

B S R and Co
Chartered Accountants

Salarpuria Knowledge City, Orwell
B Wing, 6th Floor, Unit-3, Sy No. 83/1
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Telephone + 91 407 182 2000
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To
The Board of Directors
NACL Industries Limited
Plot No.12-A, "C"- Block, Lakshmi Towers,
No.8-2-248/1/7/78, Nagarjuna Hills,
Panjagutta, Hyderabad,
Telangana, India - 500082

08 August 2025

Dear Sirs,

Subject: Resignation with immediate effect

As you are aware, we were appointed as the statutory auditors of NACL Limited ('the Company') pursuant to the shareholders' resolution dated 29 September 2022 to hold office for a period of 5 consecutive years.

We have completed our statutory audit in respect of standalone and consolidated financial statements for the year ended 31 March 2025 and issued the audit report on 28 May 2025. Additionally, we have completed our limited review in respect of standalone and consolidated financial results for the quarter ended 30 June 2025 and issued the limited review report on 28 July 2025.

We have been informed that the Company's ownership structure has changed effective today, due to which we have re-evaluated our independence with regard to the proposed holding / ultimate holding company under the applicable framework and the firm's policies. Based on our evaluation, we believe there could be potential independence implication due to certain ongoing non-audit services to the new holding/ ultimate holding company impacting our ability to continue as auditors effective the date of this transaction.

In view of the above and considering the requirements under SEBI regulations and Companies Act, 2013, we would not be in a position to continue as statutory auditors of the Company.

Please find attached completed Annexure A, with regard to the information to be obtained by the Company from the auditors for the resignation as required by SEBI Master circular no. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024. pertaining to 'Resignation of statutory auditors from listed entities and their material subsidiaries'.

B S R and Co

As per the requirement of the Companies Act, 2013, we shall be forwarding the copy of the ADT-3, as filed with ROC, in due course.

Please accept our resignation with immediate effect.

For **B S R and Co**

Chartered Accountants

ICAI Firm Registration No.: 128510W

A handwritten signature in black ink, appearing to be 'Baby Paul', written over a light blue grid background.

Baby Paul

Partner

Membership No: 218255

Place: Kochi

B S R and Co**Annexure A****Disclosure of information from the statutory auditor upon resignation**

| Sr. No. | Particulars | Details |
|---------|--|--|
| 1. | Name of the listed entity/ material subsidiary | NACL Industries Limited ('the Company') |
| 2. | Details of the statutory auditor: | |
| | a. Name | B S R and Co, Chartered Accountants |
| | b. Address | Salarpuria Knowledge City, Orwell B Wing, 6th Floor, Unit 3, Sy No.83/1, Plot No-2, Raidurg, Hyderabad, Telangana - 500081 |
| | c. Phone Number | +91 99467 77244 |
| | d. Email | babypaul@bsraffiliates.com |
| 3. | Details of association with the listed entity/ material subsidiary: | |
| | a. Date on which the statutory auditor was appointed | 29 September 2022 |
| | b. Date on which the term of the statutory auditor was scheduled to expire | Conclusion of the Company's 40 th Annual General Meeting to be held in the year 2027 |
| | c. Prior to resignation, the latest audit report/limited review report submitted by the auditor and date of its submission | <ul style="list-style-type: none">Limited review reports dated 28 July 2025 on the Company's financial results (consolidated and standalone) for the quarter ended 30 June 2025Audit reports dated 28 May 2025 on the Company's financial statements (consolidated and standalone) and financial results (consolidated and standalone) for the year ended 31 March 2025 |
| 4. | Detailed reasons for resignation: | Refer to the attached resignation letter |
| 5. | In case of any concerns, efforts made by the auditor prior to resignation (including approaching the Audit Committee/Board of Directors along with the date of communication made to the Audit Committee/Board of Directors) | None |
| 6. | In case the information requested by the auditor was not provided, then following shall be disclosed: | Not applicable |
| | a. Whether the inability to obtain sufficient appropriate audit evidence was due to a management - imposed | |

B S R and Co

| Sr. No. | Particulars | Details |
|---------|--|---------|
| | limitation or circumstances beyond the control of the management. | |
| | b. Whether the lack of information would have significant impact on the financial statements/results. | |
| | c. Whether the auditor has performed alternative procedures to obtain appropriate evidence for the purposes of audit/limited review as laid down in SA 705 (Revised) | |
| | d. Whether the lack of information was prevalent in the previous reported financial statements/results. If yes, on what basis the previous audit/limited review reports were issued. | |
| 7. | Any other facts relevant to the resignation: | None |

Declaration:

1. We hereby confirm that the information given in this letter and its attachments is correct and complete.
2. We hereby confirm that there is no other material reason other than those provided above for resignation of my firm.

Yours faithfully,

For **B S R and Co**

Chartered Accountants

ICAI Firm's Registration No: 128510W



Baby Paul

Partner

Membership No.: 218255

Place: Kochi