PARAS DEFENCE AND SPACE TECHNOLOGIES LIMITED

Registered & Corporate Office :
D-112, TTC Indl. Area, Nerul, Navi Mumbai - 400 706, India | Tel.: +91-22-6919 9999 | Fax : +91-22-6919 9990
CIN : L29253MH2009PLC193352 | E-mail : business@parasdefence.com | Web : www.parasdefence.com

August 18, 2026

BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street,
Fort, Mumbai - 400 001
Scrip Code: 543367

National Stock Exchange of India Limited
Exchange Plaza, Plot C/1, G Block,
Bandra - Kurla Complex,
Bandra - (East), Mumbai - 400 051
Trading Symbol: PARAS

Dear Sir/Madam,

Sub: Notice of 17th Annual General Meeting of Paras Defence and Space Technologies Limited ("the Company") and Annual Report for Financial Year 2025-26

This is further to our intimation dated August 07, 2026, wherein the Company had informed that the 17th Annual General Meeting ("AGM") of the Company is scheduled to be held on Friday, September 11, 2026 at 12:30 p.m. (IST) through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM"), in accordance with the relevant circulars issued by Ministry of Corporate Affairs ("MCA") and Securities and Exchange Board of India ("SEBI").

Pursuant to Regulation 34(1) and other applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby submit the Annual Report of the Company for the Financial Year 2025-26, including Notice convening the 17th AGM.

The Annual Report, including the Notice of the AGM, is being sent electronically to those Members whose e-mail addresses are registered with the Company/Registrar & Share Transfer Agent ("RTA")/Depository Participant(s) ("DPs"). Further, pursuant to Regulation 36(1)(b) of the Listing Regulations, the Company will dispatch a letter to the Members whose e-mail addresses are not registered with the Company/RTA/DPs, providing a web-link from which the complete Annual Report can be accessed on the website of the Company.

The cut-off date for determining the eligibility of Members to vote electronically on the resolutions proposed at the 17th AGM is Friday, September 04, 2026.

The Notice of the 17th AGM and the Annual Report for the Financial Year 2025-26 are also available on the website of the Company at Paras Defence.

We request you to kindly take the same on record and oblige.

Thanking you,

For Paras Defence and Space Technologies Limited

MINAL B BHATE
Digitally signed by MINAL B BHATE
Date: 2026.08.18 11:49:18 +05'30'

Minal Bhate
Company Secretary and Compliance Officer
Membership No.: A20188

Encl.: as above

Notice

NOTICE OF 17TH ANNUAL GENERAL MEETING

NOTICE is hereby given that the 17th (Seventeenth) Annual General Meeting of the Members of Paras Defence and Space Technologies Limited will be held on Friday, September 11, 2026 at 12:30 p.m. (IST) through Video Conferencing ("VC") or Other Audio-Visual means ("OAVM") to transact the following business:

ORDINARY BUSINESS

1. ADOPTION OF ANNUAL AUDITED FINANCIAL STATEMENTS

(a) To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the Financial Year ended March 31, 2026 together with the Reports of the Board of Directors and the Auditors thereon;

(b) To receive, consider and adopt the Audited Consolidated Financial Statements of the Company for the Financial Year ended March 31, 2026 together with the Reports of Auditors thereon;

2. TO DECLARE A DIVIDEND ON EQUITY SHARES FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026

To declare a Final Dividend of ₹ 1/- per equity share of ₹ 5/- each for the Financial Year ended March 31, 2026.

3. RE-APPOINTMENT OF DIRECTOR WHO RETIRES BY ROTATION

To re-appoint Mrs. Shilpa Amit Mahajan (DIN: 01087912), who retires by rotation, and being eligible, has offered herself for reappointment.

SPECIAL BUSINESS

4. RATIFICATION OF REMUNERATION OF COST AUDITORS FOR FY 2026-27

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 Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and as recommended by the Audit Committee and approved by the Board of Directors of the Company, the remuneration payable to M/s. Dinesh Jain & Company, Cost Accountants (Firm Registration Number: 100583), the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the Financial Year ending March 31, 2027, amounting to ₹1,25,000/- (Rupees One Lakh Twenty Five Thousand Only) per annum excluding taxes as applicable and reimbursement of out-of-pocket expenses that may be incurred, be and is hereby ratified.

RESOLVED FURTHER THAT any Director and / or the Company Secretary of the Company be and are hereby jointly / severally authorized to sign such forms/returns as may be required to be submitted to the Registrar of Companies or such other authorities as may be required and to do all the acts, deeds and things which may be necessary to give effect to the above said resolution."

5. APPROVAL AND MODIFICATION OF MATERIAL RELATED PARTY TRANSACTION(S) WITH CONTROP-PARAS TECHNOLOGIES PRIVATE LIMITED ("ASSOCIATE COMPANY")

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

"**RESOLVED THAT** pursuant to Regulation 2(1)(zc), 23 and other applicable Regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("SEBI Listing Regulations") and the applicable provisions of the Companies Act, 2013 ("the Act"), if any, read with relevant Rules made thereunder, if any, (including any statutory modification(s) or re-enactment thereof for the time being in force) and, in accordance with the Memorandum and Articles of Association of the Company and as per the Company's Policy on Materiality of Related Party Transactions and, on the basis of approval and recommendation of the Audit Committee and Board of Directors of the Company (hereinafter referred to as "the Board", which term shall be deemed to include, unless the context otherwise required, any duly constituted Committee thereof or any Director or officer(s) authorised by the Board to exercise the powers conferred on the Board under this resolution), consent of the Members of the Company be and is hereby accorded to the Board to enter/continue to enter into and/or execute any contract(s)/ arrangement(s)/transaction(s), whether by way of individual or multiple transaction(s) taken together, between the Company and Controp-Paras Technologies Private Limited (hereinafter referred to as "the Associate Company" under Section 2(76) of the Act and Regulation 2(1)(zb) of the SEBI Listing Regulations) for a period from date of this Annual General Meeting till the date of next Annual General Meeting, for an aggregate amount upto ₹ 4,50,00,00,000 (Rupees Four Hundred and Fifty Crore Only), plus applicable taxes, at arms' length and in the ordinary course of business of the Company and on such terms and conditions as detailed in the explanatory statement to this resolution pursuant to Section 102 and other applicable provisions of the Act read with relevant Rules and on such terms and conditions as may be mutually agreed between the Company and the Associate Company.

RESOLVED FURTHER THAT the aforesaid transactions shall comprise of:

(i) transactions for the supply of goods, services, materials and technologies aggregating up to approximately

₹ 2,93,00,00,000 (Rupees Two Hundred and Ninety-Three Crores Only), plus applicable taxes;

(ii) additional sale and purchase transactions at arms' length and in the ordinary course of business aggregating up to approximately ₹ 1,10,00,00,000 (Rupees One Hundred and Ten Crores Only), plus applicable taxes; and

(iii) other related party transactions at arms' length and in ordinary course of business, including but not limited to granting of loan/ICD, lease rent, investment, corporate guarantee, and such other transactions as may be mutually agreed between the Company and Controp-Paras, aggregating up to approximately ₹ 47,00,00,000 (Rupees Forty-Seven Crores Only), plus applicable taxes, with the Associate Company.

RESOLVED FURTHER THAT the Board be and is hereby authorised to do and perform all such acts, deeds, matters and things, as may be necessary, including finalising the terms and conditions, methods in respect thereof and finalising and executing necessary documents, including contract(s), scheme(s), agreement(s) and such other document(s), file application(s) and make representation(s) in respect thereof and seek approval from relevant authorities, including Governmental/regulatory authorities, as applicable, in this regard and deal with any matters, take necessary steps as the Board may, in its absolute discretion deem necessary, desirable or expedient, to give effect to this resolution and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members

RESOLVED FURTHER THAT the Board be and is hereby authorised to delegate all or any of the powers herein conferred to any Director(s), Chief Financial Officer, Company Secretary or any other officer(s) of the Company as authorised representative(s), to undertake all such acts, deeds and things as may be considered necessary or expedient to give effect to this Resolution.

RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby jointly and/or severally authorised to sign and submit such forms, returns, applications, disclosures and documents as may be required to be filed with the Registrar of Companies, stock exchanges or any other statutory, regulatory or governmental authorities and to do all such acts, deeds and things as may be necessary to give effect to this Resolution.

6. APPROVAL OF MATERIAL RELATED PARTY TRANSACTION(S) WITH PARAS ANTI-DRONE TECHNOLOGIES PRIVATE LIMITED ("SUBSIDIARY COMPANY")

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

"**RESOLVED THAT** pursuant to Regulation 2(1)(zc), 23 and other applicable Regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, ("SEBI Listing Regulations") and the applicable provisions of the Companies Act, 2013 ("the Act"), if any, read with relevant Rules made thereunder, if any, (including any statutory modification(s) or re-enactment thereof for the time being in force) and, in accordance with the Memorandum and Articles of Association of the Company and as per the Company's Policy on Materiality of Related Party Transactions and, on the basis of approval and recommendation of the Audit Committee and Board of Directors of the Company (hereinafter referred to as "the Board", which term shall be deemed to include, unless the context otherwise required, any duly constituted Committee thereof or any Director or officer(s) authorised by the Board to exercise the powers conferred on the Board under this resolution), consent of the Members of the Company be and is hereby accorded to the Board to enter/continue to enter into and/or execute any contract(s)/ arrangement(s)/transaction(s), whether by way of individual or multiple transaction(s) taken together, between the Company and Paras Anti-Drone Technologies Private Limited (hereinafter referred to as "the Subsidiary Company" under Section 2(76) of the Act and Regulation 2(1)(zb) of the SEBI Listing Regulations) for a period from date of this Annual General Meeting till the date of next Annual General Meeting, for an aggregate amount upto ₹ 1,50,00,00,000 (Rupees One Hundred and Fifty Crores Only), plus applicable taxes, at arm's length and in the ordinary course of business of the Company and on such terms and conditions as detailed in the explanatory statement to this resolution pursuant to Section 102 and other applicable provisions of the Act read with relevant Rules and on such terms and conditions as may be mutually agreed between the Company and the Subsidiary Company.

RESOLVED FURTHER THAT the aforesaid transactions shall comprise transactions up to ₹ 1,50,00,00,000 (Rupees One Hundred and Fifty Crores only) towards the supply of goods, services, materials, including technologies, and other related party transactions at arms' length and in the ordinary course of business, including but not limited to the granting of loans/ inter-corporate deposits (ICDs), payment or receipt of lease rent, investments, corporate guarantees, and such other transactions as may be mutually agreed between the Company and the Subsidiary Company.

RESOLVED FURTHER THAT the Board be and is hereby authorised to do and perform all such acts, deeds, matters and things, as may be necessary, including finalising the terms and conditions, methods in respect thereof and finalising and executing necessary documents, including contract(s), scheme(s), agreement(s) and such other document(s), file application(s) and make representation(s) in respect thereof and seek approval from relevant authorities, including Governmental/regulatory authorities, as applicable, in this regard and deal with any matters, take necessary steps as the Board may, in its absolute discretion deem necessary, desirable or expedient, to give effect to this resolution and to settle any question that may arise in this regard and incidental thereto, without being required to seek any further consent or approval of the Members.

RESOLVED FURTHER THAT the Board be and is hereby authorised to delegate all or any of the powers herein conferred to any Director(s), Chief Financial Officer, Company Secretary or any other officer(s) of the Company as authorised representative(s), to undertake all such acts, deeds and things as may be considered necessary or expedient to give effect to this Resolution.

RESOLVED FURTHER THAT any Director and/or the Company Secretary of the Company be and are hereby jointly and/or severally authorised to sign and submit such forms, returns, applications, disclosures and documents as may be required to be filed with the Registrar of Companies, stock exchanges or any other statutory, regulatory or governmental authorities and to do all such acts, deeds and things as may be necessary to give effect to this Resolution.

By the order of the Board of Directors
Paras Defence and Space Technologies Limited

Minal Bhate
Company Secretary and Compliance Officer

Date: August 07, 2026
Place: Navi Mumbai

Registered Office:
D-112, TTC Industrial Area,
MIDC, Nerul, Navi Mumbai – 400706
Tel. No. +91-22-6919 9999
Fax No. +91-22-6919 9990
E-mail: business@parasdefence.com
Website: www.parasdefence.com
CIN: L29253MH2009PLC193352

NOTES:

a. The Ministry of Corporate Affairs ('MCA') has, vide General Circular No. 14/2020 dated April 8, 2020, General Circular No. 17/2020 dated April 13, 2020, General Circular No. 20/2020 dated May 5, 2020, General Circular No. 02/2021 dated January 13, 2021, General Circular No. 19/2021 dated December 8, 2021, General Circular No. 21/2021 dated December 14, 2021, General Circular No. 02/2022 dated May 5, 2022, General Circular No. 10/2022 dated December 28, 2022, General Circular No. 09/2023 dated September 25, 2023, Circular No. 09/2024 dated September 19, 2024 and General Circular No.03/2025 dated September 22, 2025 respectively (collectively referred as 'MCA Circulars') and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") allowed the companies to hold Annual General Meeting (AGM) through Video Conferencing / Other Audio-Visual Means (VC/OAVM), without the physical presence of members at the venue.

   In compliance with the applicable provisions of the Companies Act, 2013 ("the Act"), SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and MCA Circulars, the 17th AGM of the Company is being held through VC/OAVM on Friday, September 11, 2026, at 12:30 p.m. (IST). The proceedings of the AGM will be conducted at the Registered Office of the Company at D-112, TTC Industrial Area, MIDC, Nerul, Navi Mumbai – 400706, which shall be the deemed venue of the AGM.

b. Explanatory Statement setting out the material facts pursuant to Section 102 of the Companies Act, 2013 ("the Act"), Secretarial Standard - 2 on General Meetings issued by The Institute of Company Secretaries of India and as per the Listing Regulations, concerning resolutions vide item No. 4, 5 and 6 in the Notice of this 17th Annual General Meeting is annexed hereto and forms integral part of this Notice.

c. **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 instead of himself and the proxy need not be a Member of the Company. Since this AGM is being held pursuant to the MCA Circulars through VC / OAVM, the requirement of physical attendance of Members has been dispensed with. Accordingly, the facility for appointment of proxies by the Members will not be available for the AGM and hence the Proxy Form, Attendance Slip and Route Map are not annexed to this Notice.**

d. Participation of Members through VC / OAVM shall be reckoned for the purpose of quorum for the AGM as per Section 103 of the Act.

e. All the relevant documents referred to in this AGM Notice and Explanatory Statement, Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 and Register of Contracts or Arrangements in which Directors are interested, maintained under Section 189 of the Companies Act, 2013 and other documents shall be available electronically for inspection by the members at the AGM. Members seeking to inspect such documents can send an e-mail to cs@parasdefence.com from their registered e-mail address mentioning their name, DP ID and Client ID.

f. In line with the Ministry of Corporate Affairs (MCA) Circular No.14/2020 dated 8th April, 2020, Circular No. 17/2020 dated 13th April, 2020 and Circular No. 20/2020 dated 5th May, 2020 read with Securities and Exchange Board of India (SEBI) Circular No. SEBI/HO/CFD/CMD1/CIR/P/2020/79 dated 12th May, 2020 and Regulation 36(1)(a) of the Listing Regulations, Notice of the AGM along with the Annual Report 2025-26 is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company's Registrar and Share Transfer Agent/Depositories.

   Further, in compliance with Regulation 36(1)(b) of the Listing Regulations, a letter providing the web-link, including the exact path, where Annual Report for the Financial Year 2025-26 is available, is being sent to those members whose e-mail address is not registered with the Company / Registrar and Transfer Agent / Depository Participants / Depositories.

g. Members seeking any information with regard to accounts are requested to write to the Company at least 10 days before the meeting so that the information is made available by the management at the day of the meeting.

h. Members may note that the Notice and Annual Report 2025-26 will also be available on the Company's website www.parasdefence.com, websites of the Stock Exchanges i.e., BSE Limited and National Stock Exchange of India Limited at www.bseindia.com and www.nseindia.com respectively and on the website of MUFG Intime India Private Limited www.in.mpms.mufg.com

i. In case any Member is desirous of obtaining physical copy of the Annual Report for the FY 2025-26 and Notice of the AGM of the Company, he/she may send a request to the Company by writing at cs@parasdefence.com mentioning their DP ID and Client ID.

j. Corporate Members are entitled to appoint authorized representatives to attend the AGM through VC / OAVM and vote on their behalf. Institutional / Corporate members (i.e. other than individuals, HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorization along with an ID proof of the representative, authorizing their representative to attend the AGM through VC / OAVM on their behalf and to vote through remote e-voting. The said Resolution/Authorization shall be sent to the Scrutinizer by email through their registered email address to dinesh.deora@yahoo.com with a copy marked to https://instameet.in.mpms.mufg.com/

k. The recorded transcript of the forthcoming AGM on September 11, 2026 shall also be made available on the website of the Company www.parasdefence.com in the Investors Section, as soon as possible after the Meeting is over.

l. SEBI Complaints Redressal System (SCORES)

   Investor complaints are handled through the Securities and Exchange Board of India's (SEBI) centralized online grievance redressal platform, known as the SCORES (SEBI Complaints Redressal System) portal. The platform enables investors to lodge complaints, track their status online, and view the actions taken by the concerned company. Companies can also submit their Action Taken Reports (ATRs) directly through the system, ensuring a transparent and efficient complaint resolution process.

Online Dispute Resolution (ODR)

SEBI, through its Circular dated July 31, 2023, introduced guidelines for resolving investor grievances through an Online Dispute Resolution (ODR) mechanism via common ODR portal. If a grievance is not satisfactorily resolved by the Registrar and Transfer Agent, MUFG Intime India Private Limited, members may escalate the matter through:

- The SCORES portal, in accordance with SEBI's grievance redressal guidelines; and
- If the member remains dissatisfied with the outcome, by initiating dispute resolution proceedings through the ODR portal at https://smartodr.in/login.

m. **Record Date and Dividend:** Members may note that the Board, at its meeting held on May 13, 2026, has recommended a Final Dividend of ₹1/- per equity share of ₹5/- each for the Financial Year ended March 31, 2026. The record date for the purpose of Final Dividend is Friday, August 28, 2026. The Final Dividend once approved by the members in the ensuing AGM, will be paid within 30 days after approval of the members in the ensuing Annual General Meeting (AGM). As per SEBI requirements, effective from 1st April, 2024, Companies are allowed to make dividend payments only in electronic mode. To ensure timely credit of dividend, members are requested to update their KYC with their depositories/depository participants (DPs) before the cut-off date. Members are hereby informed that bank particulars registered with their respective DPs, with whom they maintain their demat accounts, will be used by the Company for the payment of dividend. Members are requested to intimate any change in their address and / or bank mandate to their DPs only, as the Company or its RTA cannot act on any request received directly on the same.

Members are requested to note that Dividends if not encashed for a consecutive period of 7 years of the Company, are liable to be transferred to the Investor Education and Protection Fund (IEPF'). The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members are requested to claim their dividends from the Company, within the stipulated timeline.

Members who have not claimed dividends for FY 2024-25 are requested to approach the Company/MUFG for claiming the same as early as possible, to avoid transfer of the relevant shares to the IEPF's demat account.

As per Indian Income Tax Act, 1961 dividend paid and distributed by a Company is taxable in the hands of members. Therefore, the Company is required to deduct taxes at source (TDS) at the rates applicable on the amount distributed to the members at prescribed rates. For information on prescribed rates, members are requested to refer to the Finance Act, 2020 and subsequent amendments thereof. The members are requested to update their PAN details, tax residential status with their depository participants. No tax shall be deducted on the dividend payable to a resident individual member if the total dividend to be received during Financial Year 2026-27 does not exceed ₹ 10,000/-. The withholding tax rate (TDS rate) would vary depending on the residential status of the member and the documents submitted by them and accepted by the Company.

A resident individual member with PAN who is not liable to pay income tax can submit a yearly declaration in Form 121. To avail the benefit of non-deduction of tax, members may send duly signed forms to Company's RTA at https://web.in.mpms.mufg.com/formsreg/submission-of-Form-121-41.html or send an email to investor.helpdesk@in.mpms.mufg.com by Friday, August 28, 2026 (upto 6.00 p.m. IST). Members are requested to note that in case their PAN is not registered, the tax will be deducted at a higher rate of 20%.

Non-resident members can avail beneficial rates under tax treaty between India and their country of residence subject to providing necessary documents i.e. No Permanent Establishment and Beneficial Ownership Declaration, Tax Residency Certificate, Form 41, any other document which may be required to avail the tax treaty benefits by updating details at https://web.in.mpms.mufg.com/formsreg/submission-of-Form-121-41.html or alternatively send an email to investor.helpdesk@in.mpms.mufg.com The said declarations need to be submitted by Friday, August 28, 2026 (upto 6.00 p.m. IST). The Company is not obligated to apply the beneficial Tax Treaty rates at the time of tax deduction/ withholding on dividend amounts. Application of beneficial Tax Treaty Rate shall depend upon the completeness of the documents submitted by the Non-Resident shareholder and review to the satisfaction of the Company/RTA.

A separate email communication will be sent informing the members regarding the relevant procedure to be adopted by the Members to avail the applicable tax rate as per the Income Tax Act, 1961.

n. **INFORMATION FOR MEMBERS RELATING TO E-VOTING & AGM:**

i. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 (as amended), the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has availed services of MUFG Intime India Private Limited for facilitating voting through electronic means, as the authorised agency. The facility of casting votes by a member using remote e-voting system as well as voting on the date of the AGM will be provided by MUFG Intime India Private Limited (formerly known as Link Intime India Private Limited).

ii. Members may note that the VC/OAVM facility, allows participation of atleast 1,000 Members on a first-come-first-served basis and the said facility shall open 30 minutes before the time scheduled for the AGM. This will not include large members (members holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

iii. Members will be able to attend the AGM through VC/ OAVM at https://instameet.in.mpms.mufg.com by using their remote e-voting login credentials and selecting the link available against the EVENT 260517 for Company's AGM. 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 below in the Notice.

iv. The remote e-voting period commences on Tuesday, September 08, 2026 at 9:00 a.m. (IST) and ends on Thursday, September 10, 2026 at 5:00 p.m. (IST). During this period, members of the Company, holding shares as on the cut-off date of Friday, September 04, 2026, may cast their vote by remote e-voting. The remote e-voting module shall be disabled by MUFG Intime India Private Limited for voting thereafter. Once the vote on a resolution is cast by the member, the member shall not be allowed to change it subsequently.

v. The Company has appointed Mr. Dinesh Kumar Deora, Practicing Company Secretary (Membership No. FCS 5683, C.P. No. 4119), or failing him any other eligible representative of M/s. DM & Associates Company Secretaries LLP as Scrutinizer to scrutinize remote e-voting or e-voting at the AGM in a fair and transparent manner and he has communicated his willingness to be appointed.

vi. The Scrutinizer shall, after scrutinizing the votes cast through remote e-voting and through electronic means at AGM, first count the votes cast vide e-voting at the AGM and thereafter shall, unblock the votes cast through remote e-voting, in the presence of at least two witnesses not in the employment of the Company. He shall be submitting a Consolidated Scrutinizer's Report of the total votes cast in favour or against, not later than 48 (forty-eight) hours of the conclusion of the AGM, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting.

vii. Subject to receipt of the requisite number of votes, the Resolutions shall be deemed to have been passed on the date of the meeting, i.e. Friday, September 11, 2026.

viii. The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.parasdefence.com. The Company shall simultaneously forward the results to BSE Limited and National Stock Exchange of India Limited where the shares of the Company are listed.

ix. Members holding shares of the Company as on Friday, September 04, 2026, shall be entitled to vote at the Annual General Meeting of the Company. A person who is not a member as on the cut-off date should treat this notice for information purposes only.

x. 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.

xi. In case of joint holders attending the AGM, the Member whose name appears as the first holder in the order of names as per the Register of Members of the Company will be entitled to vote.

xii. Queries proposed to be raised at the Annual General Meeting may be sent to the Company at e-mail address: cs@parasdefence.com at least seven days prior to the date of Annual General Meeting. The same shall be replied suitably by the Company.

INSTRUCTIONS FOR MEMBERS RELATING TO E-VOTING AND JOINING AGM ARE AS UNDER:

Remote e-Voting Instructions for members:

In terms of SEBI circular no. SEBI/HO/CFD/PoD2/CIR/P/0155 dated November 11, 2024, 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 correctly in their demat accounts to access remote e-Voting facility.

Login method for Individual shareholders holding securities in demat mode

Individual Shareholders holding securities in demat mode with NSDL:

METHOD 1 - NSDL OTP based login

a) Visit URL: https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp

b) Enter your 8 - character DP ID, 8 - digit Client Id, PAN, Verification code and generate OTP.

c) Enter the OTP received on your registered email ID/ mobile number and click on login.

d) Post successful authentication, you will be re-directed to NSDL depository website wherein you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services.

e) Click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

METHOD 2 - NSDL IDeAS facility

Shareholders registered for IDeAS facility:

a) Visit URL: https://eservices.nsdl.com and click on "Beneficial Owner" icon under "IDeAS Login Section".

b) Enter IDeAS User ID, Password, Verification code & click on "Log-in".

c) Post successful authentication, you will be able to see e-Voting services under Value added services section. Click on "Access to e-Voting" under e-Voting services.

d) Click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Shareholders not registered for IDeAS facility:

a) To register, visit URL: https://eservices.nsdl.com and select "Register Online for IDeAS Portal" or click on https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp

b) Enter 8-character DP ID, 8-digit Client ID, Mobile no, Verification code & click on "Submit".

c) Enter the last 4 digits of your bank account / generate 'OTP'

d) Post successful registration, user will be provided with Login ID and password. Follow steps given above in points (a-d).

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

METHOD 3 - NSDL e-voting website

a) Visit URL: https://www.evoting.nsdl.com

b) Click on the "Login" tab available under 'Shareholder/ Member' section.

c) Enter User ID (i.e., your 16-digit demat account no. held with NSDL), Password/OTP and a Verification Code as shown on the screen & click on "Login".

d) Post successful authentication, you will be re-directed to NSDL depository website wherein you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services.

e) Click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Individual Shareholders registered with CDSL Easi/ Easiest facility

METHOD 1 – CDSL e-voting page

a) Visit URL: https://www.cdslindia.com.

b) Go to e-voting tab.

c) Enter 16-digit Demat Account Number (BO ID) and PAN No. and click on "Submit".

d) System will authenticate the user by sending OTP on registered Mobile and Email as recorded in Demat Account

e) Post successful authentication, user will be able to see e-voting option. The evoting option will have links of e-voting service providers i.e., MUFG InTime. Click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

METHOD 2 - CDSL Easi/ Easiest facility:

Shareholders registered for Easi/ Easiest facility:

a) Visit URL: https://web.cdslindia.com/myeasitoken/Home/Login or Visit URL: www.cdslindia.com, click on "Login" and select "My Easi New (Token)".

b) Enter existing username, Password & click on "Login".

c) Post successful authentication, user will be able to see e-voting option. The evoting option will have links of e-voting service providers i.e., MUFG InTime. Click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Shareholders not registered for Easi/ Easiest facility:

a) To register, visit URL: https://web.cdslindia.com/myeasitoken/Registration/EasiRegistration / https://web.cdslindia.com/myeasitoken/Registration/EasiestRegistration

b) Proceed with updating the required fields for registration.

c) Post successful registration, user will be provided username and on the registered email id. Follow steps given above in points (a-c).

Individual Shareholders holding securities in demat mode with Depository Participant

Individual shareholders can also login using the login credentials of your demat account through your depository participant registered with NSDL / CDSL for e-voting facility.

a) Login to DP website

b) After Successful login, user shall navigate through "e-voting" option.

c) Click on e-voting option, user will be redirected to NSDL / CDSL Depository website after successful authentication, wherein user can see e-voting feature.

d) Post successful authentication, click on "MUFG InTime" or "evoting link displayed alongside Company's Name" and you will be redirected to InstaVote website for casting the vote during the remote e-voting period.

Login method for shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode.

Shareholders holding shares in physical mode / Non-Individual Shareholders holding securities in demat mode as on the cut-off date for e-voting may register and vote on InstaVote as under:

STEP 1: LOGIN / SIGNUP to InstaVote

Shareholders registered for INSTAVOTE facility:

a) Visit URL: https://instavote.linkintime.co.in & click on "Login" under 'SHARE HOLDER' tab.

b) Enter details as under:

1. User ID: Enter User ID
2. Password: Enter existing Password
3. Enter Image Verification (CAPTCHA) Code
4. Click "Submit".
   (Home page of e-voting will open. Follow the process given under "Steps to cast vote for Resolutions")

InstaVote USER ID	
NSDL	User ID is 8 Character DP ID followed by 8 Digit Client ID (e.g.IN123456) and 8 digit Client ID (eg. 123-45678).
CDSL	User ID is 16 Digit Beneficiary ID.
Shares held in physical form	User ID is Event No Follo no registered with the Company

Shareholders not registered for INSTAVOTE facility

a) Visit URL: https://instavote.linkintime.co.in & click on "Sign Up" under 'SHARE HOLDER' tab & register with details as under:

1. User ID: Enter User ID
2. PAN: Enter your 10-digit Permanent Account Number (PAN) (Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided to you, if applicable.
3. DOB/DOI: Enter the Date of Birth (DOB) / Date of Incorporation (DOI) (As recorded with your DP/Company - in DD/MM/YYYY format)

InstaVote USER ID	
NSDL	User ID is 8 Character DP ID followed by 8 Digit Client ID (e.g.IN123456) and 8 digit Client ID (eg. 123-45678).
CDSL	User ID is 16 Digit Beneficiary ID.
Shares held in physical form	User ID is Event No Follo no registered with the Company

4. Bank Account Number: Enter your Bank Account Number (last four digits), as recorded with your DP/Company.
   - Shareholders, holding shares in NSDL form, shall provide 'point 4' above.
   - Shareholders, holding shares in CDSL form, shall provide 'point 3' or 'point 4' above.
   - Shareholders, holding shares in physical form but have not recorded 'point 3' and 'point 4', shall provide their Folio number in 'point 4' above.
5. Set the password of your choice.
   (The password should contain minimum 8 characters, at least one special Character (!#$&*), at least one numeral, at least one alphabet and at least one capital letter).
6. Enter Image Verification (CAPTCHA) Code.
7. Click "Submit" (You have now registered on InstaVote).
   Post successful registration, click on "Login" under 'SHARE HOLDER' tab & follow steps given above in points (a-b).

STEP 2: Steps to cast vote for Resolutions through InstaVote

A. Post successful authentication and redirection to InstaVote inbox page, you will be able to see the "Notification for e-voting".

B. Select 'View' icon. E-voting page will appear.

C. Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link).

D. After selecting the desired option i.e. Favour / Against, click on 'Submit'.

E. A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.

NOTE: Shareholders may click on "Vote as per Proxy Advisor's Recommendation" option and view proxy advisor recommendations for each resolution before casting vote. "Vote as per Proxy Advisor's Recommendation" option provides access to expert insights during the e-Voting process. Shareholders may modify their vote before final submission.

Once you cast your vote on the resolution, you will not be allowed to modify or change it subsequently.

Guidelines for Institutional shareholders ("Custodian / Corporate Body/ Mutual Fund")

STEP 1 – Custodian / Corporate Body/ Mutual Fund Registration

A. Visit URL: https://instavote.linkintime.co.in

B. Click on "Sign Up" under "Custodian / Corporate Body/ Mutual Fund"

C. Fill up your entity details and submit the form.

D. A declaration form and organization ID is generated and sent to the Primary contact person email ID (which is filled at the time of sign up). The said form is to be signed by the Authorised Signatory, Director, Company Secretary of the entity & stamped and sent to insta.vote@linkintime.co.in.

E. Thereafter, Login credentials (User ID; Organisation ID; Password) is sent to Primary contact person's email ID. (You have now registered on InstaVote)

STEP 2 – Investor Mapping

A. Visit URL: https://instavote.linkintime.co.in and login with InstaVote Login credentials.

B. Click on "Investor Mapping" tab under the Menu Section

C. Map the Investor with the following details:

1. 'Investor ID' – Investor ID for NSDL demat account is 8 Character DP ID followed by 8 Digit Client ID i.e., IN00000012345678; Investor ID for CDSL demat account is 16 Digit Beneficiary ID.

2. 'Investor's Name - Enter Investor's Name as updated with DP.

3. 'Investor PAN' - Enter your 10-digit PAN.

4. 'Power of Attorney' - Attach Board resolution or Power of Attorney.

NOTE: File Name for the Board resolution/ Power of Attorney shall be – DP ID and Client ID or 16 Digit Beneficiary ID.

Further, Custodians and Mutual Funds shall also upload specimen signatures.

D. Click on Submit button. (The investor is now mapped with the Custodian / Corporate Body/ Mutual Fund Entity). The same can be viewed under the "Report Section".

STEP 3 – Steps to cast vote for Resolutions through InstaVote

The corporate shareholder can vote by two methods, during the remote e-voting period.

METHOD 1 - VOTES ENTRY

a) Visit URL: https://instavote.linkintime.co.in and login with InstaVote Login credentials.

b) Click on "Votes Entry" tab under the Menu section.

c) Enter the "Event No." for which you want to cast vote.

d) Event No. can be viewed on the home page of InstaVote under "On-going Events".

e) Enter "16-digit Demat Account No.".

f) Refer the Resolution description and cast your vote by selecting your desired option 'Favour / Against' (If you wish to view the entire Resolution details, click on the 'View Resolution' file link). After selecting the desired option i.e. Favour / Against, click on 'Submit'.

g) A confirmation box will be displayed. If you wish to confirm your vote, click on 'Yes', else to change your vote, click on 'No' and accordingly modify your vote.
(Once you cast your vote on the resolution, you will not be allowed to modify or change it subsequently).

METHOD 2 - VOTES UPLOAD

a) Visit URL: https://instavote.linkintime.co.in and login with InstaVote Login credentials.

b) After successful login, you will see "Notification for e-voting".

c) Select "View" icon for "Company's Name / Event number".

d) E-voting page will appear.

e) Download sample vote file from "Download Sample Vote File" tab.

f) Cast your vote by selecting your desired option 'Favour / Against' in the sample vote file and upload the same under "Upload Vote File" option.

g) Click on 'Submit'. 'Data uploaded successfully' message will be displayed.

(Once you cast your vote on the resolution, you will not be allowed to modify or change it subsequently).

NOTE: Non-Individual Body corporate shareholders shall send a scanned copy of the board resolution authorising its representative to vote, to the scrutinizer at registered email address with a copy marked to RTA at enotices@in.mpms.mufg.com and the company at registered email address cs@parasdefence.com.

Helpdesk:

Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode:

Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode facing any technical issue in login may contact INSTAVOTE helpdesk by sending a request at enotices@in.mpms.mufg.com or contact on: - Tel: 022 – 4918 6000.

Individual Shareholders holding securities in demat mode:

Individual Shareholders holding securities in demat mode may contact the respective helpdesk 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 request at evoting@nsdl.co.in or call at: 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 request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33

Forgot Password:

Individual Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode:

Shareholders holding securities in physical mode / Non-Individual Shareholders holding securities in demat mode have forgotten the USER ID [Login ID] or Password or both then the shareholder can use the "Forgot Password" option available on: https://instavote.linkintime.co.in

- Click on "Login" under 'SHARE HOLDER' tab.
- Click "forgot password?"
- Enter User ID, select Mode and Enter Image Verification code (CAPTCHA).
- Click on "SUBMIT".

InstaVote USER ID		
	NSDL	User ID is 8 Character DP ID followed by 8 Digit Client ID (e.g.IN123456) and 8 digit Client ID (eg. 123-45678).
	CDSL	User ID is 16 Digit Beneficiary ID.
	Shares held in physical form	User ID is Event No Follo no registered with the Company

In case Custodian / Corporate Body/ Mutual Fund has forgotten the USER ID [Login ID] or Password or both then the shareholder can use the "Forgot Password" option available on: https://instavote.linkintime.co.in

- Click on 'Login' under "Custodian / Corporate Body/ Mutual Fund" tab
- Click "forgot password?"
- Enter User ID, Organization ID and Enter Image Verification code (CAPTCHA).
- Click on "SUBMIT".

In case shareholders have a valid email address, Password will be sent to his / her registered e-mail address. Shareholders can set the password of his/her choice by providing information about the particulars of the Security Question and Answer, PAN, DOB/DOI etc. The password should contain a minimum of 8 characters, at least one special character (!#$&*), at least one numeral, at least one alphabet and at least one capital letter.

Individual Shareholders holding securities in demat mode with NSDL/ CDSL has forgotten the password:

Individual Shareholders holding securities in demat mode have forgotten the USER ID [Login ID] or Password or both, then the Shareholders are advised to use Forget User ID and Forget Password option available at above mentioned depository/ depository participants website.

General Instructions - Shareholders

- It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- For shareholders/ members holding shares in physical form, the details can be used only for voting on the resolutions contained in this Notice.
- During the voting period, shareholders/ members can login any number of time till they have voted on the resolution(s) for a particular "Event".

Process and manner for attending the General Meeting through InstaMeet:

In terms of Ministry of Corporate Affairs (MCA) General Circular No. 03/2025 dated 22.09.2025, the companies can continue to conduct AGMs by VC or OAVM, as per the existing procedural requirements. Till further orders, the relaxations will remain in force.Shareholders are advised to update their mobile number and email ID correctly in their demat accounts to access InstaMeet facility.

Login method for shareholders to attend the General Meeting through InstaMeet:

a) Visit URL: https://instameet.in.mpms.mufg.com & click on "Login".

b) Select the "Company Name" and register with your following details:

c) Select Check Box - Demat Account No. / PAN

- Shareholders holding shares in NSDL/ CDSL demat account shall select check box - Demat Account No. and enter the 16-digit demat account number.
- Shareholders holding shares in physical form shall select check box – Folio No. and enter the Folio Number registered with the company.
- Shareholders shall select check box – PAN and enter 10-digit Permanent Account Number (PAN). Shareholders who have not updated their PAN with the Depository Participant (DP)/ Company shall use the sequence number provided by MUFG Intime, if applicable.
- Mobile No: Mobile No. as updated with DP is displayed automatically. Shareholders who have not updated their Mobile No with the DP shall enter the mobile no.
- Email ID: Email ID as updated with DP is displayed automatically. Shareholders who have not updated their Mobile No with the DP shall enter the mobile no.

d) Click "Go to Meeting"

You are now registered for InstaMeet, and your attendance is marked for the meeting

Instructions for shareholders to Speak during the General Meeting through InstaMeet:

a) Shareholders who would like to speak during the meeting must register their request with the company at company's registered email address cs@parasdefence.com

b) Shareholders will get confirmation on first cum first basis depending upon the provision made by the company.

c) Shareholders will receive "speaking serial number" once they mark attendance for the meeting. Please remember speaking serial number and start your conversation with panellist by switching on video mode and audio of your device.

d) Other shareholder who has not registered as "Speaker Shareholder" may still ask questions to the panellist via active chat-board during the meeting.

**Shareholders are requested to speak only when moderator of the meeting/ management will announce the name and serial number for speaking.*

Instructions for shareholders to Inspect Document during the General Meeting through InstaMeet:

During the AGM session, shareholders shall click the "Inspect Documents" button which will be appearing on the VC meeting screen. By clicking the same you shall be able to view/ inspect documents available for inspection during the AGM.

Instructions for Shareholders to Vote during the General Meeting through InstaMeet:

Once the electronic voting is activated during the meeting, shareholders who have not exercised their vote through the remote e-voting can cast the vote as under:

a) On the Shareholders VC page, click on the link for e-Voting "Cast your vote"

b) Enter your 16-digit Demat Account No. / Folio No. and OTP (received on the registered mobile number/ registered email IDs) received during registration for InstaMEET

c) Click on 'Submit'.

d) After successful login, you will see "Resolution Description" and against the same the option "Favour/ Against" for voting.

e) Cast your vote by selecting appropriate option i.e. "Favour/ Against" as desired. Enter the number of shares (which represents no. of votes) as on the cut-off date under 'Favour/Against'.

f) After selecting the appropriate option i.e. Favour/Against as desired and you have decided to vote, click on "Save". A confirmation box will be displayed. If you wish to confirm your vote, click on "Confirm", else to change your vote, click on "Back" and accordingly modify your vote. Once you confirm your vote on the resolution, you will not be allowed to modify or change your vote subsequently.

Note:

Shareholders/ Members, who will be present in the General Meeting through InstaMeet 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 facility during the meeting.

Shareholders/ Members who have voted through Remote e-Voting prior to the General Meeting will be eligible to attend/ participate in the General Meeting through InstaMeet. However, they will not be eligible to vote again during the meeting.

Shareholders/ Members are encouraged to join the Meeting through Tablets/ Laptops connected through broadband for better experience.

Shareholders/ Members are required to use Internet with a good speed (preferably 2 MBPS download stream) to avoid any disturbance during the meeting.

Please note that Shareholders/ Members connecting from Mobile Devices or Tablets or through Laptops connecting via Mobile Hotspot may experience Audio/Visual loss due to fluctuation in their network. It is therefore recommended to use stable Wi-FI or LAN connection to mitigate any kind of aforesaid glitches.

Helpdesk:

Shareholders facing any technical issue in login may contact INSTAMEET helpdesk by sending a request at instameet@in.mpms.mufg.com or contact on: - Tel: 022 – 4918 6000 / 4918 6175.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 4

RATIFICATION OF REMUNERATION OF COST AUDITORS FOR FY 2026-27

In terms of Section 148 of the Act read with the Companies (Audit and Auditors) Rules, 2014 ('Rules'), as amended from time to time, the Company is required to undertake the audit of its cost records. Such cost audit has to be conducted by a Cost Accountant in Practice.

Based on the recommendation of the Audit Committee, the Board of Directors at their Meeting held on May 13, 2026, has approved the appointment of M/s. Dinesh Jain & Company, Cost Accountants (FRN: 100583) as Cost Auditors of the Company for conducting the audit of the cost records of the Company, for FY 2026-27, at a remuneration of ₹ 1,25,000/- (Rupees One Lakh and Twenty Five Thousand Only) excluding applicable taxes thereon and reimbursement of actual out-of-pocket expenses.

M/s. Dinesh Jain & Company, Cost Accountants have consented to act as the Cost Auditors of the Company for FY 2026-27 and confirmed their eligibility to conduct the cost audit of the Company.

In accordance with the provisions of Section 148(3) of the Act read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, the aforesaid remuneration payable to the Cost Auditors, as recommended by the Audit Committee and approved by the Board must be ratified by the Members of the Company.

Accordingly, consent of the Members is sought for passing an Ordinary Resolution as set out at Item No. 4 of the Notice for ratification of the remuneration payable to the Cost Auditors for conducting the audit of the cost records of the Company for the Financial Year ending March 31, 2027.

None of the Directors and Key Managerial Personnel of the Company or their respective relatives are, in any way, concerned or interested, financially or otherwise, in the resolution set out at Item No. 4 of the Notice.

The Board recommends the Resolution set forth in Item No. 4 for the approval of the Members.

ITEM NO. 5 & 6

In terms of Regulation 23 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended, all material related party transactions and subsequent material modifications thereto require the prior approval of the shareholders by way of an ordinary resolution, irrespective of whether such transactions are entered into in the ordinary course of business and/or on an arm's length basis.

Pursuant to the SEBI Listing Regulations, a related party transaction shall be considered material if the transaction(s), individually or taken together with previous transactions during a Financial year, exceeds the prescribed materiality threshold, currently being 10% of the annual consolidated turnover of the listed entity as per its last audited financial statements, if the annual consolidated turnover of the Company is upto ₹ 20,000/- crore.

Based on the annual consolidated turnover of the Company for the Financial year ended March 31, 2026, amounting to ₹ 476.57 crore, the materiality threshold for obtaining shareholders' approval for related party transactions is ₹ 47.65 crore.

Further, Regulation 2(1)(zc) of the SEBI Listing Regulations defines a "Related Party Transaction" to mean a transaction involving a transfer of resources, services or obligations between a listed entity or any of its subsidiaries on one hand and a related party of the listed entity or any of its subsidiaries on the other hand, regardless of whether a price is charged.

The proposed transactions with Controp-Paras Technologies Private Limited ("the Associate Company") and Paras Anti-Drone Technologies Private Limited ("Subsidiary Company") exceed the aforesaid materiality threshold and, accordingly, require the prior approval of the shareholders by way of an ordinary resolution.

Further, the Managing Director and the Chief Financial Officer of the Company have furnished the certificate as required under the applicable provisions of the SEBI Listing Regulations and as per Industry Standards on Minimum information to be provided to the Audit Committee and Shareholders for approval of Related Party Transactions ("RPT Standards").

APPROVAL AND MODIFICATION OF MATERIAL RELATED PARTY TRANSACTION(S) WITH CONTROP-PARAS TECHNOLOGIES PRIVATE LIMITED ("THE ASSOCIATE COMPANY")

The Company is an Indian premier defence engineering company offering a wide range of products and solutions for Defence and Space applications. With a focus on the Defence and Space sector, the Company operates through two business verticals, namely, Optics & Optronic Systems and Defence Engineering (comprising Defence Electronics, EMP Protection Solutions and Heavy Engineering). The annual consolidated turnover of the Company as of March 31, 2026, was ₹ 476.57 crores.

Controp-Paras Technologies Private Limited ("the Associate Company"), is engaged in the business of manufacturing Electro-Optical/Infrared (EO/IR) Systems for various platforms designed by Controp Precision Technologies, Israel, along with the co-development of products for future requirements. The transactions proposed to be entered into with the Associate Company are in the ordinary course of business and are intended to support the Company's operational and business requirements.

The Audit Committee and the Board of Directors, at their respective meetings held on July 25, 2025, and the shareholders at the 16th Annual General Meeting held on August 21, 2025, had approved entering into and/or executing contract(s), arrangement(s) and/or transaction(s), whether by way of individual or multiple transactions taken together, between the Company and the Associate Company for the supply of goods, services, materials, including technologies, amounting to approximately ₹ 2,93,00,00,000 (Rupees Two Hundred and Ninety-Three Crores only), plus applicable taxes, for the period commencing from the date of the 16th Annual General Meeting until the date of the 17th Annual General Meeting.

Considering the Company's growing business requirements with the Associate Company and the need to ensure continuity of business operations and provide operational flexibility during the ensuing Financial Year, the Company proposes to renew the existing approval and enhance the overall approval limit to an aggregate amount of ₹ 4,50,00,00,000 (Rupees Four Hundred and Fifty Crores only), plus applicable taxes. The proposed aggregate limit comprises approximately ₹ 2,93,00,00,000 towards the supply of goods, services, materials, including technologies, and other business transactions pursuant to running contract with the Associate Company and up to ₹ 1,10,00,00,000 (Rupees One Hundred and Ten Crores only) towards additional sale and purchase transactions with the Associate Company in the ordinary course of business and at arms length basis, over and above the existing running contract; and up to ₹ 47,00,00,000 (Rupees Forty-Seven Crores only) towards other related party transactions undertaken in the ordinary course of business and at arms' length basis, including, but are not limited to, reimbursement of expenses, purchase or sale of fixed assets, lease arrangements, availing or rendering of support services, granting of loans/inter-corporate deposits (ICDs), investments, corporate guarantees and such other transactions specified in the table below, in the ordinary course of business and at arms' length basis.

The proposed transactions have been reviewed by the Audit Committee, which currently comprises a majority of Independent Directors. The Audit Committee has satisfied itself that the proposed related party transactions with the Associate Company are in the ordinary course of business and at an arm's length basis, and that they are in the best interests of the Company. The Audit Committee also reviews, on a quarterly basis, the details of all related party transactions entered into by the Company pursuant to its approvals.

Based on the recommendation of the Audit Committee at its meeting held on August 07, 2026, the Board of Directors at their meeting held on even date, has approved the proposed material related party transactions with the Associate Company, subject to the approval of the shareholders, for the period commencing from the date of the 17th Annual General Meeting until the date of the 18th Annual General Meeting.

Accordingly, approval of the shareholders is being sought at this Annual General Meeting for the aforementioned material related party transaction with the Associate Company, to enable the Company to continue undertaking such transactions with the Associate Company in the ordinary course of business and at arm's length basis and to meet its operational and business requirements

The relevant information pertaining to the proposed material related party transaction(s) with the Associate Company, including the minimum information required to be provided to the shareholders for approval of related party transactions in accordance with the RPT Industry Standards and such other disclosures required to be provided in the Explanatory Statement pursuant to the Securities and Exchange Board of India Master Circular for Compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 dated January 30, 2026, read with the SEBI Circular dated June 26, 2025, are set out as below:

Sr. No.	Particulars of the information	Details
PART A		
A	**Details of the Related Party Transactions with the Related Party**	
A(1)	**Basics of the Related Party**	
1	Name	Controp-Paras Technologies Private Limited ("Controp-Paras")
2	Country of Incorporation	India
3	Nature of Business	Controp-Paras specializes in the high-precision manufacturing and product support of Electro-Optic Systems for various defense and space applications. The company delivers end-to-end design engineering and technical services specifically tailored for the Defense and Space Sector.
A(2)	**Relationship and ownership of the related party**	
1	Relationship between the listed entity/subsidiary (in case of transaction involving the subsidiary) and the related party - including nature of its concern (financial or otherwise) and the following:	Joint Venture Company/Associate Company
(a)	Shareholding of the listed entity/ subsidiary (in case of transaction involving the subsidiary), whether direct or indirect, in the related party.	Paras Defence and Space Technologies Limited ("Paras Defence") holds 30% of the paid-up share capital of Controp-Paras
(b)	Where the related party is a partnership firm or a sole proprietorship concern or a body corporate without share capital, then capital contribution, if any, made by the listed entity/ subsidiary (in case of transaction involving the subsidiary)	Not Applicable

Sr. No.	Particulars of the information	Details
(c)	Shareholding of the related party, whether direct or indirect, in the listed entity/ subsidiary (in case of transaction involving the subsidiary).	Not Applicable
A(3)	**Details of previous transactions with the related party**	
1	Total amount of all the transactions undertaken by the listed entity or subsidiary with the related party during the last financial year.	
	Nature of Transaction	Amount (in Cr.)
i.	Rent	₹ 0.01
ii.	Sale of Goods/Services	₹ 11.65
iii.	Advance received on Sale of Good/Services during the year	₹ 5.51
2	Total amount of all the transactions undertaken by the listed entity or subsidiary with the related party in the current financial year up to the quarter immediately preceding the quarter in which the approval is sought. (₹ In crores)	₹ 11.75
3	Any default, if any, made by a related party concerning any obligation undertaken by it under a transaction or arrangement entered into with the listed entity or its subsidiary during the last financial year.	Nil. The related party has no record of defaults, write-offs, or commercial delays concerning its business obligations with the company.
A(4)	**Amount of the proposed transactions (All types of transactions taken together)**	
1	Amount of the proposed transactions being placed for approval in the meeting of the Audit Committee/ shareholder	₹ 450 Crores
2	Whether the proposed transactions taken together with the transactions undertaken with the related party during the current financial year would render the proposed transaction a material RPT?	Yes. The cumulative value of transactions mentioned hereunder exceeds the statutory materiality threshold under Regulation 23 of SEBI LODR. Accordingly, the proposed transactions constitutes as Material Related Party Transaction requiring prior approval from the shareholders.
3	Value of the proposed transactions as a percentage of the listed entity's annual consolidated turnover for the immediately preceding financial year	94%
4	Value of the proposed transactions as a percentage of subsidiary's annual standalone turnover for the immediately preceding financial year (in case of a transaction involving the subsidiary, and where the listed entity is not a party to the transaction)	Not Applicable. (The transaction does not involve any secondary flows through a subsidiary)
5	Value of the proposed transactions as a percentage of the related party's annual consolidated turnover (if consolidated turnover is not available, calculation to be made on standalone turnover of related party) for the immediately preceding financial year, if available.	4823%
6	Financial performance of the related party for the immediately preceding financial year i.e., FY 2026	
	Particulars	Amount (in Cr.)
	Turnover	₹ 9.33
	Profit After tax	-₹ 1.10
	Net worth	-₹ 0.97
A(5)	**Basic details of the proposed transaction**	
1	Specific type of the proposed transaction (e.g. sale of goods/services, purchase of goods/services, giving loan, borrowing etc.)	
	Nature of Transaction	**Amount (in Cr.)**
i.	Rent (including Security Deposit)	₹ 0.25
ii.	Loan/ICD (including Interest)	₹ 11.20
iii.	Sale of Goods/Services (including Advances)	₹ 403.00
iv.	Purchase of Goods/Services (including Advances)	
v.	Corporate Guarantee (including fees/commission)	₹ 27.00
vi.	Investment	₹ 2.00
vii.	Buying or selling capital goods	₹ 4.00
viii.	Transfer of Technology and Intellectual Property fees	₹ 2.45
ix.	Reimbursement of ESOP Expenses	₹ 0.05
x.	Reimbursement of Health Insurance	₹ 0.05
	Total	₹ 450.00

Sr. No.	Particulars of the information	Details
2	Details of the proposed transaction	Controp-Paras has received an order from L & T for manufacturing and supply of Electro-Optics System along with Extended Warranty Charges and Integrated Logistics Support ("ILS") Package for their CIWS Program. Paras Defence is executing the Indian Content ("IC") out of the aforementioned order valued at approx. ₹ 293 Crore. Paras Defence specializes in manufacturing and designing engineering and technology for Defence and Space Sector. In addition to the main L&T project, Paras Defence will engage in routine buying and selling with the joint venture in the ordinary course of business and at arms' length basis. This regular trade is estimated at ₹110 Crore.To maintain operational flexibility, the Company will utilize a total flexible limit of ₹403 Crore. This combined bandwidth covers all sales and purchases of goods or services, matching the total limit of ₹403 Crore shown in the transaction table. Paras Defence may also enter into transactions relating to leasing of premises, granting or availing of loans/Inter-Corporate Deposits, providing corporate guarantees, making investments, and such other related party transactions as may arise in the ordinary course of business and at arms length basis which are not specifically identifiable or foreseeable at this stage.
3	Tenure of the proposed transaction (tenure in number of years or months to be specified)	The underlying L&T project for ₹293 Crore extends across multiple years (FY 2024-25 to FY 2028-29); however, the formal regulatory approval being sought from the members for these RPT limits for total of ₹450 Crore is valid for the period from the upcoming 17th AGM until the conclusion of the next 18th AGM.
4	Whether omnibus approval is being sought?	Yes. Omnibus and prior specific clearances are being pursued to ensure fluid, uninterrupted day-to-day project execution and other transactions.
5	Value of the proposed transaction during a financial year. If the proposed transaction will be executed over more than one financial year, provide estimated break-up financial year-wise	The total estimated value of the transactions is ₹450 Crore.
6	Justification as to why the RPTs proposed to be entered into are in the interest of the listed entity	The proposed transactions relating to the supply of goods/ services are not new related party transactions and form part of the Company's ongoing business relationship with Controp-Paras Technologies Private Limited. Similar transactions were approved by the Members at the 16th Annual General Meeting held on August 21, 2025, for a period up to the ensuing Annual General Meeting. The Company proposes to seek Members' approval at the 17th Annual General Meeting for the continuation of such transactions, along with approval for other related party transactions, including leasing of premises, loans/Inter-Corporate Deposits, corporate guarantees, investments and such other transactions, as may be required in the ordinary course of business and on arms' length basis. The proposed transactions are in the interest of the Company as they facilitate continuation of the existing business relationship, operational requirements and business objectives of the Company. Further, the pricing and terms of the proposed transactions are determined in the ordinary course of business and are at an arm's length basis.
7	Details of the promoter(s)/ director(s) / key managerial personnel of the listed entity who have interest in the transaction, whether directly or indirectly (Explanation: Indirect interest shall mean interest held through any person over which an individual has control.)	None of the Promoters, Directors, or Key Managerial Personnel (KMPs) of the Listed Company have any direct or indirect personal financial interest in these proposed transactions, except to the extent of their shareholding and directorship, as specified below.

Sr. No.	Particulars of the information	Details
a	Name of the director / KMP	Mr. Anish Hemant Mehta, who is part of Promoter Group of Paras Defence, holds directorship in Controp-Paras
b	Shareholding of the director / KMP, whether direct or indirect, in the related party	Nil
8	A copy of the valuation or other external party report, if any, shall be placed before the Audit Committee.	NA
9	Other information relevant for decision making	All relevant information forms a part of this disclosure.
PART B		
B	**Details for specific transactions**	
B(1)	Sale, purchase or supply of goods or services or any other similar business transactions and trade advances	
1	Bidding or other process, if any, applied for choosing a party for sale, purchase or supply of goods or services	Bids were not invited since the transaction is an intra-group supply of goods/services intended to achieve operational efficiency, assured quality, and timely execution. The pricing and terms are at arm's length and comparable to market benchmarks, and inviting bids would increase time and cost without providing additional benefit to the listed entity or its associate. Also, the transaction involves confidential business information, sensitive technology, and strategic know-how, where open bidding could compromise competitive positioning, or security considerations. The arrangement also supports improved associate performance, which positively impacts the consolidated financial results of the listed entity.
2	Basis of determination of price.	The prices for the proposed transactions relating to the supply of goods/services shall be determined based on the prevailing market prices of the relevant goods, materials and services, taking into consideration the nature, specifications and commercial terms of the transactions. The pricing shall also be aligned with the terms and conditions of the underlying customer contracts, including the contracts received by Controp-Paras Technologies Private Limited from Larsen & Toubro Limited (L&T), wherever applicable. In cases where comparable market prices are not readily available, the arm's length price shall be determined based on the valuation/advice provided by an independent consultant. The pricing and terms of other proposed related party transactions, including leasing of premises, loans/Inter-Corporate Deposits, corporate guarantees, investments and other transactions, shall be determined considering the prevailing market conditions, applicable rates and commercial terms, ensuring that such transactions are undertaken on an arm's length basis.
3	In case of Trade advance (of upto 365 days or such period for which such advances are extended as per normal trade practice), if any, proposed to be extended to the related party in relation to the transaction, specify the following:	
	a. Amount of Trade advance	Advance from Controp Paras
	b. Tenure	Project as per Purchase order
	c. Whether same is self-liquidating?	Yes. The advance is self-liquidating and will be adjusted against future supplies/invoices.
B(2)	**Disclosure only in case of transactions relating to loans and advances (other than trade advances) or inter-corporate deposits given by the listed entity or its subsidiary**	
1	Source of funds in connection with the proposed transaction.	Internal accruals
2	Where any financial indebtedness is incurred to give loan, inter-corporate deposit or advance, specify the following:	
a	Nature of indebtedness	Not Applicable.
b	Total cost of borrowing	Not Applicable.
c	Tenure	Not Applicable.

Sr. No.	Particulars of the information	Details
d	Other details	Not Applicable.
3	Rate of interest at which the listed entity or its subsidiary is borrowing from its bankers/ other lenders.	Not Applicable – The loan is proposed to be provided from internal accruals of the Company and no financial indebtedness has been incurred for providing such loan
4	Proposed interest rate to be charged by listed entity or its subsidiary from the related party.	12%
5	Maturity / due date	On or before 31.03.2028
6	Repayment schedule & terms	The principal amount shall be repaid on the maturity date as specified above. Interest shall be paid along with the final repayment of the principal amount on the scheduled maturity date
7	Whether secured or unsecured?	Unsecured
8	If secured, the nature of security & security coverage ratio	Not Applicable
9	The purpose for which the funds will be utilized by the ultimate beneficiary of such funds pursuant to the transaction.	Working Capital Requirement
B(3)	**Disclosure only in case of transactions relating to investment made by the listed entity or its subsidiary**	
1	Source of funds in connection with the proposed transaction.	Internal accruals
2	Where any financial indebtedness is incurred to make investment, specify the following:	
a	Nature of indebtedness	Not Applicable
b	Total cost of borrowing	Not Applicable
c	Tenure	Not Applicable
d	Other details	Not Applicable
3	Purpose for which funds shall be utilized by the investee company.	The funds will be utilized by Controp-Paras to fund long-term capital expenditure, manufacturing asset creation, and technological infrastructure upgrades.
4	Material terms of the proposed transaction	The investment will be up to a maximum cap, as mentioned above, in Equity Shares or convertible securities of Controp-Paras, from time to time, as may be strategically decided by the Board of Directors of the Company, depending on the operational and capital requirements of the associate.
B(4)	**Disclosure only in case of guarantee (including performance guarantee in nature of security/contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee), surety, indemnity or comfort letter, by whatever name called, made or given by the listed entity or its subsidiary.**	
1	(a) Rationale for giving guarantee, surety, indemnity or comfort letter	The corporate guarantee is proposed to support the financial requirements of Controp-Paras and facilitate access to necessary funding facilities.
	(b) Whether it will create a legally binding obligation on listed entity?	Yes, the corporate guarantee will create a legally binding obligation on Paras Defence, which will arise in the event of default by Controp-Paras and invocation of the guarantee by the lender
2	Material covenants of the proposed transaction including:	
	(i) commission, if any to be received by the listed entity or its subsidiary;	Guarantee fee is proposed to be received by Paras Defence from Controp-Paras for providing the corporate guarantee, unless otherwise approved and agreed between the parties in accordance with applicable laws and the Company's Related Party Transaction Policy.
	(ii) contractual provisions on how the listed entity or its subsidiary will recover the monies in case such guarantee, surety, indemnity or comfort letter is invoked.	In the event of invocation of the corporate guarantee and any payment being made by Paras Defence to the lender, Paras Defence shall have the right to recover such amounts from Controp-Paras in accordance with the terms of the underlying agreements and applicable contractual arrangements.
3	The value of obligations undertaken by the listed entity or any of its subsidiary, for which a guarantee, surety, indemnity or comfort letter has been provided by the listed entity or its subsidiary. Additionally, any provisions required to be made in the books of account of the listed entity or any of its subsidiary shall also be specified.	The maximum obligation of Paras Defence under the corporate guarantee shall be limited to the amount of guarantee provided, including the principal amount and other amounts, if any, as specified under the terms of the guarantee agreement.
B(5)	**Disclosure only in case of transactions relating to payment of royalty**	
1	Purpose for which royalty is proposed to be paid to the related party in the current financial year.	

Sr. No.	Particulars of the information	Details
a	For use of brand name / trademark	Not Applicable.
b	For transfer of technology know-how	100% of the proposed limit is allocated for specialized defence technology transfer and engineering know-how, if required during the financial year.
c	For professional fee, corporate management fee or any other fee	Not Applicable
d	**Any other use (specify)**	
2	(a) The listed entity may confirm whether the parent company charges royalty at a uniform rate from all group companies in other jurisdiction.	Not Applicable.
	(b) If No, furnish information below.	Not Applicable.
	If royalty is paid to the parent company, disclose royalty received by the parent company from group entities in other jurisdiction:	Not Applicable.
	•Minimum rate of royalty charged along with corresponding absolute amount •Maximum rate of royalty charged along with corresponding absolute amount	Not Applicable.
3	Sunset Clause for Royalty payment, if any.	Not Applicable.
PART C		
C	**Information to be provided only if a specific type of RPT mentioned below proposed to be undertaken is a material RPT and is in addition to Part A and B**	
C(1)	**Disclosure only in case of transactions relating to any loans and advances (other than trade advances), inter-corporate deposits given by the listed entity or its subsidiary**	
1	Latest credit rating of the related party	The associate company does not carry an external standalone credit rating as it is a closely held corporate joint venture.
2	Default on borrowings, if any, over the last three financial years, by the related party from the listed entity or any other person and value of subsisting default.	Nil. The related party has not committed any defaults on borrowings from the Company or any other lenders during the last three financial years. There are no subsisting defaults.
	In addition, state the following:	
	a) Whether the account of the related party has been classified as a non-performing asset (NPA) by any of its bankers and whether such status is currently subsisting;	No. The accounts of the related party have not been classified as a non-performing asset (NPA) by any bank or financial institution.
	b) Whether the related party has been declared a “wilful defaulter” by any of its bankers and whether such status is currently subsisting;	No. The related party has not been declared a 'wilful defaulter' by any of its lending banks.
	c) Whether the related party is undergoing or facing any application for commencement of an insolvency resolution process or liquidation;	No. The related party is not undergoing, nor facing any legal application for any insolvency resolution or liquidation process.
	d) Whether the related party, not being an MSME, suffers from any of the disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.	No. The related party does not suffer from any of the statutory disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.
	FY 2025-2026	Nil
	FY 2024-2025	Nil
	FY 2023-2024	Nil
C(2)	**Disclosure only in case of transactions relating to any investment made by the listed entity or its subsidiary**	
1	Latest credit rating of the related party	Not Applicable. The associate company does not carry an external credit rating.
2	Whether any regulatory approval is required. If yes, whether the same has been obtained.	No external statutory or government approvals are required for this investment. The proposed transaction is subject entirely to internal corporate approvals under the Companies Act, 2013, and SEBI (LODR) Regulations, 2015, which are being obtained via the prior recommendation of the Audit Committee and the resolution placed before the members under this Notice.
C(3)	**Disclosure only in case of transactions relating to any guarantee (including performance guarantee in nature of security/ contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee), surety, indemnity or comfort letter, by whatever name called, made or given by the listed entity or its subsidiary**	

Sr. No.	Particulars of the information	Details
1	If guarantee, performance guarantee (in nature of security/ contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee), surety, indemnity or comfort letter is given in connection with the borrowing by a related party, provide latest credit rating of the related party	Not Applicable. The associate company does not carry an external credit rating.
2	Details of solvency status and going concern status of the related party during the last three financial years:	
	FY 2025-2026	Solvent Going Concern
	FY 2024-2025	Solvent Going Concern
	FY 2023-2024	Solvent Going Concern
3	The value of obligations undertaken by the listed entity or any of its subsidiary, for which a guarantee, performance guarantee (in nature of security/contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee) surety, indemnity or comfort letter has been provided by the listed entity or its subsidiary. Additionally, any provisions required to be made in the books of account of the listed entity or any of its subsidiary shall also be specified.	The maximum aggregate value of guarantee obligations undertaken by the Company is limited to the amount as mentioned above. Based on the strong financial viability of the associate, the probability of invocation is remote, and therefore no provisioning is required in the Company's books of account, the limit will be recorded as a standard contingent liability.
4	Default on borrowings, if any, over the last three financial years, by the related party from the listed entity or any other person.	
	In addition, state the following:	
	a) Whether the account of the related party has been classified as a non-performing asset (NPA) by any of its bankers and whether such status is currently subsisting;	Nil. The related party has committed no defaults on borrowings from the Company or any other external person during the last three financial years.
	b) Whether the related party has been declared a “wilful defaulter” by any of its bankers and whether such status is currently subsisting;	No. The related party has not been declared a 'wilful defaulter' by any of its lending banks.
	c) Whether the related party is undergoing or facing any application for commencement of an insolvency resolution process or liquidation;	No. The related party is not undergoing, nor facing any legal application for, any insolvency resolution or liquidation process.
	d) Whether the related party, not being an MSME, suffers from any of the disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.	No. The related party does not suffer from any of the statutory disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.
	FY 2025-2026	Nil
	FY 2024-2025	Nil
	FY 2023-2024	Nil
C(4)	**Disclosure only in case of transactions relating to payment of royalty**	
1	Gross amount of royalty paid by the listed entity or subsidiary to the related party during each of the last three financial years	Nil
	FY 2025-2026	Nil
	FY 2024-2025	Nil
	FY 2023-2024	Nil
2	Purpose for which royalty was paid to the related party during the last three financial years.	
	a. For use of brand name / trademark (As a % of aggregate amount of royalty for the last 3 FYs)	Not Applicable.
	b. For transfer of technology know-how (As a % of aggregate amount of royalty for the last 3 FYs)	100% of the proposed limit is allocated for specialized defence technology transfer and engineering know-how, if required during the financial year.
	c. For professional fee, corporate management fee or any other fee (As a % of aggregate amount of royalty for the last 3 FYs)	Not Applicable.
	d. Any other use (specify) (As a % of aggregate amount of royalty for the last 3 FYs)	Not Applicable.
3	Royalty paid in last 3 FYs as % of Net Profits of previous FYs	
	FY 2025-2026	Nil
	FY 2024-2025	Nil
	FY 2023-2024	Nil

Sr. No.	Particulars of the information	Details
4	Percentage or Rate at which royalty has increased in the past 3 years, if any, vis-à-vis rate at which the turnover and profits after tax have increased during the same period.	Not Applicable.
5	Peer Comparison: Listed entity or its subsidiary paying royalty for any purpose shall also disclose whether any relevant Industry Peer pays royalties for the same purpose, which is disclosed in its audited annual financial statements for the relevant period:	Not Applicable.
PART D		
D	**Minimum Information to be provided to the shareholders for approval of Material RPTs**	
1	Information as placed before the Audit Committee in the format as specified in the RPT Industry Standards, to the extent applicable.	The comprehensive particulars and itemized transaction limits for the proposed transactions with Controp-Paras Technologies Private Limited have been prepared in accordance with the RPT Industry Standards Framework (Parts A, B, and C).
2	Justification as to why the proposed transaction is in the interest of the listed entity, basis for determination of price and other material terms and conditions of RPT.	Please refer to A(5)(6)
3	Disclose the fact that the Audit Committee has reviewed the certificates provided by the CEO/ Managing Director/ Whole Time Director/ Manager and CFO of the Listed Entity as required under the RPT Industry Standards.	Members are hereby informed that the Audit Committee has thoroughly reviewed and taken on record the statutory compliance certificates jointly issued and signed by the Managing Director and the Chief Financial Officer (CFO) of the Company.
4	Disclosure that the material RPT or any material modification thereto, has been approved by the Audit Committee and the Board of Directors recommends the proposed transaction to the shareholders for approval.	The proposed transactions with Controp-Paras was placed before the Audit Committee at its meeting held on August 07, 2026, where it received unanimous prior approval. Following this approval, the Board of Directors reviewed the strategic, operational, and commercial parameters of the framework, determined it to be in the best interest of the Company, and recommends the Resolution set out in Item No. 5 of this Notice for shareholder approval.
5	Provide web-link and QR Code, through which shareholders can access the valuation report or other reports of external party, if any, considered by Audit Committee while approving the RPT.	NA
6	The Audit Committee and Board of Directors, while providing information to the shareholders, can approve redaction of commercial secrets and such other information that would affect competitive position of listed entity and affirm that, in its assessment, the redacted disclosures still provides all the necessary information to the public shareholders for informed decision-making.	To protect the competitive position and industrial standing of the group within the sensitive defense sector, the Audit Committee and the Board of Directors have approved the redaction of proprietary engineering specifications, specialized component margin haircuts, and proprietary tech-blueprint pricing metrics. The Board and the Audit Committee explicitly affirm that these omissions are restricted to trade secrets, do not impact the total financial threshold boundaries being voted on, and that this disclosure package provides all material, relevant, and necessary facts to enable shareholders to make an informed decision-making choice.
7	Any other information that may be relevant	Interested Directors and Promoters shall completely recuse themselves from voting on this item. The transaction will be monitored and presented for a detailed compliance verification to the Audit Committee on a mandatory quarterly basis throughout the financial cycle. There is no other relevant governance or financial information required to be disclosed to the members.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 5 of this Notice, in relation to the details as stated above and thus the Board of Directors recommends the said Resolution for the approval of the members of the Company as an Ordinary Resolution.

None of the Directors and Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, except to the extent of their Directorship and Shareholding, in the resolution set out at Item No. 5 of the Notice.

The Board recommends the Resolution set forth in Item No. 5 for the approval of the Members.

APPROVAL OF MATERIAL RELATED PARTY TRANSACTION(S) WITH PARAS ANTI-DRONE TECHNOLOGIES PRIVATE LIMITED ("SUBSIDIARY COMPANY").

The Company is a premier Indian defence engineering company offering a wide range of products and solutions for Defence and Space applications. With a focus on the Defence and Space sectors, the Company operates through two business verticals, namely Optics & Optronic Systems and Defence Engineering (comprising Defence Electronics, EMP Protection Solutions and Heavy Engineering).

Paras Anti-Drone Technologies Private Limited ("Subsidiary Company") is engaged in designing, developing and manufacturing innovative RF system solutions, including antennas, radars and radar sub-systems, Software Defined Radios (SDRs), TR modules, drone detection and jamming systems, Electronic Warfare (EW) systems, SIGINT, COMINT, radio relays, direction-finding systems and other advanced RF technologies, with a focus on delivering high-end defence and security solutions for anti-drone technologies, situational awareness and Intelligence, Surveillance and Reconnaissance (ISR) applications.

Considering the Company's growing business requirements with the Subsidiary Company, approval of the Members is sought for entering into related party transaction(s) aggregating up to ₹ 1,50,00,00,000 (Rupees One Hundred and Fifty Crores only), plus applicable taxes, in the ordinary course of business, including, inter alia, the sale and purchase of goods and services, rent/lease arrangements, subscription to Optionally Convertible Preference Shares (OCPS), investments (including investments in securities and technologies), corporate guarantee, reimbursement of expenses, and such other business transactions as may be required in the ordinary course of business.

The proposed transactions have been reviewed by the Audit Committee, which currently comprises a majority of Independent Directors. The Audit Committee has satisfied itself that the proposed related party transactions with the Subsidiary Company are in the ordinary course of business and at an arm's length basis, and that they are in the best interests of the Company. The Audit Committee also reviews, on a quarterly basis, the details of all related party transactions entered into by the Company pursuant to its approvals.

Based on the recommendation of the Audit Committee at its meeting held on August 07, 2026, the Board of Directors at their meeting held on even date, has approved the proposed material related party transactions with the Subsidiary Company, subject to the approval of the shareholders, for the period commencing from the date of the 17th Annual General Meeting until the date of the 18th Annual General Meeting.

Accordingly, approval of the shareholders is being sought at this Annual General Meeting for the aforementioned Material related party transaction with the Subsidiary Company, to enable the Company to continue undertaking such transactions with the Subsidiary Company in the ordinary course of business and on arms' length basis and to meet its operational and business requirements

The relevant information pertaining to the proposed material related party transaction(s) with the Subsidiary Company, including the minimum information required to be provided to the shareholders for approval of related party transactions in accordance with the RPT Industry Standards and such other disclosures required to be provided in the Explanatory Statement pursuant to the Securities and Exchange Board of India Master Circular for Compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 dated January 30, 2026, read with the SEBI Circular dated June 26, 2025, are set out as below:

Sr. No.	Particulars of the information	Details
A	**Details of the Related Party Transactions with the Related Party**	
A(1)	**Basics of the Related Party**	
1	Name	Paras Anti-Drone Technologies Private Limited (Paras Anti-Drone)
2	Country of Incorporation	India
3	Nature of Business	The company is into manufacturing of innovative RF system solutions such as antennas, radars & radar sub-systems, software defined radios (SDR), TR modules, drone detection & jamming systems, EW systems, SIGNIT, COMINT, radio relays, direction finding systems etc. The focus is on delivering high end systems & solutions for anti-drone technologies, situational awareness and ISR (intelligence, surveillance, and reconnaissance) systems.
A(2)	**Relationship and ownership of the related party**	
1	Relationship between the listed entity/subsidiary (in case of transaction involving the subsidiary) and the related party - including nature of its concern (financial or otherwise) and the following:	Subsidiary Company
(a)	Shareholding of the listed entity/ subsidiary (in case of transaction involving the subsidiary), whether direct or indirect, in the related party.	Paras Defence and Space Technologies Limited ("the Company") holds 55% of the equity paid-up share capital of Paras Anti-Drone Technologies Private Limited.
(b)	Where the related party is a partnership firm or a sole proprietorship concern or a body corporate without share capital, then capital contribution, if any, made by the listed entity/ subsidiary (in case of transaction involving the subsidiary)	Not Applicable
(c)	Shareholding of the related party, whether direct or indirect, in the listed entity/ subsidiary (in case of transaction involving the subsidiary).	Not Applicable
A(3)	**While calculating indirect shareholding, shareholding held by relatives shall also be considered**	
1	Total amount of all the transactions undertaken by the listed entity or subsidiary with the related party during the last financial year.	Amount (in Cr.)
	Nature of Transaction	
i.	Investment (OCPS)	₹ 15.85
ii.	Sale of Goods / Services	₹ 1.75
iii.	Purchase of Goods /Services	₹ 0.24
iv.	Rent	₹ 0.14
v.	Loan /ICD/Interest on ICD	₹ 0.45
2	Total amount of all the transactions undertaken by the listed entity or subsidiary with the related party in the current financial year up to the quarter (April 26 - June 26) immediately preceding the quarter in which the approval is sought.	₹ 8.35
3	Any default, if any, made by a related party concerning any obligation undertaken by it under a transaction or arrangement entered into with the listed entity or its subsidiary during the last three financial years.	Nil. The related party has no record of defaults, write-offs, or commercial delays concerning its business obligations with the company.
A(4)	**Amount of the proposed transactions**	Details
1	Amount of the proposed transactions being placed for approval in the meeting of the Audit committee/ shareholder	₹ 150 Crore

Sr. No.	Particulars of the information	Details
2	Whether the proposed transactions taken together with the transactions undertaken with the related party during the current financial year would render the proposed transaction a material RPT?	Yes. The cumulative value of transactions mentioned hereunder exceeds the statutory materiality threshold under Regulation 23 of SEBI LODR. Accordingly, the proposed transactions constitutes a Material Related Party Transaction requiring prior approval from the Audit Committee and shareholders.
3	Value of the proposed transactions as a percentage of the listed entity's annual consolidated turnover for the immediately preceding financial year	31.47%
4	Value of the proposed transactions as a percentage of subsidiary's annual standalone turnover for the immediately preceding financial year (in case of a transaction involving the subsidiary, and where the listed entity is not a party to the transaction)	Not Applicable. (The transaction does not involve any secondary flows through a subsidiary)
5	Value of the proposed transactions as a percentage of the related party's annual consolidated turnover (if consolidated turnover is not available, calculation to be made on standalone turnover of related party) for the immediately preceding financial year, if available.	359%
6	Financial performance of the related party for the immediately preceding financial year i.e., FY 2026	
	Particulars	**Amount (in Cr.)**
i.	Turnover	41.81
ii.	Profit After tax	6.28
iii.	Net worth	28.71
A(5)	**Basic details of the proposed transaction**	
1	Specific type of the proposed transaction (e.g. sale of goods/services, purchase of goods/services, giving loan, borrowing etc.)	
	Nature of Transaction	
i.	Rent (including Security Deposit)	₹ 3.32
ii.	Loan/ICD (including Interest)	₹ 47.04
iii.	Sale of Goods/Services (including Advances)	₹ 16.67
iv.	Purchase of Goods/Services (including Advances)	₹ 26.50
v.	Corporate Guarantee (including fees/commission)	₹ 35.35
vi.	Financial Guarantee	₹ 15.00
vii.	Investment	₹ 5.00
viii.	Reimbursement of Health Insurance	₹ 0.12
ix.	Reimbursement of ESOP Expenses	₹ 1.00
	Total	₹ 150.00
2	Details of the proposed transaction	The proposed omnibus transactions include a comprehensive mix of operational and financial arrangements with the company's subsidiary, Paras Anti-Drone, totaling an estimated value of ₹150 Crore. These encompass commercial lease arrangements (Rent and Security Deposit), financial support via Inter-Corporate Deposits (Loan/ICD) along with reciprocal Interest income, mutual trade of goods/services, corporate guarantee along with the fee receipts, and a strategic equity/ debt investment. These transactions are regular, repetitive, and entered into in the ordinary course of business at arm's length.
3	Tenure of the proposed transaction (tenure in number of years or months to be specified)	The transaction is proposed for a period of one year. An omnibus approval is being sought and will remain valid from this 17th AGM till next 18th AGM
4	Whether omnibus approval is being sought?	Yes. Omnibus approval is sought to facilitate routine and repetitive transactions during the year.
5	Value of the proposed transaction during a financial year. If the proposed transaction will be executed over more than one financial year, provide estimated break-up financial year-wise	Value of transactions for FY 2026-27 is ₹ 150 crore. Approval of the Members is being sought for material RPTs from this17th AGM till next 18th AGM.

Sr. No.	Particulars of the information	Details
6	Justification as to why the RPTs proposed to be entered into are in the interest of the listed entity	The transactions ensure operational continuity, cost efficiencies, and business synergy within the group. The mutual sale and purchase of goods/services expands market reach, while financial support via Loan/ICD, Corporate Guarantees, and strategic Investments ensures Paras Anti-Drone secures optimum liquidity for defense and Drone project execution. Since the financials of Paras Anti-Drone are consolidated, its financial strength directly enhances the consolidated top-line and bottom-line profitability of the listed entity, maximizing long-term shareholder value. The Company proposes to seek Members' approval at the 17th Annual General Meeting for related party transactions, including leasing of premises, loans/Inter-Corporate Deposits, corporate guarantees, investments and such other transactions, as may be required in the ordinary course of business and at arms' length basis. The proposed transactions are in the interest of the Company as they facilitate continuation of the existing business relationship, operational requirements and business objectives of the Company. Further, the pricing and terms of the proposed transactions are determined in the ordinary course of business and are at an arm's length basis.
7	Details of the promoter(s)/ director(s) / key managerial personnel of the listed entity who have interest in the transaction, whether directly or indirectly	None of the Promoters, Directors, or Key Managerial Personnel (KMPs) of the Company have any direct or indirect personal financial interest in these proposed transactions, except to the extent of their shareholding and directorship, as specified below.
a	Name of the director / KMP	a) Mr. Munjal Sharad Shah- Managing Director in Paras Defence, is also a Managing Director of Paras Anti-Drone b) Mrs. Shilpa Amit Mahajan, Whole-time Director of Paras Defence, is also a Director of Paras Anti-Drone c) Mr. Manmohan Handa - Independent Director of Paras Defence, is also an Independent Director of Paras Anti-Drone d) Mr. Suresh Katyal- Independent Director of Paras Defence, is also an Independent Director of Paras-Anti Drone e) Mr. Harsh Dhirendra Bhansali - Chief Financial Officer of Paras Defence, is also a Chief Financial Officer of Pars Anti-Drone
b	Shareholding of the director / KMP, whether direct or indirect, in the related party	a) Mr. Munjal Sharad Shah, Managing Director of Paras Defence, holds 1 share in Paras Anti-Drone on behalf of Paras Defence b) Mr. Harsh Dhirendra Bhansali, Chief Financial Officer (CFO) of Paras Defence, holds 101 shares of Paras Anti-Drone. c) Mr. Sharad Virji Shah, Chairman and Non-executive of Paras Defence, holds 101 shares of Paras Anti-Drone
8	A copy of the valuation or other external party report, if any, shall be placed before the Audit Committee.	NA
9	Other information relevant for decision making	All relevant information forms a part of this disclosure setting out requisite facts
B	Details for specific transactions	
B(1)	**Sale, purchase or supply of goods or services or any other similar business transactions and trade advances**	

Sr. No.	Particulars of the information	Details
1	Bidding or other process, if any, applied for choosing a party for sale, purchase or supply of goods or services	Bids were not invited since the transaction is an intra-group supply of goods/services intended to achieve operational efficiency, assured quality, and timely execution. The pricing and terms are at arm’s length and comparable to market benchmarks, and inviting bids would increase time and cost without providing additional benefit to the listed entity or its Subsidiary. Also, the transaction involves confidential business information, sensitive technology, and strategic know-how, where open bidding could compromise competitive positioning, or security considerations. The arrangement also supports improved Subsidiary performance, which positively impacts the consolidated financial results of the listed entity.
2	Basis of determination of price.	The price for transactions shall be determined at an arm's length basis, taking into account prevailing market rates and/or comparable quotations. The pricing and commercial terms of other related party transactions, including leasing of premises, loans, Inter-Corporate Deposits (ICDs), corporate guarantees, investments, and other transactions, shall be determined with reference to prevailing market conditions, applicable interest rates or pricing benchmarks, and comparable commercial terms, as applicable, to ensure that all such transactions are undertaken at an arm's length basis.
3	In case of Trade advance (of upto 365 days or such period for which such advances are extended as per normal trade practice), if any, proposed to be extended to the related party in relation to the transaction, specify the following:	
	a. Amount of Trade advance	As may be required from time to time under the purchase order(s), subject to the approved transaction limit.
	b. Tenure	Up to 365 days or such period as per normal trade practice.
	c. Whether same is self-liquidating?	Yes. The advance is self-liquidating and will be adjusted against future supplies/invoices.
B(2)	**Disclosure only in case of transactions relating to loans and advances (other than trade advances) or inter-corporate deposits given by the listed entity or its subsidiary**	
1	Source of funds in connection with the proposed transaction.	Internal Accruals
2	Where any financial indebtedness is incurred to give loan, inter-corporate deposit or advance, specify the following:	Not Applicable
a.	Nature of indebtedness	Not Applicable
b.	Total cost of borrowing	Not Applicable
c.	Tenure	Not Applicable
d.	Other details	Not Applicable
3	Rate of interest at which the listed entity or its subsidiary is borrowing from its bankers/ other lenders.	Not Applicable – The loan is proposed to be provided from internal accruals of the Company and no financial indebtedness has been incurred for providing such loan.
4	Proposed interest rate to be charged by listed entity or its subsidiary from the related party.	12%
5	Maturity / due date	On or before 31.03.2028
6	Repayment schedule & terms	The principal amount shall be repaid on the maturity date as specified above. Interest shall be paid along with the final repayment of the principal amount on the scheduled maturity date
7	Whether secured or unsecured?	Unsecured

Sr. No.	Particulars of the information	Details
8	If secured, the nature of security & security coverage ratio	Not Applicable
9	The purpose for which the funds will be utilized by the ultimate beneficiary of such funds pursuant to the transaction.	Working Capital Requirement
B(3)	**Disclosure only in case of transactions relating to investment made by the listed entity or its subsidiary**	
1	Source of funds in connection with the proposed transaction.	Internal Accruals
2	Where any financial indebtedness is incurred to make investment, specify the following:	Not Applicable
a.	Nature of indebtedness	Not Applicable
b.	Total cost of borrowing	Not Applicable
c.	Tenure	Not Applicable
d.	Other details	Not Applicable
3	Purpose for which funds shall be utilized by the investee company	The funds will be utilized by Paras Anti-Drone to fund long-term capital expenditure, manufacturing asset creation, and technological infrastructure upgrades.
4	Material terms of the proposed transaction	The investment will be up to a maximum cap, as mentioned above, in Equity Shares or convertible securities of Paras Anti-Drone from time to time, as may be strategically decided by the Board of Directors of the Company, depending on the operational and capital requirements of the subsidiary.
B(4)	**Disclosure only in case of guarantee (including performance guarantee in nature of security/contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee), surety, indemnity or comfort letter, by whatever name called, made or given by the listed entity or its subsidiary.**	
1	(a) Rationale for giving guarantee, surety, indemnity or comfort letter	The corporate guarantee is proposed to support the financial requirements of Paras Anti-Drone and facilitate access to necessary credit, working capital, or fund-based and non-fund-based borrowing facilities. The transaction will strengthen the subsidiary's operations and contribute to the overall growth and strategic objectives of the entities.
	(b) Whether it will create a legally binding obligation on listed entity?	Yes. The corporate guarantee will create a legally binding and enforceable financial obligation on Paras Defence, which will arise in the event of a payment default by Paras Anti-Drone and subsequent invocation of the guarantee by the lending bank or institution.
2	Material covenants of the proposed transaction including:	
	(i) commission, if any to be received by the listed entity or its subsidiary;	A guarantee fee/commission is proposed to be received by Paras Defence from Paras Anti-Drone for providing the corporate guarantee. The fee will be charged at an Arm's Length basis in accordance with applicable laws, GST provisions, and the Company's Related Party Transaction Policy.
	(ii) contractual provisions on how the listed entity or its subsidiary will recover the monies in case such guarantee, surety, indemnity or comfort letter is invoked.	In the event of invocation of the corporate guarantee and any payment being made by Paras Defence to the lender, Paras Defence shall have an absolute subrogation and indemnity right to recover all such amounts, along with any associated costs or interest, from Paras Anti-Drone in accordance with the underlying agreements and applicable contractual arrangements.
3	The value of obligations undertaken by the listed entity or any of its subsidiary, for which a guarantee, surety, indemnity or comfort letter has been provided by the listed entity or its subsidiary. Additionally, any provisions required to be made in the books of account of the listed entity or any of its subsidiary shall also be specified.	The maximum obligation of Paras Defence under the corporate guarantee shall be limited to the overall omnibus limit approved for this transaction, including the principal amount, accrued interest, and other charges specified under the guarantee agreement.
C	**Information to be provided only if a specific type of RPT mentioned below proposed to be undertaken is a material RPT and is in addition to Part A and B**	
C(1)	Disclosure only in case of transactions relating to any loans and advances (other than trade advances), inter-corporate deposits given by the listed entity or its subsidiary	

Sr. No.	Particulars of the information	Details
1	Latest credit rating of the related party	The subsidiary company does not carry an external standalone credit rating as it is a closely held company.
2	Default on borrowings, if any, over the last three financial years, by the related party from the listed entity or any other person and value of subsisting default.	Nil. The related party has not committed any defaults on borrowings from the Company or any other lenders during the last three financial years. There are no subsisting defaults.
	In addition, state the following:	
	a) Whether the account of the related party has been classified as a non-performing asset (NPA) by any of its bankers and whether such status is currently subsisting;	No. The accounts of the related party have not been classified as a non-performing asset (NPA) by any bank or financial institution.
	b) Whether the related party has been declared a “wilful defaulter” by any of its bankers and whether such status is currently subsisting;	No. The related party has not been declared a 'wilful defaulter' by any of its lending banks.
	c) Whether the related party is undergoing or facing any application for commencement of an insolvency resolution process or liquidation;	No. The related party is not undergoing, nor facing any legal application for, any insolvency resolution or liquidation process.
	d) Whether the related party, not being an MSME, suffers from any of the disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.	No. The related party does not suffer from any of the statutory disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.
	FY 2023-24	Nil
	FY 2024-25	Nil
	FY 2025-26	Nil
C(2)	Disclosure only in case of transactions relating to any investment made by the listed entity or its subsidiary	
1	Latest credit rating of the related party	The subsidiary company does not carry a standalone external credit rating, as a standalone rating is not applicable.
2	Whether any regulatory approval is required. If yes, whether the same has been obtained.	No external statutory or government approvals are required for this investment. The proposed transaction is subject entirely to internal corporate approvals under the Companies Act, 2013, and SEBI (LODR) Regulations, 2015, which are being obtained via the prior recommendation of the Audit Committee and the resolution placed before the members under this Notice.
C(3)	Disclosure only in case of transactions relating to any guarantee (including performance guarantee in nature of security/contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee), surety, indemnity or comfort letter, by whatever name called, made or given by the listed entity or its subsidiary	
1	If guarantee, performance guarantee (in nature of security/ contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee), surety, indemnity or comfort letter is given in connection with the borrowing by a related party, provide latest credit rating of the related party	Not Applicable. The Subsidiary company does not carry an external credit rating.
2	Details of solvency status and going concern status of the related party during the last three financial years:	
	FY 2025-2026	Solvent Going Concern
	FY 2024-2025	Solvent Going Concern
	FY 2023-2024	Solvent Going Concern
3	The value of obligations undertaken by the listed entity or any of its subsidiary, for which a guarantee, performance guarantee (in nature of security/contractual commitment or which could have an impact in monetary terms on the issuer of such guarantee) surety, indemnity or comfort letter has been provided by the listed entity or its subsidiary. Additionally, any provisions required to be made in the books of account of the listed entity or any of its subsidiary shall also be specified.	The maximum aggregate value of guarantee obligations undertaken by the Company is limited to the amount as mentioned above. Based on the strong financial viability of the Subsidiary, the probability of invocation is remote, and therefore no provisioning is required in the Company's books of account, the limit will be recorded as a standard contingent liability.
4	Default on borrowings, if any, over the last three financial years, by the related party from the listed entity or any other person.	
	In addition, state the following:	

Sr. No.	Particulars of the information	Details
	a) Whether the account of the related party has been classified as a non-performing asset (NPA) by any of its bankers and whether such status is currently subsisting;	Nil. The related party has committed no defaults on borrowings from the Company or any other external person during the last three financial years.
	b) Whether the related party has been declared a "wilful defaulter" by any of its bankers and whether such status is currently subsisting;	No. The related party has not been declared a 'wilful defaulter' by any of its lending banks.
	c) Whether the related party is undergoing or facing any application for commencement of an insolvency resolution process or liquidation;	No. The related party is not undergoing, nor facing any legal application for, any insolvency resolution or liquidation process.
	d) Whether the related party, not being an MSME, suffers from any of the disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.	No. The related party does not suffer from any of the statutory disqualifications specified under Section 29A of the Insolvency and Bankruptcy Code, 2016.
	FY 2025-2026	Nil
	FY 2024-2025	Nil
	FY 2023-2024	Nil
D	**Minimum Information to be provided to the shareholders for approval of Material RPTs**	
1	Information as placed before the Audit Committee in the format as specified in the RPT Industry Standards, to the extent applicable.	The comprehensive particulars and itemized transaction limits for the proposed transactions with Paras Anti-Drone Technologies Private Limited have been prepared in accordance with the RPT Industry Standards Framework (Parts A, B, and C).
2	Justification as to why the proposed transaction is in the interest of the listed entity, basis for determination of price and other material terms and conditions of RPT.	Please refer A(5)(6)
3	Disclose the fact that the Audit Committee has reviewed the certificates provided by the CEO/ Managing Director/ Whole Time Director/ Manager and CFO of the Listed Entity as required under the RPT Industry Standards.	Members are hereby informed that the Audit Committee has thoroughly reviewed and taken on record the statutory compliance certificates jointly issued and signed by the Managing Director and the Chief Financial Officer (CFO) of the Company.
4	Disclosure that the material RPT or any material modification thereto, has been approved by the Audit Committee and the Board of Directors recommends the proposed transaction to the shareholders for approval.	The proposed transactions with Paras Anti-Drone Technologies Private Limited was placed before the Audit Committee at its meeting held on August 07, 2026, where it received unanimous prior approval. Following this approval, the Board of Directors reviewed the strategic, operational, and commercial parameters of the framework, determined it to be in the best interest of the Company, and recommends the Resolution set out in Item No. 6 of this Notice for shareholder approval.
5	Provide web-link and QR Code, through which shareholders can access the valuation report or other reports of external party, if any, considered by Audit Committee while approving the RPT.	NA
6	The Audit Committee and Board of Directors, while providing information to the shareholders, can approve redaction of commercial secrets and such other information that would affect competitive position of listed entity and affirm that, in its assessment, the redacted disclosures still provides all the necessary information to the public shareholders for informed decision-making.	To protect the competitive position and industrial standing of the group within the sensitive defense sector, the Audit Committee and the Board of Directors have approved the redaction of proprietary engineering specifications, specialized component margin haircuts, and proprietary tech-blueprint pricing metrics. The Board and the Audit Committee explicitly affirm that these omissions are restricted to trade secrets, do not impact the total financial threshold boundaries being voted on, and that this disclosure package provides all material, relevant, and necessary facts to enable shareholders to make an informed decision-making choice.

Sr. No.	Particulars of the information	Details
7	Any other information that may be relevant	Interested Directors and Promoters shall completely recuse themselves from voting on this item. The transaction will be monitored and presented for a detailed compliance verification to the Audit Committee on a mandatory quarterly basis throughout the financial cycle. There is no other relevant governance or financial information required to be disclosed to the members.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 6 of this Notice, in relation to the details as stated above and thus the Board of Directors recommends the said Resolution for the approval of the members of the Company as an Ordinary Resolution.

None of the Directors and Key Managerial Personnel of the Company and their relatives are, in any way, concerned or interested, financially or otherwise, except to the extent of their Directorship and Shareholding, in the resolution set out at Item No. 6 of the Notice.

The Board recommends the Resolution set forth in Item No. 6 for the approval of the Members.

By the order of the Board of Directors
For **Paras Defence and Space Technologies Limited**

Minal Bhate
Company Secretary and Compliance Officer

Date: August 07, 2026
Place: Navi Mumbai

Registered Office:
D-112, TTC Industrial Area, MIDC, Nerul, Navi Mumbai – 400706
Tel. No. +91-22-6919 9999
Fax No. +91-22-6919 9990
E-mail: business@parasdefence.com
Website: www.parasdefence.com
CIN: L29253MH2009PLC193352

ANNEXURE - A

Details of re-appointment of Mrs. Shilpa Amit Mahajan, Whole-Time Director liable to retire by rotation at the AGM.

[Pursuant to Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SS-2, Secretarial Standard on General Meetings issued by The Institute of Company Secretaries of India]:

Name of Director	Mrs. Shilpa Amit Mahajan
DIN	01087912
Date of birth	November 09,1979
Age	46 Years
Date of first appointment on the Board	June 25, 2018
Qualification	Diploma in Interior Design
Experience	Mrs. Shilpa Amit Mahajan is the Whole-time Director of the Company, plays a pivotal role in shaping the vision and growth trajectory of the organization. Her extensive experience and leadership abilities have been central to driving the company's strategic initiatives. Since joining the Board on June 25, 2018, she has consistently demonstrated a deep understanding of the industry and the business landscape, which has helped steer the company through various phases of development and transformation. Her leadership extends beyond day-to-day operations, where her insights have been invaluable in making key decisions that align with the company's long-term goals. Over the years, she has played a significant role in the expansion of the company, identifying opportunities for growth, guiding successful projects, and ensuring that the company remains competitive in a dynamic market. With her exceptional blend of experience, commitment and vision, Mrs. Shilpa Amit Mahajan continues to be an integral part of the company's leadership team, driving the company towards greater success and sustainability in the industry.
Terms and conditions of appointment/re-appointment	Re-appointment in terms of Section 152(6) of the Companies Act, 2013.
Details of remuneration last drawn	₹ 32,00,000/- p.a.
Remuneration proposed to be paid	-
Shareholding in the Company as on date	11,52,150 (constituting 1.43% of the paid-up capital)
Relationship with other Directors / Key Managerial Personnel	-
Directorships in other companies as on date	Paras Anti-Drone Technologies Private Limited Paras Aerospace Private Limited Mechtech Thermal Private Limited Quantico Technologies Private Limited Paras Semiconductors Private Limited
Membership of Committees/ Chairmanship in other Companies	-
Number of Board meetings attended during the year	12

By the order of the Board of Directors
For **Paras Defence and Space Technologies Limited**

Minal Bhate
Company Secretary and Compliance Officer

Date: August 07, 2026
Place: Navi Mumbai

Registered Office:
D-112, TTC Industrial Area, MIDC, Nerul, Navi Mumbai – 400706
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