financial liabilities and defined benefit plans measured at fair value (refer accounting policy no. 2.10 and 2.11 regarding financial instruments and employee benefits respectively). 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.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Group uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

Basis of Consolidation:

Subsidiaries include all the entities over which the Group has control. The Group controls an entity when the Group is exposed to, or has rights to, variable returns through its involvement in the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are consolidated from the date control commences until the date control ceases.

The financial statements of the Company and its subsidiaries are combined on a line-by-line basis by adding together like items of assets, liabilities, equity, incomes, expenses and cash flows, after fully eliminating intra-group balances and intra-group transactions.

Profits or losses resulting from intra-group transactions that are recognised in assets, such as inventory and Property, Plant and Equipment, are eliminated in full unless in case of loss, the transaction provides an indication of impairment in the asset.

In case of foreign subsidiaries, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the Foreign Currency Translation Reserve (FCTR)

Accounting policies of subsidiaries have been changed where necessary to ensure the consistency with the policies adopted by the Group.

Associates are all entities over which the Group has significant influence but not control or joint control. This is generally the case where the Group holds between 20% and 50% of the voting rights. Investments in associates are accounted for using the equity method of accounting.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

2.2 Current and Non-Current Classification of Assets and Liabilities and Operating Cycle:

An asset is considered as current when it is:

- Expected to be realised or intended to be sold or consumed in normal operating cycle;
- Held primarily for the purpose of trading;
- Expected to be realised within twelve months after the reporting period; or
- Cash or cash equivalent unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non-current.

A liability is considered as current when:

- It is expected to be settled in normal operating cycle;
- It is held primarily for the purpose of trading;
- It is due to be settled within twelve months after the reporting period; or
- There is no unconditional right to defer the settlement of the liability for at least twelve months after the reporting period

All other liabilities are classified as non-current.

Deferred tax assets and liabilities are classified as non-current assets and liabilities.

The Operating Cycle is the time between the acquisition of assets for business purposes and their realisation into cash and cash equivalents. The Group has considered an operating cycle of 12 months.

2.3 Property, plant and equipment:

Property, Plant and Equipment are recorded at their cost of acquisition, net of refundable taxes or levies, less accumulated depreciation and impairment losses, if any. The cost thereof comprises of its purchase price, including import duties and other non-refundable taxes or levies and any directly attributable cost for bringing the asset to its working condition for its intended use.

Subsequent Expenditure

- Subsequent costs are included in the asset's carrying amount, only when it is probable that future economic benefits associated with the cost incurred will flow to the Group and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognised when replaced.
- Major inspection/ repairs/ overhauling expenses are recognised in the carrying amount of the item of property, plant and equipment as a replacement if the recognition criteria are satisfied.

An item of property, plant and equipment and any significant part initially recognised is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit or Loss when the asset is derecognised.

For transition to Ind AS, the Group has elected to continue with the carrying value of all its property, plant and equipment recognised as on 1st April, 2016 (date of transition) measured as per previous GAAP as its deemed cost on the date of transition.

2.4 Depreciation:

Depreciation on property, plant and equipment is provided on different class of assets on the following basis:

Type of Asset	Method	Useful Life
Freehold Buildings	Written Down Value	60 Years
Factory Buildings	Written Down Value	30 Years
Plant and Machinery	Straight-Line	25 Years
Electrical Installations	Straight-Line	10 Years
Furniture & Fixtures	Straight-Line	10 Years
Office Equipments	Straight-Line	3 / 5 Years
Vehicles	Straight-Line	8 Years
Helicopter	Straight-Line	20 Years

Depreciation on additions to Property Plant and Equipment is provided on pro-rata basis from the date of acquisition or installation, and in case of new project from the date of commencement of commercial production.

Depreciation on Assets sold, discarded, demolished or scrapped, is provided upto the date on which the said Asset is sold, discarded, demolished or scrapped.

Cost of Leasehold Land and Improvement is written off over the period of Lease.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.5 Capital Work in Progress and Capital Advances:

Expenses incurred for acquisition of capital assets outstanding at each balance sheet date are disclosed under

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

capital work-in-progress. Advances given towards the acquisition of fixed assets are shown separately as capital advances under the head Other Non-Current Assets. Depreciation is not recorded on capital work-in-progress until construction and installation are complete and the asset is ready for its intended use.

2.6 Intangible Assets and amortisation thereof:

2.6.1 Internally generated Intangible Assets (Research and Development):

I) Research costs are expensed as incurred. Expenditure incurred on development of an individual project is recognized as an intangible asset when the Group can demonstrate all of the following:

a) The technical feasibility of completing the intangible asset so that it will be available for use or sale.
b) Its intention to complete the asset and use it.
c) Its ability to use or sell the asset.
d) How the asset will generate future economic benefits.
e) The availability of adequate resources to complete the development and to use or sell the asset.
f) The ability to measure reliably the expenditure attributable to the intangible asset during development.

2.6.2 Other Intangible Assets:

An Intangible Asset is recognised if:

a) it is probable that the expected future economic benefits that are attributable to the asset will flow to the entity; and

b) the cost of the asset can be measured reliably.

An item of Intangible Asset is derecognised upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit or Loss when the asset is derecognised.

The residual values, useful lives and methods of amortisation of Intangible Assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

2.6.3 Amortisation of Intangible Assets:

Amortisation of the asset begins on a straight line basis over the period of expected future benefit from the related project, i.e., the estimated useful life of ten years. Amortisation is recognised in the Statement of Profit and Loss. During the period of development, the asset is tested for impairment annually.

The residual values, useful lives and methods of amortisation of Intangible Assets are reviewed at each financial year end and adjusted prospectively, if appropriate.

For transition to Ind AS, the Group has elected to continue with the carrying value of all its Intangible Assets recognised as on 1st April, 2016 (date of transition) measured as per previous GAAP as its deemed cost on the date of transition.

Intangible Assets with finite useful lives are amortised on a straight line basis over the following period:

Type of asset	Useful Life
Technical Know How	10 Years
Product Development	10 Years
Computer Software	10 Years
Patent	5 Years

2.7 Impairment of Property Plant & Equipment and Intangible Assets

Carrying amount of Tangible and Intangible assets are reviewed at each Balance Sheet date. These are treated as impaired when the carrying cost thereof exceeds its recoverable value. Recoverable value is higher of the asset's net selling price or value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Net selling price is the amount receivable from the sale of an asset in an arm's length transaction between knowledgeable, willing parties, less the cost of disposal. An impairment loss is charged for when an asset is identified as impaired. The impairment loss recognised in prior accounting period is reversed if there has been a change in the estimate of recoverable amount.

2.8 Inventories

Inventories are stated at lower of cost or net realisable value. The costs of various categories of inventories are arrived at as follows:

a) Stores, spares, fuel & packing materials and raw materials - at costs determined on moving weighted average method.

b) Cost of finished goods and work-in-progress includes the cost of raw materials, packing materials, an appropriate share of fixed and variable production overheads, excise duty as applicable and other costs incurred in bringing the inventories to their present location and condition. Fixed production overheads are allocated on the basis of normal capacity of production facilities.

Net realisable value is the estimated selling price in the ordinary course of business.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

2.9 Revenue Recognition

The Group derives revenues primarily from sale of manufactured goods, traded goods and related services.

Revenue is recognized on satisfaction of performance obligation upon transfer of control of promised products or services to customers in an amount that reflects the consideration the Company expect to receive in exchange for those products or services.

The Group does not expect to have any contracts where the period between the transfer of the promised goods or services to the customer and payment by the customer exceeds one year. As a consequence, it does not adjust any of the transaction prices for the time value of money.

The Company satisfies a performance obligation and recognises revenue over time, if one of the following criteria is met:

1. The customer simultaneously receives and consumes the benefits provided by the Group's performance as the Group performs; or
2. The Group's performance creates or enhances an asset that the customer controls as the asset is created or enhanced; or
3. The Group's performance does not create an asset with an alternative use to the Company and an entity has an enforceable right to payment for performance completed to date.

For performance obligations where one of the above conditions are not met, revenue is recognised at the point in time at which the performance obligation is satisfied.

Revenue from sale of products and services are recognised at a time on which the performance obligation is satisfied except Revenue from Project Contracts where in revenue is recognised over the time from the financial year in which the Contract is commenced for execution. The period over which revenue is recognised is based on Group's right to payment for performance completed. In determining whether the Group has right to payment, the Group considers whether it would have an enforceable right to demand or retain payment for performance completed to date if the contract were to be terminated before completion for reasons other than the Group's failure to perform as per the terms of the contract.

Revenue in excess of invoicing are classified as contract asset while invoicing in excess of revenues are classified as contract liabilities.

Interest Income:

For all financial instruments measured at amortised cost, interest income is measured using the Effective Interest Rate (EIR), which is the rate that exactly discounts the estimated future cash flows through the contracted or expected life of the financial instrument, as appropriate, to the net carrying amount of the financial asset.

Other Operating Revenue

Export incentives and subsidies are recognised when there is reasonable assurance that the Group will comply with the conditions attached to them and the incentive will be received. Insurance claims are accounted to the extent the Group is reasonably certain of their ultimate collection

Dividend Income:

Dividend income is recognised when the Group's right to receive the payment is established, which is generally when shareholders approve the dividend.

2.10 Financial Instruments:

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

(i) Financial Assets:

Initial Recognition and Measurement:

All financial assets are recognised initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial asset.

Subsequent Measurement:

For purposes of subsequent measurement, financial assets are classified in three categories:

- Financial assets at amortised cost
- Equity instruments measured at fair value through other comprehensive income (FVTOCI)
- Investments measured at fair value through Profit & Loss (FVTPL)

Financial Assets at Amortised Cost:

A financial asset is measured at the amortised cost if both the following conditions are met:

a) The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and

b) Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and any fees or costs that are an integral part of the EIR.

The Group intends to hold its investment in open ended target maturity funds (i.e. exchange traded funds, debt fund / index fund, Gilt Fund) till maturity. It may be noted that these funds have a pre-determined maturity date. These funds follow a passive buy and hold strategy; in which the existing underlying investment are expected to be held till maturity unless sold for meeting redemptions or rebalancing requirements as stated in the scheme document. In our view, such strategy mitigates intermittent price volatility in open ended target maturity funds' underlying investments; and investors who remain invested until maturity are expected to mitigate the market/volatility risk to a large extent. Based on this, the Group believes that the investments in market linked debentures meet the requirements of SPPI test as per the requirements of Ind AS 109.

In case of fixed maturity plans (FMP), they are measured at amortised cost, if the Group intends to hold the FMPs to maturity. Further, the Group applies amortised cost for those FMPs where the Group is able to demonstrate that the underlying instruments in the portfolio would fulfill the SPPI test and the churn in the underlying portfolio is negligible. These conditions are assessed at each Balance Sheet date. If these conditions are not fulfilled, then FMPs are valued at FVTPL.

Equity Instruments at FVTOCI:

For equity instruments not held for trading, an irrevocable choice is made on initial recognition to measure it at FVTOCI. All fair value changes on such investments, excluding dividends, are recognised in the OCI. There is no recycling of the amounts from OCI to profit or loss, even on sale or disposal of the investment. However, on sale or disposal the Group may transfer the cumulative gain or loss within equity.

Financial Assets at FVTPL:

Even if an instrument meets the two requirements to be measured at amortised cost or fair value through other comprehensive income, a financial asset is measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency (sometimes referred to as “accounting mismatch”) that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. All other financial assets are measured at fair value through profit or loss.

Derecognition

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is primarily derecognised (i.e. removed from the Group's statement of financial position) when:

i) The rights to receive cash flows from the asset have expired, or

ii) The Group has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a ''pass-through'' arrangement and either;

  a. The Group has transferred substantially all the risks and rewards of the asset, or

  b. The Group has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

Impairment of Financial Assets

The Group applies the expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposures:

- Financial assets at amortised cost.
- Trade Receivables

The Group follows 'simplified approach' for recognition of impairment loss allowance on trade receivables. Under this approach the Group does not track changes in credit risk but recognises impairment loss allowance based on lifetime ECLs at each reporting date. For this purpose the Group uses a provision matrix to determine the impairment loss allowance on the portfolio of trade receivables. The said matrix is based on historically observed default rates over the expected life of the trade receivables duly adjusted for forward looking estimates.

For recognition of impairment loss on other financial assets and risk exposures, the Group determines whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the Group reverts to recognising impairment loss allowance based on 12-month ECL.

For assessing increase in credit risk and impairment loss, the Group combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events on a financial instrument that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Group in accordance with the contract and all the cash flows that the entity expects to receive (i.e., all cash shortfalls), discounted at the original EIR. The ECL impairment loss allowance (or reversal) recognized during the period in the statement of profit and loss and the cumulative loss is reduced from the carrying amount of the asset until it meets the write off criteria, which is generally when no cash flows are expected to be realised from the asset.

ii) Financial Liabilities:

Initial Recognition and Measurement:

All financial liabilities are recognised initially at fair value and, in the case of loans and borrowings and payables, net of directly attributable transaction costs. The Group's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts.

Subsequent Measurement of Loans and Borrowings:

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the EIR method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the statement of profit and loss.

Derecognition:

A financial liability is derecognised when the obligation under the liability is discharged or cancelled or expires. When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognised in the statement of profit or loss.

(iii) Offsetting of Financial Instruments:

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise an asset and settle the liabilities simultaneously.

(iv) Equity Instruments:

An equity instrument is any contract that evidences a residual interest in the assets of an entity in accordance with the substance of the contractual arrangements. These are recognised at the amount of the proceeds received, net of direct issue costs.

2.11 Employee Benefits

i) Defined Contribution Plan:

The Group's contribution paid / payable during the year to Provident Fund , ESIC, Superannuation Fund etc., are recognised as expenses in the Statement of Profit and Loss. These are approved / recognised schemes of the Group.

ii) Defined Benefit Plan:

The gratuity payable to the employees is based on the Employees' service tenure and last drawn salary at the time of leaving the service of the Group and is in accordance with the rules of the Group. The cost of gratuity is recognised as per actuarial valuation, using the projected unit credit method. Defined benefit costs are categorized as follows:

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-measurements.

The Group presents the first two components of defined benefit costs in statement of profit and loss in the line item 'Employee Benefits Expenses'. Re measurement, comprising of actuarial gains and losses, the effect of the asset ceiling (if applicable) and the return on plan assets (excluding amounts included in net interest on net defined benefit liability), are recognised immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through Other Comprehensive Income (OCI) in the period in which they occur. Re-measurements are not reclassified to statement of profit and loss in subsequent periods.

(iii) Other Long Term Benefits

Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as an actuarially determined liability at the present value of the defined benefit obligation at the Balance sheet date. Actuarial gains / losses, if any, are recognised in statement of profit and loss in the year in which they arise. Past service cost is recognised immediately in the Statement of Profit or Loss.

iv) Other Short Term Benefits

The undiscounted amount of short-term employee benefit expected to be paid in exchange for the service rendered by employees is recognised during the period when the employee renders the service. These benefits include compensated absences such as paid annual leave and performance incentives and are determined using the Projected Unit Credit Method.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

2.12 Borrowing Costs

Borrowing costs comprising of interest and other costs that are incurred in connection with the borrowing of funds, that are attributable to the acquisition or construction of qualifying assets are considered as a part of cost of such assets less interest earned on the temporary investment. A qualifying asset is one that necessarily takes substantial period of time to get ready for the intended use. All other borrowing costs are charged to Statement of Profit & Loss in the year in which they are incurred.

2.13 Leases:

The Group assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. To assess whether a contract conveys the right to control the use of an identified assets, the Company assesses whether:

(i) the contact involves the use of an identified asset

(ii) the Group has substantially all of the economic benefits from use of the asset through the period of the lease and

(iii) the Group has the right to direct the use of the asset.

As a lessee, the Group 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 at 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 earlier of the end of the useful life of the right of use asset or the end of the lease term. The estimated useful lives of right of use assets are determined on the same basis as those of property and equipment. In addition, the right of use asset is periodically reduced by impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the Group's incremental borrowing rate. For leases with reasonably similar characteristics, the Group, on a lease by lease basis, may adopt either the incremental borrowing rate specific to the lease or the incremental borrowing rate for the portfolio as a whole.

Lease payments included in the measurement of the lease liability comprise the fixed payments, including in-substance fixed payments and lease payments in an optional renewal period if the Group is reasonably certain to exercise an extension option;

The lease liability is measured at amortised cost using the effective interest method. The Group 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 Group recognises the lease payments associated with these leases as an expense on a straight-line basis over the lease term. The Group applied a single discount rate to a portfolio of leases of similar assets in similar economic environment with a similar end date.

2.14 Foreign Currency Transactions:

Transactions in foreign currencies are initially recorded at their respective functional currency spot rates at the date the transaction first qualifies for recognition.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency spot rates of exchange at the reporting date.

Differences arising on settlement or translation of monetary items are recognised as income or expenses in the period in which they arise.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value is determined. The gain or loss arising on translation of non-monetary items measured at fair value is treated in line with the recognition of the gain or loss on the change in fair value of the item (i.e., translation differences on items whose fair value gain or loss is recognised in OCI or profit or loss are also recognised in OCI or profit or loss, respectively).

2.15 Taxes on Income:

Current Income Taxes:

Current income tax assets and liabilities are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted, at the reporting date.

Current income tax relating to items recognised directly in equity is recognised in other comprehensive income / equity and not in the Statement of Profit and Loss. Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Deferred Taxes:

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences, when the deferred tax liability arises from an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss

Deferred tax assets are recognised for all deductible temporary differences, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilised, except, when the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilised. Unrecognised deferred tax assets are re-assessed at each reporting date and are recognised to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realised or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognised outside profit or loss is recognised outside profit or loss. Deferred tax items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities.

2.16 Provisions and Contingent Liabilities:

Provisions involving substantial degree of estimation in measurement are recognised when there is a present obligation as a result of past events and it is probable that there will be an outflow of resources.

When the Group expects some or all of a provision to be reimbursed, the same is recognised as a separate asset, but only when the reimbursement is virtually certain. The expense relating to a provision is presented in the statement of profit and loss net of any reimbursement. If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

A Contingent Liability is a possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of enterprise or a present obligation that arises from past events that may, but probably will not, require an outflow of resources.

Both provisions and contingent liabilities are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates. Contingent Liabilities are not recognised but are disclosed in the notes.

2.17 Government Grants and Subsidy

Grants and Subsidies from the government are recognised when there is a reasonable assurance that

(i) the Group will comply with the conditions attached to them, and

(ii) the grant / subsidy will be received.

Government grants of the nature of promoters' contribution are credited to capital reserve and treated as a part of the shareholders' funds.

2.18 Earnings Per Share:

Basic earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year. The weighted average number of equity shares outstanding during the year are adjusted for events including a bonus issue, bonus element in right issue to existing shareholders, share split, and reverse share split (consolidation of shares).

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

2.19 Cash and Cash Equivalent:

Cash and cash equivalent for the purpose of Cash Flow Statement comprise cash at bank and in hand and short term highly liquid investments which are subject to insignificant risk of changes in value.

2.20 Cash Flow Statement

The statement of cash flows have been prepared under indirect method, whereby profit or loss is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments and items of income or expense associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the Group are segregated. The Group considers all highly liquid

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value to be cash equivalents.

2.21 Commitments

Commitments are future liabilities for contractual expenditure. The commitments are classified and disclosed as follows:

a) The estimated amount of contracts remaining to be executed on capital accounts and not provided for; and

b) Other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of the Management.

2.22 Business Combination

The Group applies the acquisition method in accounting for business combinations. The consideration transferred by the Group to obtain control of a business is calculated as the sum of the fair values of assets transferred, liabilities incurred and assumed and the equity interests issued by the Group as at the acquisition date i.e. date on which it obtains control of the acquiree which includes the fair value of any asset or liability arising from a contingent consideration arrangement.

Identifiable assets acquired and liabilities assumed in a business combination are measured initially at their fair values on acquisition date.

Goodwill is measured as the excess of the aggregate of the consideration transferred and the amount recognized for non-controlling interests, and any previous interest held, over the net identifiable assets acquired and liabilities assumed. Goodwill is tested for impairment at the end of each annual reporting period.

If the fair value of the net assets acquired is in excess of the aggregate consideration transferred, the excess is termed as gain on bargain purchase. Gain on bargain purchase is recognised in other comprehensive income and accumulated in equity as Capital Reserve. If there is no clear evidence of the underlying reasons for classifying the business combination as a bargain purchase, the Group recognises the gain, after reassessing and reviewing, directly in equity as Capital Reserve.

2.23 Segment Reporting

(A) Operating Segments

i) Synthetic Cordage

ii) Fibre and Industrial Products and Projects

Identification of Segments

Operating segments are reported in a manner consistent with the internal reporting provided to the Chief Operating decision maker.

The Management monitor the operating result of its business units separately for the purpose of making decision about resource allocation and performance assessment. For management purposes, operating segments have been identified on the basis of nature of products and other quantitative criteria specified in the Ind AS 108. The Group's financing and Income Taxes are not allocated to operating segments.

The accounting policies adopted for segment reporting are in conformity with the accounting policies adopted for the Group.

Segments Revenue and Results

Revenue and expenses have been identified to segments on the basis of their relationship to the operating activities of the segment. Income / Costs which relate to the Group as a whole and are not allocable to segments on a reasonable basis have been included under Unallocated income / costs. Interest income and expense are not allocated to respective segments.

Segments Assets and Liabilities

Segment Assets / Liabilities include all operating assets / liabilities used by the operating segments. Common assets and liabilities which cannot be allocated to any of the business segment are shown as unallocable assets / liabilities.

Inter Segment Transfer

Inter segment revenues are recognised at sale price. The same is based on market price and business risks. Profit or loss on Inter Segment transfer are eliminated at the Group level.

(B) Significant Accounting Judgements, Estimates and Assumptions:

The preparation of Financial Statements is in conformity with the recognition and measurement principles of Ind AS which requires the management to make judgements for estimates and assumptions that affect the amounts of assets, liabilities and the disclosure of contingent liabilities on the reporting date and the amounts of revenues and expenses during the reporting period and the disclosure of contingent liabilities. Differences between actual results and estimates are recognised in the period in which the results are known / materialize.

2.24 Estimates Assumptions and Judgements:

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Group based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Group. Such changes are reflected in the assumptions when they occur.

In the process of applying the Group's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

a) Estimation of current tax expense and deferred tax:

The calculation of the Group's tax charge necessarily involves a degree of estimation and judgement in respect of certain items whose tax treatment cannot be finally determined until resolution has been reached with the relevant tax authority or, as appropriate, through a formal legal process. The final resolution of some of these items may give rise to material profits/losses and/or cash flows. Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid/recovered for uncertain tax positions.

b) Recognition of deferred tax assets / liabilities:

The recognition of deferred tax assets/ liabilities is based upon whether it is more likely than not that sufficient and suitable taxable profits will be available in the future against which the reversal of temporary differences can be deducted. To determine the future taxable profits, reference is made to the latest available profit forecasts.

c) Estimation of Provisions & Contingent Liabilities:

The Group exercises judgement in measuring and recognising provisions and the exposures to contingent liabilities which is related to pending litigation or other outstanding claims. Judgement is necessary in assessing the likelihood that a pending claim will succeed, or a liability will arise, and to quantify the possible range of the financial settlement. Because of the inherent uncertainty in this evaluation process, actual liability may be different from the originally estimated as provision.

d) Estimated useful life of Property, Plant and Equipment:

Property, Plant and Equipment represent a significant proportion of the asset base of the Group. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life, its expected usage pattern and the expected residual value at the end of its life. The useful lives, usage pattern and residual values of Group's assets are determined by management at the time the asset is acquired and reviewed periodically, including at each financial year end. The lives are based on historical experience with similar assets as well as anticipation of future events, which may impact their life, such as changes in technology etc.

e) Estimation of Provision for Inventory:

The Group writes down inventories to net realisable value based on an estimate of the realisability of inventories. Write downs on inventories are recorded where events or changes in circumstances indicate that the balances may not be realised. The identification of write-downs requires the use of estimates of net selling prices of the down-graded inventories. Where the expectation is different from the original estimate, such difference will impact the carrying value of inventories and write-downs of inventories in the periods in which such estimate has been changed.

f) Estimation of Defined Benefit Obligation:

The present value of the defined benefit obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions. The assumptions used in determining the net cost (income) for post employment plans include the discount rate. Any changes in these assumptions will impact the carrying amount of such obligations.

g) The Group determines the appropriate discount rate at the end of each year. This is the interest rate that should be used to determine the present value of estimated future cash outflows expected to be required to settle the defined benefit obligations. In determining the appropriate discount rate, the Group considers the interest rates of government bonds of maturity approximating the terms of the related plan liability.

h) Estimated fair value of Financial Instruments:

The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Management uses its judgement to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.

(C) Recent accounting pronouncements

2.25 Ministry of Corporate Affairs (“MCA”) notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.MCA has notified following amendment which is not yet effective for financial year 2025-26:

Amendment to Ind AS 1 'Presentation of Financial Statements'

The amendment is relating to classification of liabilities as current or non-current on account of covenant compliance as at reporting date. The amendment is effective for annual periods beginning on or after April 01, 2026 and the Group is not expected to have material impact of the amendment.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

3 PROPERTY, PLANT & EQUIPMENT

(₹ in lakhs)

Particulars	Frehold Land	Leasehold Land	Buildings	Plant and Machinery	R&D Equipments	Electrical Installations	Furniture and Fixtures	Office Equipments	Vehicles	Total
Gross Carrying Value (at cost or deemed cost)										
Gross Block										
As at 1st April, 2024	-	512.01	5,137.42	23,006.25	3,702.56	1,038.28	741.13	1,054.30	2,724.17	37,916.12
Additions	-	-	568.62	2,944.90	-	143.56	266.28	128.79	259.53	4,311.68
Disposals	-	-	-	(2.41)	(0.06)	(0.02)	(0.01)	(110.23)	(33.00)	(145.73)
As at 31st March, 2025	**-**	**512.01**	**5,706.04**	**25,948.74**	**3,702.50**	**1,181.82**	**1,007.40**	**1,072.86**	**2,950.70**	**42,082.07**
Additions	-	-	515.67	4,259.10	-	139.08	299.87	127.67	382.49	5,723.88
Additions through business combinations	266.23	-	2,300.12	1,715.82	-	-	60.73	-	-	4,342.90
Disposals	-	-	-	(917.21)	-	-	(0.36)	(148.89)	(36.80)	(1,103.26)
Effect of foreign currency translation	34.45	-	297.66	222.05	-	-	10.24	2.78	4.69	571.87
As at 31st March, 2026	**300.68**	**512.01**	**8,819.49**	**31,228.50**	**3,702.50**	**1,320.90**	**1,377.88**	**1,054.42**	**3,301.08**	**51,617.46**
Accumulated Depreciation and Impairment										
As at 1st April, 2024	-	42.90	1,924.76	7,027.92	1,420.87	470.36	292.62	676.06	678.69	12,534.18
Charge for the year	-	5.71	224.27	1,613.06	201.92	71.50	82.51	139.98	292.26	2,631.21
Disposals	-	-	-	(10.27)	(0.03)	-	(0.10)	(110.94)	(8.72)	(130.06)
As at 31st March, 2025	**-**	**48.61**	**2,149.03**	**8,630.71**	**1,622.76**	**541.86**	**375.03**	**705.10**	**962.23**	**15,035.33**
Charge for the year	-	5.68	368.17	2,034.27	198.23	79.38	107.11	140.06	314.76	3,247.66
Disposals	-	-	-	(834.47)	(0.02)	(0.38)	(0.32)	(137.97)	(16.00)	(989.16)
Effect of foreign currency translation	-	-	12.80	29.08	-	-	0.90	8.66	4.09	55.53
As at 31st March, 2026	**-**	**54.29**	**2,530.00**	**9,859.59**	**1,820.97**	**620.86**	**482.72**	**715.85**	**1,265.08**	**17,349.36**
Net Carrying Value										
As at 31st March, 2026	**300.68**	**457.72**	**6,289.49**	**21,368.91**	**1,881.53**	**700.04**	**895.16**	**338.57**	**2,036.00**	**34,268.10**
As at 31st March, 2025	-	463.40	3,557.01	17,318.03	2,079.74	639.96	632.37	367.76	1,988.47	27,046.74

Notes: 3.1 There were no immovable properties whose title deeds were not held in the name of the Group.

4 Right of use Asset

(₹ in lakhs)

Particulars	Leasehold Land
Gross Carrying Value	
As at 1st April, 2024	503.82
Additions	21.80
Disposals	(22.93)
As at 31st March, 2025	**502.69**
Additions	-
Disposals	-
As at 31st March, 2026	**502.69**
Accumulated Depreciation	
As at 1st April, 2024	89.32
Charge for the year	98.28
Disposals	-
As at 31st March, 2025	**187.60**
Charge for the year	100.91
Disposals	
As at 31st March, 2026	**288.51**
Net Carrying Value	
As at 31st March, 2026	**214.18**
As at 31st March, 2025	315.09

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

5 INTANGIBLE ASSETS

(₹ in lakhs)

Particulars	Technical Knowhow	Product Development	Computer Software	Patent	Trade Mark	Total
Gross Carrying Value (at cost or deemed cost)						
Gross Block						
As at 1st April, 2024	116.20	445.28	1,004.01	174.94	15.01	1,755.44
Additions	–	–	54.43	2.43	1.48	58.34
Disposals	–	–	–	–	–	–
As at 31st March, 2025	**116.20**	**445.28**	**1,058.44**	**177.37**	**16.49**	**1,813.78**
Additions	14.00	–	80.21	7.75	–	101.96
Additions through business combinations	–	–	52.17	–	–	52.17
Disposals	–	–	–	–	–	–
Effect of foreign currency translation	–	–	7.77	–	–	7.77
As at 31st March, 2026	**130.20**	**445.28**	**1,198.59**	**185.12**	**16.49**	**1,975.68**
Accumulated Depreciation and Impairment						
As at 1st April, 2024	27.37	375.95	817.00	149.05	5.21	1,374.58
Charge for the year	22.23	–	72.77	6.51	3.33	104.84
Disposals	–	–	–	–	–	–
As at 31st March, 2025	**49.60**	**375.95**	**889.77**	**155.56**	**8.54**	**1,479.42**
Charge for the year	20.98	–	67.10	4.47	3.57	96.12
Disposals	–	–	–	–	–	–
Effect of foreign currency translation	–	–	2.85	–	–	2.85
As at 31st March, 2026	**70.58**	**375.95**	**959.72**	**160.03**	**12.11**	**1,578.39**
Net Carrying Value						
As at 31st March, 2026	**59.62**	**69.33**	**238.87**	**25.09**	**4.38**	**397.29**
As at 31st March, 2025	66.60	69.33	168.67	21.81	7.95	334.36

6 INVESTMENTS IN SUBSIDIARY AND ASSOCIATE

(₹ in lakhs)

	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
Unquoted				
a) in subsidiaries at cost:				
Shares of Garware Technical Fibres Foundation of ₹ 10 each	**10,000**	**1.00**	10,000	1.00
b) in associates at cost:				
Shares of Garware Meditech Private Limited of ₹ 10 each	**5,000**	**0.15**	5,000	–
Shares of TP Bhaskar Renewables Limited of ₹ 10 each	**4,501,371**	**475.16**	4,501,371	449.87
Total		**476.31**		450.87

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

7 OTHER INVESTMENTS	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
A. Investments measured at fair value through other comprehensive income				
In equity instruments:				
Quoted				
Shares of Garware Marine Industries Limited of ₹ 10/- each	**50,000**	**11.76**	50,000	13.97
Shares of Garware Hi-Tech Films Limited of ₹ 10/- each	**146,350**	**4,951.39**	146,350	5,761.07
		4,963.15		5,775.04
Unquoted				
Shares of Intermedia Interactive Solutions Private Limited of ₹ 10/- each	**890,680**	**118.63**	890,680	94.32
Shares of Gujarat Filament Corporation Limited of ₹ 10/- each	**50**	**–**	50	–
		118.63		94.32
Sub Total - (A)		**5,081.78**		5,869.36
B. Investments at amortised cost				
Quoted				
(i) In Exchange Traded Funds (ETF), Quoted				
Nippon India ETF Nifty SDL - 2026 Maturity	**–**	**–**	3,500,000	4,479.96
Axis AAA Bond PLUS SDL ETF - 2026	**–**	**–**	15,000,000	1,868.69
Edelweiss Mutual Find - Bharat Bond ETF - April 2030	**213,858**	**3,318.85**	–	–
Unquoted				
(i) in Debt Instruments				
7 Year National Savings Certificates (Deposited with Sales Tax Authorities)	**–**	**0.16**	–	0.16
(ii) In Debt Funds/ Index Funds				
Edelweiss Nifty PSU Bond Plus SDL Index Fund 2027 Direct	**–**	**–**	3,484,910	420.25
Edelweiss Nifty PSU Bond Plus SDL Index Fund 2027 Regular	**–**	**–**	3,484,910	418.37
Aditya Birla SL Nifty 100% SDL April 2027 Direct	**2,509,108.53**	**320.41**	2,509,537	302.08
Aditya Birla SL Nifty 100% SDL April 2027 Regular	**–**	**–**	2,509,537	300.89
SBI CPSE Bond Plus SDL September 2026 Direct	**–**	**–**	5,008,089	600.22
SBI CPSE Bond Plus SDL September 2026 Regular	**–**	**–**	5,008,089	596.88
Axis CRISIL SDL 2027 Debt Index Fund Direct	**5,074,600.37**	**642.77**	5,074,600	603.06
Axis CRISIL SDL 2027 Debt Index Fund Regular	**–**	**–**	5,075,888	600.69
DSP Nifty SDL Plus G-Sec Jun 2028 30:70 Index Fund Direct	**7,339,190.32**	**938.77**	7,334,850	876.88
DSP Nifty SDL Plus G-Sec Jun 2028 30:70 Index Fund Regular	**7,330,510.15**	**937.11**	7,334,850	876.88
ABSL NIFTY SDL PLUS PSU BOND SEP 2026 60:40 INDEX FUND Direct	**–**	**–**	2,430,085	292.14
ABSL NIFTY SDL PLUS PSU BOND SEP 2026 60:40 INDEX FUND Regular	**–**	**–**	2,430,085	292.14
Mirae Asset Nifty SDL June 2027 Maturity Index Fund Direct	**7,389,739.59**	**939.13**	7,393,968	877.12
Mirae Asset Nifty SDL June 2027 Maturity Index Fund Regular	**–**	**–**	7,393,968	877.12
ICICI Prudential Nifty SDL Sep 2027 Index Fund Direct	**7,282,851.61**	**927.86**	7,282,852	866.31
ICICI Prudential Nifty SDL Sep 2027 Index Fund Regular	**–**	**–**	7,292,997	866.31
Aditya Birla Sun Life Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	446,929	500.80
Aditya Birla Sun Life Crisil-IBX Financial Services 9-12 Months Debt Index Fund - Direct Plan - Growth	**–**	**–**	14,986,661	1,502.53
Kotak Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	13,052	500.71
Nippon India Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	817,745	500.70
Axis Corporate Bond Fund - Direct Plan - Growth	**–**	**–**	2,850,598	500.70
Axis CRISIL-IBX AAA Bond NBFC - Jun 2027 Index Fund - Direct Plan - Growth	**–**	**–**	9,612,686	1,001.67

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
(iii) in Fixed Maturity Plan (FMP)				
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Regular Growth	–	–	7,499,625	917.33
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Direct Growth	–	–	7,499,625	922.54
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Regular Growth	–	–	12,499,375	1,528.37
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Direct Growth	–	–	12,499,375	1,536.95
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Direct Growth	–	–	9,999,500	1,237.14
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Regular Growth	–	–	9,999,500	1,232.89
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Regular Growth	–	–	4,999,750	613.05
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Direct Growth	–	–	4,999,750	616.64
Kotak FMP Series 292 1735 days Regular Growth	–	–	9,999,500	1,208.20
Kotak FMP Series 292 1735 days Direct Growth	–	–	9,999,500	1,220.40
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Direct Growth	–	–	4,999,750	611.68
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Regular Growth	–	–	4,999,750	606.62
SBI FMP Series 78 - 1170 Days Direct Growth	–	–	7,499,625	866.45
SBI FMP Series 78 - 1170 Days Regular Growth	–	–	7,499,625	864.13
DSP FMP Series 270 - 1144 Days Direct Growth	–	–	7,499,625	865.55
DSP FMP Series 270 - 1144 Days Regular Growth	–	–	7,499,625	864.01
HDFC FMP 1269 Days March 2023 Direct Growth	–	–	4,999,750	573.85
HDFC FMP 1269 Days March 2023 Regular Growth	–	–	4,999,750	571.29
KOTAK FMP Series 310 - 1131 Days Direct Growth	–	–	7,499,625	861.72
KOTAK FMP Series 310 - 1131 Days Regular Growth	–	–	7,499,625	857.88
ABSL Fixed Term Plan - Series - UJ 1110 Days Direct Growth	–	–	7,499,625	859.23
ABSL Fixed Term Plan - Series - UJ 1110 Days Regular Growth	–	–	7,499,625	857.70
Nippon India Fixed Horizon Fund XLV - Series 4 Direct Growth	–	–	7,499,625	859.74
Nippon India Fixed Horizon Fund XLV - Series 4 Regular Growth	–	–	7,499,625	856.67
(iv) In Gilt Fund				
Bandhan CRISILIBX Gilt 2027 Index Fund Direct Growth	**9,817,484**	**1,296.34**	9,817,484	1,226.62
Bandhan CRISILIBX Gilt 2027 Index Fund Regular Growth	**9,822,016**	**1,282.06**	9,822,016	1,215.85
Bandhan G - Sec Fund - Investment Plan - Direct Plan - Growth	–	–	2,664,267	1,002.48
SBI Magnum Gilt Fund - Direct Plan - Growth	–	–	1,461,917	1,002.49
Kotak Gilt Investment - Direct Plan - Growth	–	–	931,127	1,002.49
(v) In Market Link Debentures				
8.40% HDB Financial Services Limited 2033	**1,500**	**1,546.82**	1,500	1,546.85
(vi) In Fixed Deposits with NBFCs				
Bajaj Finance Limited		–		2,506.54
Mahindra And Mahindra Financial Ltd		**3,789.04**		1,002.62
Sub Total - (B)		**15,939.32**		53,039.23
Total Other Investment		**21,021.10**		58,908.59
Aggregate amount of quoted investments		**8,282.00**		12,123.69
Aggregate amount of unquoted investments		**12,739.10**		46,784.90

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
8 TRADE RECEIVABLE				
Unsecured, considered good (includes retention money)	**2,032.71**	622.88	**27,173.72**	31,299.94
Receivables which have significant increase in credit risk	**109.25**	109.25	**556.96**	671.47
Less: Allowance for bad and doubtful receivable	**–**	–	**(62.44)**	(285.83)
Total	**2,141.96**	732.13	**27,668.24**	31,685.58

8.1 Refer note 37 for trade receivables from related parties.

8.2 The Company has appropriate levels of control procedures which ensures the potential customer's credit quality and the same are periodically reviewed by the management.

(₹ in lakhs)

8.3 Movement in allowance for doubtful debts	**For the year ended 31st March, 2026**	For the year ended 31st March, 2025
Balance at the beginning of the year	**285.83**	291.19
Allowance for doubtful debts during the year	**–**	(1.08)
Reversal of allowance for doubtful debts during the year	**(223.39)**	(4.28)
Balance at the end of the year	**62.44**	285.83

8.4 Ageing of trade receivable as at 31st March, 2026

Particulars	**Not Due**	**Outstanding for the 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**	**Total**
Undisputed trade receivables							
- Considered Good	19,364.91	8,289.67	858.40	281.93	16.87	23.37	28,835.15
- which have significant increase in credit risk	–	–	–	6.11	69.14	75.32	150.57
Disputed trade receivables							
- Considered Good	–	–	–	371.28	–	–	371.28
- which have significant increase in credit risk	–	–	–	–	–	515.64	515.64
Total Trade Receivables (Gross)	19,364.91	8,289.67	858.40	659.32	86.01	614.33	29,872.64

Ageing of trade receivable as at 31st March, 2025

Particulars	**Not Due**	**Outstanding for the 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**	**Total**
Undisputed trade receivables							
- Considered Good	15,979.46	13,642.81	2,002.99	263.22	19.44	14.90	31,922.82
- which have significant increase in credit risk	–	–	1.92	5.13	34.35	223.68	265.08
Disputed trade receivables							
- Considered Good	–	–	–	–	–	–	–
- which have significant increase in credit risk	–	–	–	–	–	515.64	515.64
Total Trade Receivables (Gross)	15,979.46	13,642.81	2,004.91	268.35	53.79	754.22	32,703.54

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
9 LOANS				
(Unsecured, considered good)				
Loans to employees	**476.93**	651.78	**159.17**	42.49
Total	**476.93**	651.78	**159.17**	42.49

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2026	As at 31st March, 2025
10 OTHER FINANCIAL ASSETS				
(Unsecured, considered good)				
Deposits	**532.56**	464.89	**106.24**	240.02
Bank deposits having maturities of more than 12 months	**14.54**	–	**–**	–
Interest accrued on other deposits	**–**	–	**141.65**	31.21
Others	**–**	–	**53.94**	1,404.60
Total	**547.10**	464.89	**301.83**	1,675.83
11 OTHER ASSETS				
(Unsecured, considered good)				
Capital Advances	**206.03**	390.92	**–**	–
Taxes receivables (other than income tax)	**619.74**	619.74	**–**	–
Balances with Government authorities	**–**	–	**6,114.38**	4,954.57
Advance to Vendors	**–**	–	**1,878.29**	1,943.83
Prepayments	**35.28**	–	**367.90**	379.63
Advance to Employees	**–**	–	**128.95**	114.77
Others	**1,143.50**	1,105.34	**90.79**	789.17
Total	**2,004.55**	2,116.00	**8,580.31**	8,181.97

(₹ in lakhs)

12 INVENTORIES	As at 31st March, 2026	As at 31st March, 2025
Raw Materials	**11,068.12**	6,182.23
Work-in-Progress	**6,018.35**	4,625.15
Finished Goods (Including Goods-in-Transit)	**16,467.69**	10,558.29
Traded Goods	**2,399.82**	2,192.49
Stores, Spares, Fuel and Packing Materials	**3,905.76**	3,403.91
Total	**39,859.74**	26,962.07

12.1 Refer note 25 for details of inventories pledged.

12.2 There was no material difference between books of accounts and the quarterly returns or statements of current assets filed by the Company with banks.

(₹ in lakhs)

13 Current Investments	As at 31st March, 2026		As at 31st March, 2025	
Investments at amortised cost	Number	Amount	Number	Amount
Quoted				
(i) in Exchange Traded Funds				
Edelweiss Mutual Find - Bharat Bond ETF - April 2025	**–**	**–**	246,508	3,142.35
Axis AAA Bond PLUS SDL ETF - 2026	**15,000,000**	**1,974.25**	–	–
Unquoted				
(i) in market linked debentures of				
Aditya Birla Finance Limited	**–**	**–**	100	1,202.04
L&T Finance Limited	**–**	**–**	95	1,127.10
Mahindra & Mahindra Financial Services Limited	**–**	**–**	1,500	1,765.58
(ii) In Fixed Deposits with NBFCs				
Bajaj Finance Limited	**–**	**2,711.86**	–	–
(iii) in Fixed Maturity Plan (FMP)				
SBI Fixed Maturity Plan FMP - Series 41 1498 days Regular Growth	**–**	**–**	9,999,500	1,238.46
SBI Fixed Maturity Plan FMP - Series 41 1498 days Direct Growth	**–**	**–**	9,999,500	1,229.25
SBI Fixed Maturity Plan FMP - Series 43 1616 Days Regular Growth	**–**	**–**	4,999,750	621.33
SBI Fixed Maturity Plan FMP - Series 43 1616 Days Direct Growth	**–**	**–**	4,999,750	617.73
ABSL Fixed Term Plan - Series - UJ 1110 Days Direct Growth	**7,499,625**	**919.26**	–	–

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	As at 31st March, 2026		As at 31st March, 2025	
	Number	Amount	Number	Amount
ABSL Fixed Term Plan - Series - UJ 1110 Days Regular Growth	7,499,625	916.80	–	–
DSP FMP Series 270 - 1144 Days Direct Growth	7,499,625	927.18	–	–
DSP FMP Series 270 - 1144 Days Regular Growth	7,499,625	924.70	–	–
Nippon India Fixed Horizon Fund XLV - Series 4 Direct Growth	7,499,625	920.21	–	–
Nippon India Fixed Horizon Fund XLV - Series 4 Regular Growth	7,499,625	915.29	–	–
KOTAK FMP Series 310 - 1131 Days Direct Growth	7,499,625	922.99	–	–
KOTAK FMP Series 310 - 1131 Days Regular Growth	7,499,625	916.83	–	–
SBI FMP Series 78 - 1170 Days Direct Growth	7,499,625	928.55	–	–
SBI FMP Series 78 - 1170 Days Regular Growth	7,499,625	924.83	–	–
Kotak FMP Series 292 1735 days Direct Growth	9,999,500	1,290.05	–	–
Kotak FMP Series 292 1735 days Regular Growth	9,999,500	1,273.67	–	–
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Direct Growth	4,999,750	647.58	–	–
Nippon India Fixed Horizon Fund - XLIII - Series 1 - 1775 Days Regular Growth	4,999,750	640.77	–	–
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Direct Growth	7,499,625	973.70	–	–
SBI Fixed Maturity Plan FMP - Series 44 1855 Days Regular Growth	7,499,625	966.79	–	–
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Direct Growth	12,499,375	1,623.06	–	–
SBI Fixed Maturity Plan FMP - Series 45 1840 Days Regular Growth	12,499,375	1,611.66	–	–
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Direct Growth	9,999,500	1,309.65	–	–
Aditya Birla Sun Life Fixed Term Plan - Series TI 1837 days Regular Growth	9,999,500	1,303.97	–	–
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Direct Growth	4,999,750	651.78	–	–
SBI Fixed Maturity Plan FMP - Series 46 1850 Days Regular Growth	4,999,750	646.99	–	–
HDFC FMP 1269 Days March 2023 Direct Growth	4,999,750	614.21	–	–
HDFC FMP 1269 Days March 2023 Regular Growth	4,999,750	610.11	–	–
Total		**28,066.74**		10,943.85
Aggregate amount of quoted investments		**1,974.25**		3,142.35
Aggregate amount of unquoted investments		**26,092.49**		7,801.50

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	As at 31st March, 2026	As at 31st March, 2025
14 Cash and Cash Equivalents		
Cash on hand	**24.47**	25.76
Balances with banks in current accounts	**7,328.16**	653.53
Fixed deposit having original maturity of less than 3 months	**2,513.13**	1,426.20
Total	**9,865.76**	2,105.49
15 Bank Balances other than Cash and Cash Equivalents		
Earmarked Bank Balances (Unclaimed dividend and unspent CSR accounts)	**437.45**	385.16
Inaccessible balance in bank account	**34.24**	34.24
Pledged Term Deposits with maturity less than three months	**–**	307.48
Term Deposit with maturity above three months and less than twelve months	**3,634.80**	2,229.08
Total	**4,106.49**	2,955.96
16 Current Tax Assets		
Advance Tax and Tax Deducted at Source (net of provision)	**556.97**	87.97
Total	**556.97**	87.97

	As at 31st March, 2026		As at 31st March, 2025	
	No. of Shares	Amount	No. of Shares	Amount
17 Equity Share Capital				
Authorised Share Capital				
Equity Shares of ₹ 10/- each	**110,000,000**	**11,000.00**	110,000,000	11,000.00
Unclassified Shares of ₹ 10/- each	**10,000,000**	**1,000.00**	10,000,000	1,000.00
	120,000,000	**12,000.00**	120,000,000	12,000.00
Issued, Subscribed and Fully Paid up				
Equity Shares of ₹ 10/- each	**99,265,845**	**9,926.58**	99,265,845	9,926.58
	99,265,845	**9,926.58**	99,265,845	9,926.58
17.1 Reconciliation of the equity shares outstanding at the beginning and at the end of the year				
Opening Balance	**99,265,845**	**9,926.58**	20,378,169	2,037.82
Bought back during the year*	**–**	**–**	(525,000)	(52.50)
Issued during the year**	**–**	**–**	79,412,676	7,941.27
Closing Balance	**99,265,845**	**9,926.58**	99,265,845	9,926.58

* During the year ended March 31, 2025, the Company has bought back 5,25,000 equity shares of ₹ 10/- each under the buyback offer.

** On January 06, 2025, the Company has allotted 7,94,12,676 fully paid-up Bonus Equity Shares of ₹ 10/- each in the ratio of 4:1 to the members of the Company. The Paid up Capital on account of Bonus issue of ₹ 79,41,26,760/- has been appropriated from General Reserve of the Company.

17.2 Rights, Preferences and restrictions attached to Equity Shares:
The Company has only one class of equity shares having a par value of ₹ 10 per share. Each shareholder of equity shares is entitled for one vote per share. The Dividend proposed by the Board of Directors is subject to the approval of the shareholders in the Annual General Meeting . In the event of liquidation of the Company, the shareholders of equity shares are eligible to receive remaining assets of the Company, in proportion of their shareholding, after distribution of all preferential amounts, if any.

	As at 31st March, 2026		As at 31st March, 2025	
17.3 Details of Shareholders holding more than 5% Shares in the Company	No. of Shares	Amount	No. of Shares	Amount
Mr. Vayu Ramesh Garware*	**6,157,500**	**6.20%**	6,157,500	6.20%
Garware Capital Markets Limited	**18,201,250**	**18.34%**	17,839,850	17.97%
Sukukar Holdings and Trading Co. P. Ltd Partner representing Partnership Firm i.e. Ramesh Trading Co	**5,012,220**	**5.05%**	5,012,220	5.05%
Kotak Small Cap Fund	**5,666,880**	**5.71%**	5,176,572	5.21%

* including 100 Equity Shares held on behalf of Trusts.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

17.4 Details of aggregate number of shares issued as bonus shares and bought back in last 5 years:

During the year ended 31st March, 2025, the Company has allotted 7,94,12,676 fully paid-up Bonus Equity Shares of ₹10/- each in the ratio of 4:1 to the eligible members of the Company.

During the year ended 31st March, 2025 the Company has bought back 5,25,000 equity shares of ₹10/- each under the buyback offer.

During the year ended 31st March, 2023, the Company has bought back 2,40,000 equity shares of ₹10/- each under the buyback offer.

During the year ended 31st March, 2021, the Company has bought back 3,17,391 equity shares of ₹10/- each under the buyback offer.

During the year ended 31st March, 2021, the Company has made Reduction of capital of 9,46,500 equity shares of ₹10/- each, held by GWRL Managerial Staff Welfare Trust.

17.5 Share held by the promoters at end of the year

Name	**As at 31st March, 2026**		As at 31st March, 2025		% change during the year
	No. of Shares	**% holding**	No. of Shares	% holding	
Promoter					
Mr. V. R. Garware	**6,157,400**	**6.20%**	6,157,400	6.20%	–
Promoter group					
Mrs. M. V. Garware	**50**	**0.00%**	50	0.00%	–
Garware Capital Markets Limited	**18,201,250**	**18.34%**	17,839,850	17.97%	0.36%
VMIR Investment Private Limited	**4,593,555**	**4.63%**	4,593,555	4.63%	–
VRG Investments Private Limited	**4,406,000**	**4.44%**	4,406,000	4.44%	–
Vimlabai Garware Research Institute Private Limited	**2,770,695**	**2.79%**	2,770,695	2.79%	–
Moonshine Investments and Trading Company Private Limited	**2,288,725**	**2.31%**	2,288,725	2.31%	–
Manmit Investments and Trading Company Private Limited	**1,419,925**	**1.43%**	1,419,925	1.43%	–
Sanand Investments and Trading Company Private Limited	**1,374,160**	**1.38%**	1,374,160	1.38%	–
Sukukar Holdings and Trading Company Private Limited	**1,282,000**	**1.29%**	1,282,000	1.29%	–
Starshine Comtrade Private Limited	**1,007,600**	**1.02%**	1,007,600	1.02%	–
Gurukrupa Comtrade Private Limited	**440,895**	**0.44%**	440,895	0.44%	–
Garware Research Institute	**10,755**	**0.01%**	10,755	0.01%	–
Sukukar Holdings and Trading Company Private Limited, Partner, representing Partnership Firm, Ramesh Trading Co.	**5,012,220**	**5.05%**	5,012,220	5.05%	–
Gurukrupa Comtrade Private Limited, Partner, representing Partnership Firm, Sunita Trading Co.	**4,005,150**	**4.03%**	4,005,150	4.03%	–
Vayu Ramesh Garware on behalf of VRG Family Trust	**50**	**0.00%**	50	0.00%	–
Vayu Ramesh Garware on behalf of Vayu Garware Family Trust	**50**	**0.00%**	50	0.00%	–

(₹ in lakhs)

	As at 31st March, 2026	As at 31st March, 2025
18 OTHER EQUITY		
Capital Reserve	**294.38**	294.38
Capital Redemption Reserve	**290.87**	290.87
Share Premium	**102.74**	102.74
General Reserve	**27,906.50**	12,906.50
Retained Earnings	**90,119.02**	94,747.84
Equity instruments through other comprehensive income	**4,419.98**	5,346.39
Foreign currency translation reserve	**2,382.33**	541.46
Total	**125,515.82**	114,230.18

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Nature and purpose of reserve:

Capital Reserve

The Company recognises profit and loss on purchase, sale, issue or cancellation of the Company own equity instruments to capital reserve.

Capital Redemption Reserve

As per Companies Act, 2013, capital redemption reserve is created when a company purchases its own shares out of free reserves or securities premium. A sum equal to the nominal value of the shares so purchased is transferred to capital redemption reserve. The reserve is utilised in accordance with the provisions of section 69 of the Companies Act, 2013.

Share Premium

Share premium has been created consequent to issue of shares at premium in excess of the face value. These reserves can be utilised in accordance with Section 52 of the Companies Act, 2013.

General Reserve

General Reserve represents the reserve created by apportionment of profits generated during the year or transfer from other reserves either voluntarily or pursuant to statutory requirements. The same is a free reserve and available for distribution.

Retained Earnings

This reserve represents undistributed accumulated earnings of the Group as on the balance sheet date.

Equity instruments through other comprehensive income

The Group has elected to recognise changes in the fair value of certain investments in equity instruments in other comprehensive income. These changes are accumulated in 'Equity instruments through other comprehensive income' within equity.

(₹ in lakhs)

	As at 31st March, 2026	As at 31st March, 2025
19 Long Term Borrowing		
Secured Borrowing		
Loan from financial institutions	1,912.51	–
Total	1,912.51	–

(₹ in lakhs)

	Non- current		Current	
20 Trade Payable (Measured at amortised cost)	**As at 31st March, 2026**	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
Retention money payable	**327.14**	246.46		
Outstanding dues of Micro Enterprises & Small Enterprises	**–**	–	**584.99**	212.52
Outstanding dues of creditors other than Micro Enterprises & Small Enterprises	**–**	–	**26,156.05**	25,463.16
Total	**327.14**	246.46	**26,741.04**	25,675.68

20.1 Ageing of trade payable as at 31st March, 2026

Particulars	Not Due	Outstanding for the following periods from due date of payment				
		Less Than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues to MSME	584.99	–	–	–	–	584.99
Undisputed dues to Others	5,573.10	4,984.63	497.99	61.33	122.73	11,239.78
Disputed dues to MSME	–	–	–	–	–	–
Disputed dues to Others	–	–	–	–	50.67	50.67
Total	**6,158.09**	**4,984.63**	**497.99**	**61.33**	**173.40**	**11,875.44**
Accruals						15,192.74
Total trade payables						**27,068.18**

Ageing of trade payable as at 31st March, 2025

Particulars	Not Due	Outstanding for the following periods from due date of payment				
		Less Than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed dues to MSME	212.52					212.52
Undisputed dues to Others	2,312.91	8,762.62	168.45	56.70	152.57	11,453.25
Disputed dues to MSME	–	–	–	–	–	–
Disputed dues to Others	–	–	–	–	41.09	41.09
Total trade payables	**2,525.43**	**8,762.62**	**168.45**	**56.70**	**193.66**	**11,706.86**
Accruals						14,215.28
Total trade payables						**25,922.14**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	Non- current		Current	
	As at 31st March, 2026	As at 31st March, 2025	**As at 31st March, 2026**	As at 31st March, 2025
21 Other Financial Liabilities				
Security Deposits from customers, vendors & others	**1,075.38**	657.45	**781.66**	780.03
Payable to employees	**–**	–	**2,263.84**	2,316.00
Unpaid dividend*	**–**	–	**101.20**	52.60
Interest accrued but not due for payment	**–**	–	**22.38**	–
Other payables	**–**	–	**1,047.16**	796.87
Total	**1,075.38**	657.45	**4,216.24**	3,945.50

* There are no amounts due and outstanding to be transferred to Investor Education and Protection Fund as at 31st March, 2026 and 31st March, 2025.

22 Lease Liabilities				
Lease liabilities	**138.71**	244.49	**113.06**	99.80
Total	**138.71**	244.49	**113.06**	99.80

23 Provisions				
Provision for employee benefits (Gratuity and encashable leaves)	**929.97**	1,237.79	**1,950.28**	710.05
Other provision	**–**	–	**29.22**	–
Total	**929.97**	1,237.79	**1,979.50**	710.05

24 Deferred Tax Liabilties (Net)	**As at 31st March, 2026**	As at 31st March, 2025
Deferred tax liabilities		
Depreciation and Amortisation	**3,176.63**	2,794.88
Investments measured at amortised cost (mutual funds, FMP, ETF etc.)	**1,099.10**	1,233.28
Investments measured at fair value through other comprehensive income	**564.86**	424.45
Others	**35.03**	–
Deferred tax assets		
Employee Benefit Obligation	**(264.30)**	(314.59)
Expenditure allowed on payment basis	**(10.07)**	(60.40)
Provision for doubtful receivables	**(56.22)**	(71.94)
Others	**(24.62)**	(10.74)
Deferred tax liabilities (net)	**4,520.41**	3,994.94

25 Short Term Borrowing		
Secured Borrowing from Banks		
Working Capital Facilities	**1,913.22**	6,141.86
Current portion of long term borrowings	**204.00**	–
Total	**2,117.22**	6,141.86

25.1 Loans availed from Banks are secured by a first charge, ranking pari passu, by way of hypothecation of the Company's current assets, viz. raw materials, semi-finished goods, finished goods, stores & spares (not relating to Plant & Machinery), bills receivable, and book debts. Secured loan including post shipment credit carries an interest rate ranging from 4.88 % to 7.20 % p.a. for repayments on various dates ranging up to 180 days.

26 Other Current liabilities		
Unearned revenue	**4,368.51**	4,290.37
Advance received from customers	**1,649.66**	2,736.39
Statutory dues and other liabilites	**2,195.69**	1,436.63
Total	**8,213.86**	8,463.39

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	For the year ended 31st March, 2026	For the year ended 31st March, 2025
27 Revenue from operations		
Sale of Products and Services		
Manufactured Goods	**127,293.56**	131,289.41
Traded Goods	**3,720.36**	2,009.00
Contracts for Supply & Installation	**20,840.60**	18,950.62
Other Operating Revenue		
Sale of Scrap	**591.06**	878.84
Sale of Raw Material	**304.42**	621.83
Miscellaneous Receipts	**128.63**	261.59
Total	**152,878.63**	154,011.29
27.1 Disagrregation of revenue		
Revenue based on geography		
Domestic	**62,851.45**	58,500.29
Export	**90,027.18**	95,511.00
Revenue based on business segment		
Synthetic Cordage	**120,739.88**	126,307.69
Fibre and Industrial Products & Projects	**32,138.75**	27,703.60
27.2 Reconciliation of Revenue from operations with contract price		
Contract price	**154,251.35**	155,381.40
Less: Discounts and Incentives	**(1,372.72)**	(1,370.11)
Total Revenue from operations	**152,878.63**	154,011.29
28 Other income		
Dividend received on equity instruments measured at fair value through other comprehensive income	**15.81**	13.17
Interest income on financial asset at amortised cost		
On bank deposits	**749.15**	99.05
On Debt securities (incl. debt mutual fund, FMP, ETF, Gilt fund)	**2,915.59**	3,533.85
On Others	**90.24**	148.21
Other non operating income	**998.09**	12.37
Total	**4,768.88**	3,806.65
29 Cost of materials consumed		
Opening stock	**6,182.23**	6,519.16
Add: Purchases	**45,905.52**	39,046.25
Less: Closing stock	**(11,068.12)**	(6,182.23)
Total	**41,019.63**	39,383.18
30 Changes in inventories of finished goods, stock-in-trade and work-in-progress		
Opening stock		
Semi Finished Goods	**4,625.15**	4,296.28
Finished Goods	**10,558.29**	10,590.31
Traded Goods	**2,192.49**	917.07
	17,375.93	15,803.66
Closing stock		
Semi Finished Goods	**6,018.35**	4,625.15
Finished Goods	**16,467.69**	10,558.29
Traded Goods	**2,399.82**	2,192.49
	24,885.86	17,375.93
Add/ (Less): Exchange rate fluctuation on acccount of average rate transferred to Foreign Currency Translation Reserve	**808.08**	–
Add: Inventories acquired on business combination	**2,256.55**	–
Changes in inventories	**(4,445.30)**	(1,572.27)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

31 Employee benefit expenses	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Salaries, Wages and Bonus	**21,719.88**	19,480.50
Contribution to Provident and other funds (Refer note 35)	**1,148.82**	1,125.76
Staff Welfare Expenses	**807.74**	838.49
Total	**23,676.44**	21,444.75
32 Finance Costs		
Interest on borrowings*	**850.89**	1,505.08
Interest expense on Lease Liability	**18.92**	24.47
Bank charges	**486.12**	473.67
Total	**1,355.93**	2,003.22

* includes ₹ Nil (Previous year : ₹ 420.60 lakhs) on account of interest on borrowings from related parties.

33 Other expenses		
Stores and Spares consumed	**2,859.88**	3,615.71
Master Batch and Additive consumed	**2,360.08**	2,850.89
Packing materials consumed	**1,651.83**	1,583.62
Power, Fuel and Water Charges	**4,352.04**	4,108.91
Processing and Testing Charges	**14,854.20**	13,749.29
Installation Contract related expenses	**8,066.84**	9,902.03
Administrative, Selling and General Expenses		
Advertisement & Sales Promotion expenses	**877.78**	747.95
Rent	**597.32**	513.90
Rates and Taxes	**207.66**	165.40
Insurance	**857.63**	531.86
Freight and Forwarding Charges	**8,758.21**	10,167.70
Repairs and Maintenance	**2,674.83**	2,586.69
Travelling Expenses	**2,174.38**	1,914.01
Discount and commission on sales	**1,084.72**	805.49
Bad Debts	**210.41**	11.10
Provision for Doubtful Debts	**(223.39)**	(1.08)
Legal and Professional Charges	**2,928.40**	2,832.01
Remuneration to statutory auditors		
For Statutory audit	**29.87**	20.30
Fees for other Services	**32.30**	36.50
Out of pocket expenses	**3.90**	4.62
Establishment and other miscellaneous expenses	**2,325.72**	2,136.35
Exchange (Gain) / Loss (net)	**(1,707.63)**	(1,328.29)
Directors' Fees	**9.75**	7.80
Corporate Social Responsibility	**440.20**	397.38
(Profit) / Loss on sale of fixed assets/ asset discarded	**22.97**	17.38
Total	**55,449.90**	57,377.52

34 Income taxes

Reconciliation of tax expenses and accounting profit multiplied by India's domestic tax rate for the year ended 31st March 2026 & 31st March 2025.

Accounting profit before tax	**26,939.04**	30,845.71
Computed income tax at India's applicable statutory income tax rate of 25.168%	**6,780.02**	7,763.25
Increase / (reduction) in taxes on account of:		
Income taxable at different tax rates	**(193.23)**	(210.15)
Items not deductible for tax	**143.96**	100.67
Income tax relating to earlier years*	**15.94**	–
Others (incl. difference in tax rates of foreign operations)	**350.40**	37.19
Income tax expenses reported in the statement of profit and loss	**7,097.09**	7,690.96

* This includes the impact arising from the appellate orders passed for assessment years 2013-14 to 2020-21

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(₹ in lakhs)

	For the year ended 31st March, 2026	For the year ended 31st March, 2025
35 Employee Benefits		
a. Defined contribution plan		
Amount recognised as an expense for defined contribution plans are as under:		
Superannuation Fund	**81.22**	78.26
Provident Fund	**767.85**	743.59
National Pension Scheme	**64.32**	54.17
Total	**913.39**	876.02

b. Defined Benefit plan - Gratuity

The Group operates a defined benefit plan viz. Gratuity for its employees. Under the gratuity plan, every employee who has completed at least specified years of service gets a gratuity on departure @ 15 days (minimum) of the last drawn salary for each completed year of service. Gratuity liabilities are typically exposed to actuarial risks such as interest rate risk, salary risk, investment risk, asset liability matching risk, mortality risk and concentration risk.

The scheme is funded with an insurance company in the form of qualifying insurance policy. The fund has formed a trust and it is governed by the Board of Trustees. The fund is subject to risks such as asset volatility, changes in bond yields and asset liability mismatch risk. In managing the plan assets, Board of Trustees reviews and manages these risks associated with the funded plan. Each year, the Board of Trustees reviews the level of funding in the gratuity plan. Such a review includes asset-liability matching strategy and investment risk management policy (which includes contributing to plans that invest in risk-averse markets). The Board of Trustees aim to keep annual contributions relatively stable at a level such that no plan deficit (based on valuation performed) will arise.

a Changes in the net benefit obligation and fair value of plan assets are as follows: (₹ in lakhs)

Particulars	Present value of obligation	Fair value of plan assets	Net amount
Opening as at 01st April 2024	3,972.92	(3,429.73)	543.18
Current Service Cost	215.40	–	215.40
Interest Cost / (Income)	287.24	(247.97)	39.27
Total amount recognised in Profit or Loss	**502.64**	**(247.97)**	**254.67**
Actuarial (Gains)/Losses on Obligations - Due to Experience	26.98	–	26.98
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	126.58	–	126.58
Return on Plan Assets, Excluding Interest Income	-	(41.34)	(41.34)
Total amount recognised in Other Comprehensive Income	**153.57**	**(41.34)**	**112.23**
Contributions by the Employer	-	(212.20)	(212.20)
Benefit Paid From the Fund	(218.72)	218.72	-
Closing as at 31st March, 2025	**4,410.40**	**(3,712.52)**	**697.88**
Current Service Cost	256.79	–	256.79
Past Service Cost	368.03	–	368.03
Interest Cost / (Income)	330.98	(255.53)	75.45
Total amount recognised in Profit or Loss	**955.80**	**(255.53)**	**700.26**
Actuarial (Gains)/Losses on Obligations - Due to Experience	20.30	–	20.30
Actuarial (Gains)/Losses on Obligations - Due to Change in Financial Assumptions	(172.29)	–	(172.29)
Return on Plan Assets, Excluding Interest Income	–	217.93	217.93
Total amount recognised in Other Comprehensive Income	**(151.98)**	**217.93**	**65.95**
Contributions by the Employer	–	(367.00)	(367.00)
Benefit Paid From the Fund	(344.35)	344.35	–
Closing as at 31st March, 2026	**4,869.86**	**(3,772.77)**	**1,097.09**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

b The net liability disclosed above relates to funded plans are as follows :

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Present value of obligation	**(4,869.86)**	(4,410.40)
Fair value of plan assets	**3,772.77**	3,712.52
Funded Status (Surplus/ (Deficit))	**(1,097.09)**	(697.88)

c Significant assumptions

The principal actuarial assumptions were as follows :

Particulars	As at 31st March, 2026	As at 31st March, 2025	As at 31st March, 2024
Discount rate	**7.36%**	6.79%	7.23%
Salary growth rate	**5.00%**	5.00%	5.00%
Normal retirement age	**58/60 years**	58/60 years	58/60 years
Mortality table	Indian assured Lives Mortality (2012-14) Urban		
Employee turnover	**2.00%**	2.00%	2.00%

d Sensitivity analysis

The sensitivity of defined obligation to changes in the weighted principal assumptions is:

Particulars	As at 31st March, 2026	As at 31st March, 2025
+1% change in discount rate	**(282.83)**	(278.69)
-1% change in discount rate	**315.59**	313.29
+1% change in salary growth rate	**289.76**	315.77
-1% change in salary growth rate	**(268.12)**	(285.73)
+1% change in employee turnover rate	**46.01**	31.39
-1% change in employee turnover rate	**(50.59)**	(34.63)

The above sensitivity analysis is based on a change in assumption while holding all other assumptions constant. In practice, this is unlikely to occur and changes in some of the assumptions may be correlated. When calculating the sensitivity of the defined benefit obligation to significant actuarial assumptions the same method (present value of defined benefit obligation calculated with the Projected Unit Credit Method at the end of the reporting period) has been applied as when calculating the defined benefit liability recognised in the balance sheet. The method and types of assumptions used in preparing the sensitivity analysis did not change compared to the previous periods.

e Maturity Analysis of the Benefit Payments

The following are the expected cash flows to the defined benefit plan in future years:

(₹ in lakhs)

Assumption	As at 31st March, 2026	As at 31st March, 2025
Within next 12 months	**488.91**	505.16
Between 1-10 years	**4,673.28**	3,640.55
11 years & above	**3,261.14**	3,451.38

f The major categories of plan assets are as follows:

Particulars	As at 31st March, 2026	As at 31st March, 2025
Insurance Funds	**100%**	100%

g The Group expect to contribute Rs. 668.50 lakhs (previous year: Rs. 521.82 lakhs) to Gratuity fund in next financial year. The weighted average duration of the defined benefit obligations as at 31st March, 2026 is 8 years (as at 31st March, 2025: 8 years).

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

36 Operating segment

The Group's operating businesses are organized and managed separately according to the nature of products and services provided, with each segment representing a strategic business unit that offers different products and serves different markets. These business segments are:

1. Synthetic Cordage - comprises of Ropes, Twines and nettings made of Twine
2. Fibre and Industrial Products & Projects. - comprises of fibre, Synthetic fabric, Yarn, Woven and Non-woven textiles, Secugrids, Coated steel gabions, Machinery and project.

Segment Accounting Policies are the same as those used in the preparation of the Financial Statements. The Group generally accounts for inter-segment sales and transfers at cost plus appropriate margins.

The segment revenues and segment expenses are directly attributable to the segments, except certain expenses which are not allocated to any segments by using appropriate basis. All other expenses which are not attributable or allocable to the segments have been disclosed as unallocable expenses.

The segment assets and liabilities are directly attributable to the segments, except certain assets and liabilities which are allocated to the segments using appropriate basis. All other assets and liabilities are disclosed as unallocable.

Operating segment report for the year ended 31st March, 2026

	Synthetic cordage	Fibre & Industrial Products & Projects	Unallocated	Total
Segment Revenue	121,525.43	33,872.85	–	155,398.28
Less: Inter-segment revenue	(785.55)	(1,734.10)	–	(2,519.65)
Sales/Income From operations	120,739.88	32,138.75	–	152,878.63
Depreciation and amortization	3,136.24	308.45	–	3,444.69
Segment Result	24,971.91	6,772.86	–	31,744.77
Less: Interest expenses				(1,355.93)
Other Unallocable expenditure net of unallocable (income)				(3,449.80)
Total profit before tax				26,939.04
Segment Assets	95,960.49	15,674.50	76,239.65	187,874.64
Segment Liabilites	33,114.89	8,447.94	10,869.41	52,432.24

Operating segment report for the year ended 31st March, 2025

	Synthetic cordage	Fibre & Industrial Products & Projects	Unallocated	Total
Segment Revenue	127,391.03	29,980.49	–	157,371.52
Less: Inter-segment revenue	(1,083.34)	(2,276.89)	–	(3,360.23)
Sales/Income From operations	126,307.69	27,703.60	–	154,011.29
Depreciation and amortization	2,524.11	310.20	–	2,834.31
Segment Result	28,301.17	4,919.60	–	33,220.77
Less: Interest expenses				(2,003.22)
Other Unallocable expenditure net of unallocable (income)				(371.84)
Total profit before tax				30,845.71
Segment Assets	74,683.30	14,229.16	86,749.20	175,661.66
Segment Liabilites	32,914.56	7,620.91	10,969.43	51,504.90

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

Reconciliation of Profit

(₹ in lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Segment Profit	**31,744.77**	33,220.77
Other Income	**3,770.79**	3,806.65
Finance Cost	**(1,355.93)**	(2,003.22)
Other Corporate Costs	**(7,220.59)**	(4,178.49)
Profit before tax	**26,939.04**	30,845.71

Reconciliation of Assets

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Segment operating assets	**111,634.99**	88,912.46
Investments	**49,564.15**	70,303.31
Cash and bank balances	**13,972.25**	5,061.45
Balances with government authorities	**6,114.38**	4,954.57
Other unallocable assets	**6,588.87**	6,429.87
Total assets	**187,874.64**	175,661.66

Reconciliation of Liabilties

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Segment operating liabilties	**41,562.83**	40,535.47
Borrowings	**4,029.73**	6,141.86
Income tax/ Deferred tax liabilities (Net)	**4,667.61**	4,082.41
Other unallocable liabilities	**2,172.07**	745.16
Total liabilities	**52,432.24**	51,504.90

Geographical information

(₹ in lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Revenue from India	**62,851.45**	58,500.29
Revenue from outside India	**90,027.18**	95,511.00
Total	**152,878.63**	154,011.29

Non current assets located in India	**32,183.08**	29,770.65
Non current assets located outside India	**11,862.91**	41.54
Total	**44,045.99**	29,812.19

Information about major customers

No single customer represents 10% or more of the Group's total revenue for the years ended 31st March, 2026 and 31st March, 2025 respectively.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

37 Related Party Disclosure

I. List of Related Parties & Relationship:

A. Subsidiaries

1. Garware Technical Fibres Foundation

B. Associates

1. Garware Meditech Pvt. Ltd.
2. TP Bhaskar Renewables Limited

C. Executive Directors - Key Management Personnel (KMP)

1. Mr. V. R. Garware

D. Non Executive Directors

1. Mrs. M. V. Garware
2. Mr. S. S. Rajpathak - Independent Director
3. Ms. Mallika Sagar - Independent Director (upto 27th August, 2025)
4. Mr. A. S. Wagle - Independent Director
5. Mr. Ashish Goel- Independent Director
6. Ms. Kirti Dharmesh Mangwani- Independent Director (w.e.f. 25th November, 2025)

E. Enterprises over which control is exercised by the individual listed at "C" above

1. Garware Capital Markets Ltd.
2. VMIR Investment Private Ltd.
3. VRG Investments Pvt. Ltd.
4. Vimlabai Garware Research Institute Pvt. Ltd.
5. Moonshine Investments and Trading Company Pvt. Ltd.
6. Manmit Investment and Trading Company Pvt. Ltd.
7. Sanand Investments and Trading Company Pvt. Ltd.
8. Sukukar Holdings and Trading Company Pvt. Ltd.
9. Starshine Comtrade Pvt. Ltd.
10. Gurukrupa Comtrade Pvt. Ltd.
11. Garware Research Institute
12. Garware Infrastructure Pvt. Ltd
13. VRG Business Ventures Pvt. Ltd.
14. Vallabhi Tradecom LLP.
15. Ramesh Trading Company
16. Sunita Trading Company
17. VG Trading Company
18. VRG Trading Company
19. Vayu Garware Family Trust
20. VRG Family Trust
21. VG Family Trust
22. Vayu Garware 2 Family Trust
23. VRG 2 Family Trust
24. Vayu Garware 3 Family Trust
25. VRG 3 Family Trust
26. Consolidated Agricultural & Dairy Farming Co. Pvt. Ltd
27. VRG Business Link LLP
28. Pushpagiri Properties LLP

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

(II) Transactions and Balances with related parties:

(₹ in lakhs)

Particulars	Subsidiaries Companies	Associate Companies	Enterprises Owned or significantly Influenced by Key Management Personnel or their Relatives	Executive Directors - Key Management Personnel	Non-Executive Directors
Transactions with Related Parties					
Sale of Goods / Services	–	–	–	–	–
	–	–	–	–	–
Sale of Services	–	–	–	–	–
	–	–	–	–	–
Loans given to subsidiaries	–	–	–	–	–
	–	–	–	–	–
Repayment received of loan given to subsidiary	–	–	–	–	–
	–	–	–	–	–
Interest income on loans given to subsidiaries	–	–	–	–	–
	–	–	–	–	–
Investments in subsidiaries	–	–	–	–	–
	–	–	–	–	–
Purchase of Goods/ Services	–	–	–	–	–
	–	–	–	–	–
Reimbursement received for amount paid on behalf of related party	–	–	–	–	–
	–	–	–	–	–
Director Remuneration	–	–	–	**1,387.35**	–
	–	–	–	*1,491.65*	–
Director Sitting Fees	–	–	–	–	**8.00**
	–	–	–	–	*7.80*
Dividend paid	–	–	**4,412.90**	**584.95**	**0.005**
	–	–	*278.71*	*36.94*	*0.02*
Deposit received	–	–	–	–	–
	–	–	*4,070.00*	–	–
Deposit refunded	–	–	–	–	–
	–	–	*4,070.00*	–	–
Interest paid on deposits	–	–	–	–	–
	–	–	*420.60*	–	–
Donations given	*2.00*	–	–	–	–
	–	–	–	–	–
Contribuation made for corporate social responsibilities	**291.73**	–	–	–	–
	142.95	–	–	–	–
Balances with related parties					
Amount payable*	–	–	–	**790.00**	–
	–	–	–	*950.00*	–

(Amounts in Italics font pertains to previous year)

The above amount do not include provision for leave encashment and gratuity fund, as separate figures are not available for the Executive Director - Key Management Personnel.

* includes commission paid / payable to Executive Director - Key Management Personnel

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

38 Earnings Per Share (EPS)

Particulars	Unit of measurement	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Net profit attributable to equity shareholders of the Group	Rs. in lakhs	**19,867.39**	23,154.09
Weighted average number of Equity Shares of ₹ 10/- each	Numbers	**99,265,845**	99,301,804
Basic and diluted earnings per share	Rs.	**20.01**	23.32

(₹ in lakhs)

39 Contingent Liabilities & Commitments	As at 31st March, 2026	As at 31st March, 2025
a. Contingent liabilities in respect of matters under dispute		
- Amount deposited with Small Cause Court, Mumbai	**898.15**	869.75
- Octroi	**21.64**	21.64
- Demand by MSEB for solar banking power units disallowed	**207.00**	–

b. Commitments

a. Estimated amount of contracts remaining to be executed on Capital Account and not provided for net of advances ₹ 1417.89 lakhs (as at 31st March, 2025 - ₹ 1631.80 lakhs)

40 Interest in other entities

The Group is having a partnership agreement (Sopan D Patil & GWRL JV) in which the Group holds 40% share in profit / loss. The said partnership has not engaged in any activity during the year ended 31st March, 2026 and 31st March, 2025.

(₹ in lakhs)

Details of assets and liabilities	As at 31st March, 2026	As at 31st March, 2025
Current assets	**0.77**	0.77
Non-current assets	**15.40**	15.40
Current liabilities	–	–
Non-current liabilities	**(21.04)**	(21.04)
Reserve & Surplus	**4.87**	4.87

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

41 Financial Ratios

Particulars	Formula	For the year ended 31st March, 2026	For the year ended 31st March, 2025	Variance
Current Ratio[1]	Total Current assets	**119,165.25**	84,641.21	
	Total Current Liabilities	**43,528.12**	45,123.77	
		2.74	1.88	46%
Debt-Equity Ratio[2]	Total borrowing	**4,029.73**	6,141.86	
	Net worth	**135,442.40**	124,156.76	
		0.03	0.05	(40%)
Debt Service Coverage Ratio[3]	Earnings before interest and depreciation	**24,642.57**	27,992.28	
	Debt Service (Interest and Principal Repayment)	**1,355.93**	2,003.22	
		18.17	13.97	30%
Inventory turnover Ratio	Cost of Goods Sold	**45,391.51**	43,312.43	
	Average Inventory	**33,410.91**	26,317.99	
		1.36	1.65	(17%)
Trade receivable turnover Ratio	Revenue from operations	**152,878.63**	154,011.29	
	Average Trade receivables	**31,113.96**	29,500.41	
		4.91	5.22	(6%)
Trade payable turnover Ratio	Total Purchase + Other Expenses	**110,172.60**	101,925.29	
	Average Trade payable	**26,495.17**	24,764.96	
		4.16	4.12	1%
Net capital turnover Ratio[4]	Revenue from operations	**152,878.63**	154,011.29	
	Average Working Capital	**57,577.29**	41,928.68	
		2.66	3.67	(28%)
Return on equity Ratio	Profit After Tax	**19,867.39**	23,154.09	
	Net worth	**135,442.40**	124,156.76	
		14.7%	18.6%	(21%)
Net profit Ratio	Profit After Tax	**19,867.39**	23,154.09	
	Total Income	**157,647.51**	157,817.94	
		12.6%	14.7%	(14%)
Return on capital employed	Earnings Before Interest and Tax	**28,294.97**	32,848.93	
	Average Capital Employed	**139,143.05**	136,508.47	
		20.3%	24.1%	(15%)
Return on investment	Treasury Income	**2,915.59**	3,533.85	
	Average invested funds in treasury investments	**53,994.57**	64,903.18	
		5.4%	5.4%	(1%)

1 The current ratio improved mainly due to higher current investments arising from upcoming maturities and reduction in working capital borrowings due to repayments, resulting in an increase in current assets and decrease in current liabilities.

2 The improvement in the debt-equity ratio is primarily driven by a reduction in outstanding borrowings as compared to the previous year. Additionally, the net worth has strengthened due to accumulation of profits, resulting in a more favorable capital structure.

3 The improvement in the debt service coverage ratio is primarily attributable to lower interest expenses during the year, following the discontinuation of interest subvention on rupee packing credit. Additionally, overall working capital borrowings have reduced compared to the previous financial year, leading to lower debt servicing obligations and an enhanced coverage ratio.

4 The decline in net working capital turnover ratio is primarily due to increase in current assets, driven by higher current investments from upcoming maturities and increased inventory levels compared to the previous year.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

42 There have been no transactions carried out in Crypto Currency or Virtual Currency during the financial year ended 31st March, 2026 and 31st March, 2025, neither the Group holds any balances in the same.

43 Relationship with Struck-off companies

Details of struck off companies as at 31st March, 2026 is as follows:

Name of struck off company	Nature of Transaction with struck off company	Balance outstanding (₹)	Relationship with the struck off company, if any, to be disclosed
Genex Infraproject Limited	Shares held by struck off company	400	Shareholder of the Company
Fairgrowth Investments Limited	Shares held by struck off company	60	Shareholder of the Company
Sinnar Steels Private Limited	Shares held by struck off company	100	Shareholder of the Company

Details of struck off companies as at 31st March, 2025 is as follows:

Name of struck off company	Nature of Transaction with struck off company	Balance outstanding (₹)	Relationship with the struck off company, if any, to be disclosed
Genex Infraproject Limited	Shares held by struck off company	500	Shareholder of the Company
Fairgrowth Investments Limited	Shares held by struck off company	60	Shareholder of the Company
Sinnar Steels Private Limited	Shares held by struck off company	500	Shareholder of the Company

44 Disclosures pertaining to Corporate Social Responsibility

(₹ in lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Amount required to be spent by the Group during the year	**440.20**	397.38
Amount of expenditure incurred during the year on:		
(i) Construction/acquisition of asset	–	–
(ii) On purposes other than (i) above (refer not 43.1 below)	**440.20**	397.38
Shortfall at the end of the year	–	–
Total of previous years shortfall	–	–
Reason for shortfall	**Not applicable**	Not applicable
Details of related party transactions	**Refer note 37**	
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year	–	–

44.1 CSR expenses for the year ended ended March 31, 2026 includes an amount of ₹ 371.19 lakhs (₹ 322.97 lakhs for the year ended 31st March, 2025) earmarked for ongoing projects which has been transferred to Unspent CSR Account within 30 days from end of financial years, in terms of Section 135(6) of the Companies Act, 2013.

44.2 Nature of CSR activities include promoting education, including special education and employment enhancing vocation skills, ensuring environmental sustainability, ecological balance, protection of flora and fauna, animal welfare, rural development and livelihood enhancement projects.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

45 Finacial Instruments

a. Financial instruments by category

(₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Measured at amortised cost	Measured at FVTOCI	Measured at amortised cost	Measured at FVTOCI
Financial assets				
Trade receivables	**29,810.20**	–	32,417.71	–
Loans	**636.10**	–	694.27	–
Cash and Bank Balances	**13,972.25**	–	5,061.45	–
Other Financial Assets	**848.93**	–	2,140.72	–
Investments in Exchange Traded Funds	**5,293.10**	–	9,491.00	–
Investments in Debt instruments	**0.16**	–	0.16	–
Investments in Debt Mutual Funds/ Index Funds	**4,706.05**	–	14,174.45	–
Investments in Fixed Maturity Plans	**23,380.63**	–	25,716.80	–
Investments in Gilt Funds	**2,578.40**	–	5,449.93	–
Investments in Market linked Debentures	**1,546.82**	–	5,641.58	–
Investments in Fixed Deposits with NBFCs	**6,500.90**	–	3,509.16	–
Investments in equity shares	–	**5,081.78**	-	5,869.36
Total Financial Assets	**89,273.54**	**5,081.78**	104,297.23	5,869.36
Financial Liabilities				
Trade payable	**27,068.18**	–	25,922.16	–
Lease liabilities	**251.77**	–	344.29	–
Borrowings	**4,029.73**	–	6,141.86	–
Other Financial Liabilties	**5,291.62**	–	4,602.95	–
Total Financial Liabilities	**36,641.30**	–	37,011.26	–

b. Fair value of financial assets and liabilities measured at amortised cost

(₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial assets				
Investments in Exchange Traded Funds	**5,293.10**	**5,339.01**	9,491.00	9,576.91
Investments in Debt instruments	**0.16**	**0.16**	0.16	0.16
Investments in Debt Mutual Funds/ Index Funds	**4,706.05**	**4,779.25**	14,174.45	14,296.75
Investments in Fixed Maturity Plans	**23,380.63**	**23,765.27**	25,716.80	26,073.93
Investments in Gilt Funds	**2,578.40**	**2,650.32**	5,449.93	5,509.63

c. Financial assets measured at fair value - recurring fair value measurements

(₹ in lakhs)

As at 31st March, 2026	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investment in equity shares	**4,963.15**	–	**118.63**	**5,081.78**

As at 31st March, 2025	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investment in equity shares	5,775.04	–	94.32	5,869.36

Level 1 : Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 : Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3: Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

A fair value gain of ₹ 24.31 lakhs for the year ended 31st March, 2026 (₹ 6.59 lakhs for the year ended 31st March, 2025) is recognised in other comprehensive income on financial assets measured at fair value, determined using Level 3 inputs under the fair value hierarchy. There have been no transfers into or out of Level 3 during the reporting periods.

Valuation technique to determine fair value

The following methods and assumptions were used to estimate the fair values of financial instruments

(I) The management assesses that fair value of cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current financial assets and liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

(ii) The fair values of the equity investment which are quoted, are derived from quoted market prices in active markets. The investments measured at fair value and falling under fair value hierarchy Level 3 are valued on the basis of valuation reports provided by external valuers with the exception of certain investments, where cost has been considered as an appropriate estimate of fair value because of a wide range of possible fair value measurements and cost represents the best estimate of fair values within that range. The carrying value of those investments are individually immaterial.

The fair value of equity shares classified under Level 3 of the fair value hierarchy is determined using a Discounted Cash Flow (DCF) model. The key unobservable inputs used in the valuation include a perpetual growth rate of 5% and a weighted average cost of capital (WACC) of 6.9%. The valuation also includes cash and bank balances measured at their carrying value, which approximates fair value. Given that the value of cash and bank balances is significant in comparison to the value derived from the business operations, the overall valuation is less sensitive to changes in the unobservable inputs used in the DCF model.

d. Financial risk management objectives

The Group is exposed to market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk. The Group's risk management strategies focus on the un-predictability of these elements and seek to minimise the potential adverse effects on its financial performance. The Group's senior management which is supported by a Treasury Management Group ('TMG') manages these risks. All hedging activities are carried out by specialist teams that have the appropriate skills, experience and supervision.

Market Risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprises of risks relating to interest rate risk and other price risks such as equity price risk and commodity price risk. Financial instruments affected by market risks mainly include borrowings, deposits and investments.

Foreign currency risk management

Foreign exchange risk arises on future commercial transactions and on all recognised monetary assets and liabilities, which are denominated in a currency other than the functional currency of the Group. The Group's management has set policy wherein exposure is identified, benchmark is set and monitored closely, and accordingly suitable hedges are undertaken. The Group's foreign currency exposure arises mainly from foreign exchange imports, exports and other income / expenses in foreign currency, primarily with respect to USD.

The following tables demonstrate the sensitivity in foreign currencies to the INR with all other variable held constant, as at reporting date:

(₹ in lakhs)

As at 31st March, 2026	CAD	EUR	GBP	USD	NOK	JPY	SGD
1% increase in Ex. rate	0.00	15.04	11.27	160.17	44.46	(0.33)	(0.01)
1% decrease in Ex. rate	(0.00)	(15.04)	(11.27)	(160.17)	(44.46)	0.33	0.01

As at 31st March, 2025	CAD	EUR	GBP	USD	NOK	JPY	SGD
1% increase in Ex. rate	(0.07)	16.75	14.63	136.32	0.75	–	–
1% decrease in Ex. rate	0.07	(16.75)	(14.63)	(136.32)	(0.75)	–	–

Interest rate risk management

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group exposure to the risk of changes in market interest rates relates primarily to the Group's investments in debt instruments including debt mutual funds. The Group's exposure to interest rate risk primarily relates to its long term borrowing with floating interest rate. The increase in interest rate by 50 basis points will result in decrease of profit before tax by Rs. 10.58 lakhs and decrease in interest rate by 50 basis points will result in increase of profit before tax by Rs. 10.58 lakhs for the year ended March 31, 2026 (previous year - nil)

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

The Group has invested its surplus funds primarily in debt based mutual funds and fixed maturity plans. The value of investment in these mutual fund schemes is reflected though Net Asset Value (NAV) declared by the Asset Management Company on daily basis. The Group has not performed a sensitivity analysis on these mutual funds based on estimated fluctuations in their NAV as in management's opinion, such analysis would not display a correct picture.

Credit risk

Credit risk is the risk that counterparty will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Group is exposed to credit risk from its operating activities (primarily trade receivables) and from its financing activities, including deposits with banks and other financial instruments.

Trade Receivable - Customer credit risk is managed by SCM team subject to the Group's established policy, procedures and control relating to customer credit risk management. Outstanding customer receivables are regularly monitored and followed up.

Financial instruments and cash deposits - Credit risk from balances with banks is managed by the Group's treasury department in accordance with the Group's policy. Investments of surplus funds are made only with approved counterparties and within credit limits assigned to each counterparty. The limits are set to minimise the concentration of risks and therefore mitigate financial loss through counterparty's potential failure to make payments.

Liquidity risk

Liquidity risk is defined as the risk that the Group will not be able to settle or meet its obligations on time or at reasonable price. The Group's objective is to at all times maintain optimum levels of liquidity to meet its cash and liquidity requirements. The Group closely monitors its liquidity position and deploys a robust cash management system. It maintains adequate source of financing through the use of bank deposits and cash credit facilities. Processes and policies related to such risks are overseen by senior management. Management monitors the Group's liquidity position through rolling forecasts on the basis of expected cash flows. The Group assessed the concentration of risk with respect to its debt and concluded it to below.

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

(₹ in lakhs)

As at 31st March, 2026	within 1 year	1 - 5 years	More than 5 years	Total
Trade payables	26,741.04	327.14	–	27,068.18
Borrowings	2,117.22	1,912.51	–	4,029.73
Lease liabilities	125.67	145.38	–	271.05
Other financial liabilities	4,216.24	1,075.38	–	5,291.62

As at 31st March, 2025	within 1 year	1 - 5 years	More than 5 years	Total
Trade payables	25,675.70	246.46	–	25,922.16
Borrowings	6,141.86	–	–	6,141.86
Lease liabilities	107.02	257.41	5.23	369.66
Other financial liabilities	3,945.50	657.45	–	4,602.95

Excessive risk concentration

Concentrations arise when a number of counter parties are engaged in similar business activities, or activities in the same geographical region, or have economic features that would cause their ability to meet contractual obligations to be similarly affected by changes in economic, political or other conditions. Concentrations indicate the relative sensitivity of the Group's performance to developments affecting a particular industry. The Group believes that there is no such excessive risk concentration.

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

46 Leases

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
(i) Carrying value of right of use assets at the end of the reporting period (Refer Note 4)	**214.18**	315.09
(ii) Movement of lease liabilities		
Opening lease liabilities	**344.29**	429.60
Addition during the year / period	–	21.80
Interest Cost	**18.92**	24.47
Cash outflow towards payment of lease liabilities	**(111.44)**	(110.81)
Deletion during the year on account of termination of lease	–	(20.77)
Closing lease liabilities	**251.77**	344.29
(iii) Maturity analysis of lease liabilities (on undiscounted basis)		
Less than 1 year	**125.67**	107.02
Between 1-5 years	**145.38**	257.41
More than 5 years	–	5.23
	271.05	369.66
(iv) Lease liabilities included in statement of financial position		
Current	**113.06**	99.80
Non-current	**138.71**	244.49
(v) Impact on statement of profit and loss		
Interest on lease liabilities	**18.92**	24.47
Depreciation on right of use assets	**100.91**	98.28
Net impact on profit before tax	**119.83**	122.75
Deferred tax - Charge/ (credit)	**(30.16)**	(30.90)
Net impact on profit after tax	**89.67**	91.85
(vi) Rent Expenses (on short term or low value leases)	**597.32**	513.90

47 Capital Management

The Group's objective when managing capital is to ensure the going concern operation and to maintain an efficient capital structure to reduce the cost of capital, support the corporate strategy and meet shareholders expectations. The policy of the Group is to borrow through banks supported by committed borrowing facility to meet anticipated funding requirements. The capital structure is governed by policies approved by the Board of Directors.

The following table summarises the capital of the Group.

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Short Term Debt (including current maturities of long term loan)	**2,117.22**	6,141.86
Long Term Debt	**1,912.51**	–
Trade Payables	**27,068.18**	25,922.16
Less: Cash and Bank Balances	**(13,972.25)**	(5,061.45)
Net Debt	**17,125.66**	27,002.57
Equity	**135,442.40**	124,156.76
Capital and net debt	**152,568.06**	151,159.33
Net Debt to Capital Ratio (Debt/Equity plus debt)	**0.11**	0.18

48 Capital work in progress

Ageing of Capital Work in Progress is as follows:

As at 31st March, 2026	Less than 1 year	1 - 2 years	2- 3 years	More than 3 years	Total
Project in progress	**97.46**	–	–	–	**97.46**
Projects temporarily suspended	–	–	–	–	**97.46**

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

49 Acqusition of Offshore and Trawl System AS, Norway

On July 7, 2025, the Group acquired Offshore & Trawl Supply (OTS) through its subsidiary company, Garware Technical Fibres UK Private Limited. OTS is a leading producer of synthetic fibre ropes for oil & gas, fisheries, aquaculture, and towing applications, and brings state-of-the-art manufacturing capabilities. The purchase consideration of ₹ 10,886.38 lakhs has been paid. Following is the fair value of identifiable assets and liabilities, assumed on the acquisition date:

Particulars	Rs. in lakhs
Property, plant and equipment and intangible assets	4,438.05
Inventories	2,256.55
Trade receivables	1,730.91
Cash & Bank Balances	2.34
Other current assets	378.25
Total Assets	**8,806.10**
Borrowing	2,282.90
Other Liabilities	2,152.65
Total Liabilities	**4,435.55**
Total Fair Value of Net Assets	**4,370.55**
Fair Value of the consideration transferred	**10,886.38**
Goodwill (initially recorded)	**6,515.83**

The Group has acquired 100% interest in OTS, therefore not recognised any non-controlling interest. Revenue from operation of ₹ 5749.56 lakhs and net profit of ₹ 264.01 lakhs from the acquired business since the acquisition date is included in the Consolidated Statement of Profit and Loss for the year ended March 31, 2026.

50 Acquisition of and Advanced Mooring Supply, Norway

On July 7, 2025, the Group acquired Advanced Mooring Supply, Norway (AMS) through its subsidiary company, Garware Technical Fibres UK Private Limited. AMS will strengthen the Group's ability to serve the growing offshore wind-energy sector. The purchase consideration of ₹ 83.16 lakhs has been paid which is equivalent to fair value of assets acquired, predominantly cash and bank balances. The Group has acquired 100% interest in AMS, therefore not recognised any non-controlling interest. Revenue from operation of ₹ Nil lakhs and net loss of ₹ 1.70 lakhs from the acquired business since the acquisition date is included in the Consolidated Statement of Profit and Loss for the year ended March 31, 2026.

51 Event occurring after balance sheet date

The Board of Directors at its meeting held on May 8, 2026, approved a proposal to buy-back of up to 16,17,500 equity shares of the Company for an aggregate amount not exceeding ₹ 11,000.00 lakhs being 9.46% and 9.35% of the aggregate of the total paid-up equity share capital and free reserves of the Company based on the audited standalone and consolidated financial statements respectively as at March 31, 2025 at the price of ₹ 680 per equity share. The record date for determining the buyback entitlement was determined to be May 20, 2026.

Proposed Dividend - The Board of Directors in its meeting dated May 20, 2026, has recommended a dividend of ₹ 1.00 /- per share (10%) of face value ₹ 10/- each for approval by the Members of the Company at ensuing Annual General Meeting.

52 The Group do not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

53 The Group do not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.

54 The Group have not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st MARCH, 2026

55 The Group have not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall:

(a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

(b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries,

56 Exceptional item

The Government of India has consolidated 29 existing labour legislations into a united framework comprising 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; effective from 21st November, 2025. These Labour Codes, amongst other things, introduced changes including a uniform definition of wages and enhanced benefits relating to leave which had resulted in increase in gratuity and leave liability by Rs. 1,390 lakhs. The same has been presented under 'Exceptional Item' for the year ended 31st March 2026. The detailed rules, procedures and state specific implementation mechanisms under these labour codes are yet to be notified.

57 Additional information, as required under Schedule III of the Companies Act, 2013 of Enterprises consolidated as Subsidiary / Associates / Joint Ventures

Name of the Entity	Net Assets (Total Assets-Total Liabilities)		Shares in Profit and loss (PAT)		Shares in Other Comprehensive Income		Shares in Total Comprehensive Income	
	As a % of Consolidated Net Assets	Amount	As a % of Consolidated profit or loss	Amount	As a % of Consolidated Other comprehensive income	Amount	As a % of Consolidated Total comprehensive income	Amount
Parent Company								
Garware Technical Fibres Limited	97.99%	132,725.29	106.34%	21,126.53	-116.95%	(992.36)	97.19%	20,134.17
Indian Subsidiaries								
Garware Environmental Services Pvt. Ltd.	0.14%	187.08	0.04%	7.58	0.00%	-	0.04%	7.58
Garware Technical Textile Pvt. Ltd.	0.00%	(0.07)	0.10%	19.71	0.00%	-	0.10%	19.71
Indian Associates								
Garware Meditech Pvt. Ltd.	0.00%	(0.50)	0.00%	-	0.00%	-	0.00%	-
TP Bhaskar Renewables Limited	0.02%	25.02	0.13%	25.44	0.00%	-	0.12%	25.44
Foreign Subsidiaries								
Garware Technical Fibres USA Inc.	4.38%	5,935.33	2.43%	483.76	0.00%	-	2.34%	483.76
Garware Technical Fibres Chile SPA	1.08%	1,458.15	-3.98%	(790.57)	0.00%	-	-3.82%	(790.57)
Gareware Technical Fibres AS, Norway	0.18%	237.13	0.33%	65.92	0.00%	-	0.32%	65.92
Garware Technical Fibres UK Pvt. Ltd.	9.38%	12,702.57	2.27%	451.92	0.00%	-	2.18%	451.92
Consolidation Adjustment	-13.16%	(17,827.60)	-7.67%	(1,522.90)	216.95%	1,840.87	1.53%	317.97
Total		135,442.40		19,867.39		848.51		20,715.90

58 Form AOC-1:

Statement containing the salient features of the financial statement of Subsidiary/ Joint Venture pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Part - A : Subsidiary

(₹ in lakhs)

Sr.No.	Particulars						
1.	Name of the Subsidiary	Garware Technical Fibres USA Inc.	Garware Technical Fibres Chile SPA	Garware Environmental Services Pvt. Ltd.	Garware Technical Textiles Pvt. Ltd.	Gareware Technical Fibres AS, Norway	Garware Technical Fibres UK Pvt. Ltd.
2.	Reporting period for the Subsidiary	01 April 2025 to 31 March 2026	01 April 2025 to 31 March 2026	01 April 2025 to 31 March 2026	01 April 2025 to 31 March 2026	01 April 2025 to 31 March 2026	01 April 2025 to 31 March 2026
3.	Reporting currency	US$	US$	INR	INR	NOK	GBP
4.	Exchange rate as on the last date of the relevant financial year	94.84	94.84	NA	NA	9.6	125.51
5.	Share capital	4,699.54	73.57	100.00	1.00	76.89	11,172.13
6.	Reserves and surplus	1,235.79	1,384.58	87.08	(1.07)	160.24	1,530.44
7.	Total assets	9,876.03	7,987.20	190.50	168.74	6,779.05	17,749.88
8.	Total liabilities	3,940.71	6,529.05	3.42	168.81	6,541.92	5,047.31
9.	Investments	-	-	-	-	-	-
10.	Turnover	13,845.64	15,577.89	11.94	65.49	9,189.94	7,386.36
11.	Profit before tax	613.18	(790.57)	10.85	19.71	84.52	532.95
12.	Provision for tax	129.42	-	3.27	-	18.59	81.03
13.	Profit after tax	483.76	(790.57)	7.58	19.71	65.92	451.92
14.	Proposed dividend	-	-	-	-	-	-
15.	% of shareholding	100%	100%	100%	100%	100%	100%

Garware Environmental Services Private Limited is yet to commence its operations

Part B: Associates

(₹ in lakhs)

Name of Associate Company	Garware Meditech Pvt. Ltd.	TP Bhaskar Renewables Limited
1. Latest Audited Balance Sheet Date	31st March, 2026	31st March, 2026
2. Shares of Associate held by the Group on the year end		
Number of shares held	5,000	4,501,371
Amount of Investment in Associates	0.50	450.14
Extend of Holding %	50%	26%
3. Description of how there is significant influence	By virtue of shareholding of 26% or more	By virtue of holding of 26% or more
4. Reason why the Associate is not Consolidated	NA	NA
5. Net worth attributable to Shareholding as per latest Balance Sheet	0.15	475.16
6. Profit / (Loss) for the year	0.58	97.27
I) Considered in Consolidation	0.15	25.29
ii) Not considered in Consolidation	0.43	71.98

59 The Group has used the borrowings from banks for the purpose for which it was obtained.

60 The figures of previous year have been regrouped / rearranged, wherever necessary to conform to current year's presentation.

As per our Report of even date

On behalf of the Board of Directors

For MEHTA CHOKSHI & SHAH LLP
Chartered Accountants,
F.R.NO.: 106201W/W100598

(RAKESH AGARWAL)
Partner
M. No. 170685

Pune,
20th May, 2026

SHASHANK GUPTA
Chief Financial Officer

SUNIL AGARWAL
Company Secretary
M. No. FCS 6407

Pune,
20th May, 2026

V. R. GARWARE
Chairman & Managing Director
DIN: 00092201

ASHISH GOEL
Director
DIN: 00147449

KIRTI DHARMESH MANGWANI
Director
DIN: 07235467

M. V. GARWARE
Director
DIN: 06948274

A. S. WAGLE
Director
DIN: 03403801

S. S. RAJPATHAK
Director
DIN: 00040387

Our Innovative, Application-focused Solutions Portfolio

AQUACULTURE

- Smolt & Grow Out Cages
- Predator Cages
- Mooring & Verticle Ropes
- Lice Shield Solutions

SHIPPING & OFFSHORE

- Mooring
- Towing
- UHMPE
- Rope Articles & Accessories
- Single Point Mooring Systems

FISHERIES

- Trawling
- Bottom Trawling (HDPE Braided Net)
- Pelagic Trawling (Mid-Water Trawling)
- Bottom Trawling (HDPE Twisted Net)
- Gill Netting
- Purse Seine
- Dol Netting
- Crab/Lobster Fishing

SPORTS

- Sports Nets Applications
- Frames & Accessories for Sports
- Safety/Protection Nets
- Fitness & Mountaineering Ropes
- Customized Application

GEOSYNTHETICS

- Environmental
- Highways & Railways
- Erosion Control
- Mining, Oil & Gas, Energy
- Slope Protection Solutions
- Coastal & River Protection Works

INDUSTRIAL

- Transmission Ropes
- Submersible Ropes
- General Application Ropes

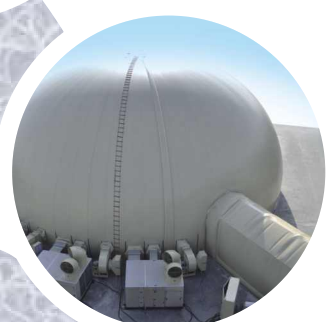
Our Innovative, Application-focused Solutions Portfolio

SAFETY

- Safety Nets • PPE - Fall Protection Solutions
- Bird Protection Net • Invisi Grille

COATED FABRICS

- Transport
- Shelter Fabrics
- Decorative Fabrics
- Sports
- Bouncies
- Water Tank/Bio Flock
- Bio Gas
- Passive Heat Management Solution



DEFENCE & GOVT. SECTOR

- Air Inflatables Tents/Shelters/ Structures
- Recovery Rope/ Under Slung Ropes
- Fast Ropes
- Fire Retardent Tarpaulin/ Vehicle Covers/Gun Covers/ Muzzle Cover

AGRICULTURE

- Shade Nets Solutions
- Insect Nets
- Anti-Hail Nets
- Anti-Bird Nets
- Grape Nets
- Floriculture Nets
- Fencing Nets
- BLRS Nets
- Weed Mat
- Staking Cord
- Crop Support Nets
- Seed Production Cage Solutions

MATERIAL HANDLING

- Lifting Solutions

YARN & THREADS

- Bag Closing • Doll Hair
- Jute Bag Stitching

Progress through the Years

(Standalone)

(₹ in lakhs)

Particulars	As per IND AS									
	31.03.2017	**31.03.2018**	**31.03.2019**	**31.03.2020**	**31.03.2021**	**31.03.2022**	**31.03.2023**	**31.03.2024**	**31.03.2025**	**31.03.2026**
COMPANY OWNED / ON LEASE										
1. FIXED ASSETS (NET)	20,333.66	22,122.65	22,668.90	24,449.57	24,689.22	23,981.99	24,519.68	26,105.34	27,629.77	30,160.34
2. INVESTMENTS	11,122.21	24,469.33	33,101.17	42,251.11	51,409.97	56,787.05	66,568.23	73,753.16	75,133.18	65,686.12
3. NET CURRENT ASSETS$	24,726.28	24,318.13	23,857.76	23,879.34	21,318.63	30,162.10	27,866.40	38,609.67	29,395.22	42,892.02
TOTAL ASSETS (NET)	**56,182.15**	**70,910.11**	**79,627.82**	**90,580.02**	**97,417.82**	**110,931.15**	**118,954.31**	**138,468.17**	**132,158.17**	**138,738.48**
COMPANY OWED										
1. LOAN FUNDS	8,608.70	13,838.83	10,797.27	10,037.70	9,691.63	7,957.29	13,286.35	11,855.52	6,141.86	1,913.22
2. COMPANY'S NET WORTH -										
- EQUITY SHARE CAPITAL	2,188.21	2,188.21	2,188.21	2,188.21	$$2,061.82	2,061.82	$$$2,037.82	2,037.82	%9,926.58	9,926.58
- RESERVES AND SURPLUS µ	42,371.11	51,410.91	62,761.78	75,104.84	82,073.97	97,562.31	100,583.48	121,118.21	112,094.80	122,798.71
3. DEFERRED TAX LIABILITY	3,014.14	3,472.16	3,880.56	3,249.27	3,590.41	3,349.71	3,046.66	3,456.62	3,994.94	4,099.97
TOTAL CAPITAL EMPLOYED	**56,182.15**	**70,910.11**	**79,627.82**	**90,580.02**	**97,417.82**	**110,931.14**	**118,954.31**	**138,468.17**	**132,158.17**	**138,738.48**
INCOME	85,772.13	90,334.59	103,879.84	101,385.25	105,179.72	120,152.49	128,146.90	132,262.33	152,545.90	146,422.25
RAW MATERIAL AND STOCK CONSUMED	29,308.21	29,061.95	32,991.72	27,211.40	29,645.52	35,574.09	40,103.91	35,344.22	42,447.75	40,869.52
SALARIES AND WAGES	10,603.61	11,687.91	12,995.14	13,618.26	14,988.39	14,765.15	16,460.49	18,959.54	20,846.74	22,287.69
OPERATING AND OTHER EXPENSES	31,131.54	31,662.57	36,596.61	35,888.59	37,217.41	45,626.76	47,499.66	47,939.71	55,984.08	51,050.98
INTEREST	653.55	997.69	1,372.29	1,120.59	996.97	1,045.00	1,187.46	1,674.69	1,886.23	1,078.93
EXCISE DUTY	343.64	88.56	–	–	–	–	–	–	–	–
PROFIT BEFORE DEPRECIATION AND TAX	13,731.59	16,835.91	19,924.08	23,546.41	22,331.44	23,141.49	22,895.38	28,344.17	31,381.10	31,135.13
DEPRECIATION	1,416.35	1,534.76	1,724.04	1,926.22	2,063.99	2,140.75	2,223.76	2,576.99	2,818.37	3,143.83
PROFIT BEFORE TAX	12,315.23	15,301.15	18,200.04	21,620.19	20,267.44	21,000.74	20,671.62	25,767.18	28,562.73	27,991.31
TAX	3,885.38	4,789.39	5,638.79	3,820.18	4,804.46	4,927.68	4,764.61	5,873.07	7,155.24	6,864.78
PROFIT AFTER TAX	8,429.85	10,511.76	12,561.25	17,800.01	15,462.98	16,073.06	15,907.01	19,894.11	21,407.49	21,126.53
EARNING PER SHARE	38.52	48.04	57.40	81.35	72.87	77.96	77.17	19.94	21.56	21.28
DIVIDEND PAID PER EQUITY SHARE (₹)	5.00	4.50	5.00	17.00	2.50	7.00	3.50	3.00	1.50	* 9.00
BOOK VALUE OF EQUITY SHARE (₹)	203.63	244.95	296.82	353.23	408.07	455.28	503.59	604.36	122.92	133.71
FOB VALUE OF EXPORTS	37,021.66	39,938.92	53,277.22	49,627.20	59,786.49	64,155.00	72,384.20	71,678.15	79,747.20	73,909.41

* Interim Dividend of ₹ 8.00/- (80%) per equity share of ₹ 10/- each was paid during the year as Interim Dividend for the Financial Year 2025-26. The Board of Directors have recommended a final dividend of ₹ 1/- (10%) per share of ₹ 10/- each at ensuing Annual General Meeting of the Company.

µ The figures of reserves and surplus has been calculated after deduction of miscellaneous expenditure to the extend not written off or adjusted and Includes revaluation reserve ₹ 3.81 lakhs for 31.03.17, ₹ 2.77 lakhs for 31.03.18, ₹ 1.73 lakhs for 31.03.19 respectively, ₹ 0.69 lakhs for 31.03.20.

$ Includes both current and non-current assets and liabilities.

$$ 1. 9,46,500 Equity Shares held by GWRL Management Trust were cancelled by the Company during the year 2020-21. pursuant to the order passed by Hon'ble National Company Law Tribunal, Mumbai Bench.

2. 3,17,391 Equity Shares bought back by the Company during the year 2020-21, under the Buyback Scheme.

$$$ 2,40,000 Equity Shares bought back by the Company during the year 2022-23, under the Buyback Scheme.

% 1. During the year ended 31st March, 2025, the Company has bought back 5,25,000 equity shares of ₹ 10/- each under the buyback offer.

2. On 6th January, 2025, the Company has allotted 7,94,12,676 fully paid-up Bonus Equity Shares of ₹ 10/- each in the ratio of 4:1 to the members of the Company. The paid up capital on account of Bonus issue of ₹ 79,41,26,760/- has been appropriated from General reserve of the Company. During the year, the paid-up capital of the Company stands increased to ₹ 99,26,58,450/- from ₹ 20,37,81,690/- on account of Buyback and Bonus.

GARWARE
TECHNICAL FIBRES

Garware Technical Fibres Limited

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