

VLS**VLS FINANCE LTD.**

Regd. Office : Ground Floor, 90, Okhla
Industrial Estate, Phase III, New Delhi-110020

Tel. : 91-11-46656666

Fax : 91-11-46656699

Email : vls@vlsfinance.com

Web : www.vlsfinance.com

CIN : L65910DL1986PLC023129

September 7, 2026

Listing Department,
BSE Ltd.,
Corporate Relation Department,
P.J. Towers, Dalal Street,
Fort, Mumbai – 400 001

Scrip Code: 511333

**Sub: Notice of the 39th Annual General Meeting along with the Annual Report
of the Company for the Financial Year 2025-26.**

Dear Sir/Madam,

In terms of Regulation 34 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, please find attached Notice of 39th Annual General Meeting ("AGM") along-with Annual Report of the Company for the Financial Year 2025-26. The AGM is scheduled to be held on 29/09/2026 at 3:30 p.m. through Video Conference ("VC") / Other Audio Visual Means ("OAVM"). You are requested to take it on record. The requisite filing of aforesaid through XBRL mode is being made separately.

Kindly acknowledge the receipt.

Thanking you,
For VLS Finance Limited

H. Consul ✓
Company Secretary
M. No. A11183



Encl: As above

- Copy to:
- 1) The National Stock Exchange of India Ltd., Exchange Plaza, 5th Floor Plot No. C/1, G-Block, Bandra Kurla Complex, Bandra (E), Mumbai-400051
 - 2) The Calcutta Stock Exchange Association. Ltd., 7, Lyons Range, Kolkata- 700 001

Scrip Code:
VLSFINANCE

032019

VLS FINANCE LIMITED
Regd. Office: - Ground Floor, 90, Okhla Industrial Estate, Phase-III, New Delhi-110020
CIN: L65910DL1986PLC023129, E-mail: vls@vlsfinance.com,
Website: www.vlsfinance.com
Ph: 011-4665 6666

NOTICE of 39th Annual General Meeting (“AGM”)

NOTICE is hereby given that the 39th Annual General Meeting of the Members of **VLS FINANCE LIMITED** will be held on Tuesday, 29th September 2026 at 3.30 P.M. through Video Conferencing (‘VC’) / Other Audio-Visual Means (‘OAVM’) to transact the following business:

ORDINARY BUSINESS:

Item no. 1 – Adoption of financial statements

To receive, consider and adopt the audited financial statements of the Company both standalone and the consolidated financial statements for the financial year ended March 31, 2026 and the reports of the Board of Directors (“the Board”) and Auditors thereon.

Item no. 2 – Declaration of dividend

To approve a Final dividend of Rs. 1.50 per equity share for the financial year ended March 31, 2026.

Item no. 3:

To appoint a Director in place of Shri Keshav Tandan - (DIN: 10450801) who retires by rotation and being eligible, offers himself for re-appointment.

SPECIAL BUSINESS:

Item no. 4:

To consider and if thought fit, to pass the following resolution with or without modification(s) for appointment of Shri Dinesh Kumar Mehrotra (DIN: 00142711) as a Non-Executive Non -Independent Director of the Company as a

Special Resolution:

“**RESOLVED THAT** Shri Dinesh Kumar Mehrotra (DIN: 00142711) aged about 73 years, who was appointed as an Additional Director by the Board of Directors concurring to the recommendation of Nomination and Remuneration Committee, in the category of Non-Executive, Non-Independent Director of the Company w.e.f. 11/08/2026 in terms of Section 161(1) read with Section 149, 152, 178 of the Companies Act, 2013 and other applicable regulations and in respect of whom, a notice under Section 160 of the Act, has been received from a member proposing his candidature for the office of Director, be and is hereby appointed as Director in the category of Non-Executive, Non-Independent Director, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorised to do all such acts, deeds and things as may be considered necessary to give effect to aforesaid resolution including delegation of requisite power to any person(s) or committee of Board with power to further delegate to one or more officer(s) /Person.”

Item no. 5:

To approve revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company.

To consider and if thought fit, to pass the following resolution as **Special Resolution:**

“**RESOLVED THAT** pursuant to the provisions of Sections 197, 203 read with Schedule V of the Companies Act, 2013 as amended and other applicable laws, subject to such approvals, permission and sanctions, if any, as may be required, the consent of the Company be and is hereby accorded to the revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company and the revised remuneration package of Shri Suresh Kumar Agarwal – Managing Director shall be as under:

a. Salary

Basic salary of Rs. 4,35,900/- (Rupees Four Lacs Thirty Five Thousand Nine Hundred Only) per Month.

b. Perquisites

In addition to the aforesaid salary, the Managing Director will be entitled to the following Perquisites:

- i. HRA/ Leased Accommodation: Rs. 1,27,641/- (Rupees One Lac Twenty Seven Thousand Six Hundred Forty One Only) per Month.

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- ii. Leave Travel Concession: For the Managing Director and his family incurred not exceeding Rs. 24,000/- (Rupees Twenty Four Thousand only) per annum as per rules of the Company.
- iii. Reimbursement of expenses for Books and Periodicals upto Rs. 6,570/- (Rupees Six Thousand Five Hundred Seventy only) per Month.
- iv. Reimbursement of secretarial services upto Rs.19,000/- (Rupees Nineteen Thousand only) per Month.
- v. Reimbursement of expenses for Business Promotion upto Rs. 8,500/- (Rupees Eight Thousand Five Hundred only) per Month.
- vi. Provident Fund, Gratuity payable, entitlement & encashment of leave, bonus and other benefits as per rules of the Company.
- vii. Facility of Chauffeur driven car for use on Company's business as per rules of the Company.
- viii. Facility of Telephones or provision of similar equipment/facilities for official purpose will be free & not to be considered as perquisites except that the charges for personal long distance calls will be billed by Company to the Managing Director as per rules of the Company.

Explanation: 'Family' for the purpose of this clause means Family as defined in Income Tax Act or other applicable regulation(s) from time to time subject to rules of the Company.

- c. **Sitting Fees:-** The Managing Director shall not be paid any sitting fees for attending the meeting of the Board of Directors or Committee thereof from the date of his appointment.

All other terms and conditions of service as contained in the agreement dated 27/05/2025 entered into between the Company and the Managing Director will remain unchanged.

RESOLVED FURTHER THAT the aforesaid revision in remuneration shall be effective from 1st April, 2026, for residual period of appointment of Managing Director unless enhanced during the intervening period, in accordance with applicable provisions of Companies Act, 2013 and/or other law(s), for the time being in force.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to vary and/or revise upwards the remuneration of the Managing Director within the permissible limits under the provisions of the Companies Act, 2013 or any statutory amendment/modification thereof, from time to time, to take all necessary steps in this regard in order to comply with all the legal, procedural and other formalities to settle any question or difficulty in connection therewith or incidental thereto and to do all such things, deeds and acts including delegation of powers herein to any person/committee as may be deemed necessary or expedient for giving effect to said revision and in case it is required to obtain the consent of Company in this regard, to the end and intent, then it shall be deemed to have been accorded expressly by authority of this resolution."

Item no. 6:

To approve revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) –Director-Finance & CFO of the Company.

To consider and if thought fit, to pass the following resolution as **Special Resolution**:

"**RESOLVED THAT** pursuant to the provisions of Sections 197, 203 read with Schedule V of the Companies Act, 2013 as amended and other applicable laws, subject to such approvals, permissions and sanctions, if any, as may be required, the consent of the Company be and is hereby accorded to the revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) - Director-Finance & CFO of the Company and the revised remuneration package of Shri Kishan Kumar Soni - Director-Finance & CFO shall be as under:

a. Salary

Basic salary of Rs. 4,31,900/- (Rupees Four Lacs Thirty One Thousand Nine Hundred Only) per Month.

b. Perquisites

In addition to the aforesaid salary, the Director-Finance & CFO will be entitled to the following Perquisites:

- i. HRA/ Leased Accommodation: Rs. 1,07,961/- (Rupees One Lac Seven Thousand Nine Hundred Sixty One Only) per Month.
- ii. Leave Travel Concession: For the Director-Finance & CFO and his family incurred not exceeding Rs. 24,000/- (Rupees Twenty Four Thousand only) per annum as per rules of the Company.
- iii. Reimbursement of expenses for Books and Periodicals upto Rs. 5,660/- (Rupees Five Thousand Six Hundred Sixty only) per Month.
- iv. Reimbursement of secretarial services upto Rs. 19,000/- (Rupees Nineteen Thousand only) per Month.

VLS FINANCE LIMITED

- v. Reimbursement of expenses for Business Promotion upto Rs. 8,500/- (Rupees Eight Thousand Five Hundred only) per Month.
- vi. Provident Fund, Gratuity payable, entitlement & encashment of leave, bonus and other benefits as per rules of the Company.
- vii. Facility of Chauffeur driven car for use on Company's business as per rules of the Company.
- viii. Facility of Telephones or provision of similar equipment/facilities for official purpose will be free & not to be considered as perquisites except that the charges for personal long distance calls will be billed by Company to the Director-Finance & CFO as per rules of the Company.

Explanation: 'Family' for the purpose of this clause means Family as defined in Income Tax Act or other applicable regulation(s) from time to time subject to rules of the Company.

c. Sitting Fees:- The Director-Finance & CFO shall not be paid any sitting fees for attending the meeting of the Board of Directors or Committee thereof from the date of his appointment.

All other terms and conditions of service as contained in the agreement dated 27/05/2025 entered into between the Company and Director-Finance & CFO will remain unchanged.

RESOLVED FURTHER THAT the aforesaid revision in remuneration shall be effective from 1st April 2026, for residual period of appointment of Director-Finance & CFO, unless enhanced during the intervening period, in accordance with applicable provisions of Companies Act, 2013 and/or other law(s), for the time being in force.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to vary and/or revise upwards the remuneration of the Director Finance & CFO within the permissible limits under the provisions of the Companies Act, 2013 or any statutory amendment/modification thereof, from time to time, to take all necessary steps in this regard in order to comply with all the legal, procedural and other formalities to settle any question or difficulty in connection therewith or incidental thereto and to do all such things, deeds and acts including delegation of powers herein to any person/committee as may be deemed necessary or expedient for giving effect to said revision and in case it is required to obtain the consent of Company in this regard, to the end and intent, then it shall be deemed to have been accorded expressly by authority of this resolution."

Item no. 7:

To approve revision in remuneration of Shri Keshav Tandan (DIN:10450801) – Executive Director of the Company.

To consider and if thought fit, to pass the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT pursuant to the provisions of Sections 197, 203 read with Schedule V of the Companies Act, 2013 as amended and other applicable laws, subject to such approvals, permission and sanctions, if any, as may be required, the consent of the Company be and is hereby accorded to the revision in the remuneration of Shri Keshav Tandan (DIN: 10450801) - Executive Director of the Company ('VLS') and the revised remuneration package of Shri Keshav Tandan - Executive Director shall be as under:

a. Salary

Basic salary of Rs. 3,36,225/- (Rupees Three Lacs Thirty Six Thousand Two Hundred Twenty Five only) per Month.

b. Perquisites

In addition to the aforesaid salary, the Executive Director will be entitled to the following Perquisites:

- i. HRA/ Leased Accommodation: Rs. 2,89,289/- (Rupees Two Lac Eighty Nine Thousand Two Hundred Eighty Nine only) per Month.
- ii. Leave Travel Concession: For the Executive Director and his family incurred not exceeding Rs. 6,580/- (Rupees Six Thousand Five Hundred Eighty only) per Month as per rules of the Company.
- iii. Provident Fund, Gratuity payable, entitlement & encashment of leave, bonus and other benefits as per rules of the Company provided that where service period is less than 5 years from the date of his appointment as President- Alternate Investments, the amount equivalent to gratuity for such period computed as per Payment of Gratuity Act, 1972 will be paid to him upon leaving the services of Company as Ex-Gratia.
- iv. Facility of Chauffeur driven car for use on Company's business as per rules of the Company.
- v. Facility of Telephones or provision of similar equipment/facilities for official purpose will be free & not to be considered as perquisites except that the charges for personal long distance calls will be billed by Company to the Executive Director as per rules of the Company.

Explanation: 'Family' for the purpose of this clause means Family as defined in Income Tax Act or other applicable regulation(s) from time to time subject to rules of the Company.

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c. Sitting Fees:-The Executive Director shall not be paid any sitting fees for attending the meeting of the Board of Directors or Committee thereof from the date of his appointment.

d. All other terms and conditions of his appointment will remain unchanged.

RESOLVED FURTHER THAT the aforesaid revision in remuneration shall be effective from 1st April 2026 for residual period of appointment of Executive Director, unless enhanced during the intervening period, in accordance with applicable provisions of Companies Act, 2013 and/or other law(s), for the time being in force.

RESOLVED FURTHER THAT the Board of Directors be and is hereby authorized to vary and/or revise upwards the remuneration of the Executive Director within the permissible limits under the provisions of the Companies Act, 2013 or any statutory amendment/modification thereof, from time to time, to take all necessary steps in this regard in order to comply with all the legal, procedural and other formalities to settle any question or difficulty in connection therewith or incidental thereto and to do all such things, deeds and acts including delegation of powers herein to any person/committee as may be deemed necessary or expedient for giving effect to said revision and in case it is required to obtain the consent of Company in this regard, to the end and intent, then it shall be deemed to have been accorded expressly by authority of this resolution."

By order of the Board
for VLS Finance Limited

Place: New Delhi
Date: 11/08/2026

H. Consul
Company Secretary
M. No. A11183

NOTES:

1. An Explanatory Statement pursuant to Section 102 of the Companies Act, 2013, ('the Act') relating to the Special Business to be transacted at the Annual General Meeting ('AGM') is annexed hereto and form part of this notice. The Board of Directors have considered and decided to include the Item No. 4 to 7 as Special Business in the forthcoming AGM, as they are unavoidable in nature. The details pursuant to Regulation 36(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 forms part of this notice.
2. The Ministry of Corporate Affairs ('MCA'), vide its General Circular Nos. 03/2025 dated September 22, 2025; Circular No. 09/2024 dated 19/09/2024; Circular No. 09/2023 dated 25/09/2023 read with Circular No. 10/2022 dated 28/12/2022; Circular No. 02/2022 dated 05/05/2022, Circular No. 21/2021 dated 14/12/2021; Circular No. 19/2021 dated 08/12/2021; Circular No. 02/2021 dated 13/01/2021, Circular no. 20/2020 dated 5/05/2020 and subsequent circulars issued in this regard, (collectively referred to as 'MCA Circulars') has permitted the holding of the AGM through Video Conferencing ('VC') or through Other Audio-Visual Means ('OAVM'), without the physical presence of the Members at a common venue. Further, Securities and Exchange Board of India ('SEBI'), vide its Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11, SEBI/HO/CFD/CMD2/CIR/P/2022/62, SEBI/HO/CFD/PoD2/P/CIR/2023/4, SEBI/HO/CFD/CFDPoD2/P/CIR/2023/167 and SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated 12/05/2020, 15/01/2021, 13/05/2022, 05/01/2023, 07/10/2023 and 03/10/2024 respectively ('SEBI Circulars') and other applicable circulars issued in this regard, have provided relaxations from compliance with certain provisions of the SEBI Listing Regulations and has allowed the Listed Entities to conduct the AGM through Video Conferencing ('VC') or Other Audio Visual Means ('OAVM') without physical presence of members at common venue till 30/09/2026. In accordance with the said circulars of MCA, SEBI and applicable provisions of the Act and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), the 39th AGM of the Company shall be conducted through VC/OAVM. The National Securities Depositories Limited ('NSDL') will be providing facility for voting through remote e-voting, for participation in the AGM through VC/OAVM facility and e-voting during the AGM. Hence, the members can participate in AGM through VC/OAVM only. The procedure for participating in the meeting through VC / OAVM is explained at Note No. 8 herein. The Company in due course will also publish an advertisement in the Financial Express in English and Jansatta in Hindi containing the details about AGM viz. date and time of AGM, E-voting schedule, availability of Notice and Annual Report etc.
3. As the AGM shall be conducted through VC / OAVM, the facility for appointment of Proxy by the Members is not available for this AGM and hence the Proxy Form and Attendance Slip including Route Map are not annexed to this Notice. In accordance with Secretarial Standard - 2 on General Meetings issued by ICSI read with clarification / guidance thereon, the proceedings of AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue for the AGM. The term 'member' or 'shareholder' appearing anywhere herein refers to person whose name stands in register of members of the Company on the relevant date. Further, the term 'PAN' or PAN Card means 'PAN' Linked to Aadhar, wherever applicable and copy of Aadhar refers to copy of masked Aadhar i.e. where its number has been masked except for 4 digits.
4. The Company has fixed Friday, 18th September 2026 as the 'Record Date' for determining entitlement of members to receive dividend for the F.Y. 2025-26, if approved at the AGM. Those members whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the Record Date shall be entitled for the dividend. The said record date is also the cut off date for the purpose of e-voting process in the 39th AGM.

ELECTRONIC DISPATCH OF ANNUAL REPORT AND PROCESS FOR REGISTRATION OF EMAIL ID FOR OBTAINING COPY OF ANNUAL REPORT:

5. Continuing with relaxation given vide General Circular Nos. 03/2025 dated September 22, 2025 Circular Nos. 09/2024 dated 19/09/2024; Circular No. 09/2023 dated 25/09/2023 read with Circular No. 10/2022 dated 28/12/2022, Circular No. 02/2022 dated 05/05/2022, Circular No. 21/2021 dated 14/12/2021; Circular No. 19/2021 dated 08/12/2021; Circular No. 02/2021 dated 13/01/2021, Circular no. 20/2020 dated 05/05/2020 issued by MCA and Circular Nos. SEBI/HO/CFD/CMD1/CIR/P/2020/79, SEBI/HO/CFD/CMD2/CIR/P/2021/11, SEBI/HO/CFD/ CMD2/CIR/P/2022/62, SEBI/HO/CFD/PoD-2/P/CIR/2023/4, SEBI/HO/ CFD/CFD-PoD2/P/CIR/ 2023/167 and SEBI/HO/CFD/CFD-PoD-2/P/CIR/2024/133 dated May 12, 2020, January 15, 2021, May 13, 2022, January 5, 2023, October 7, 2023 and October 3, 2024 respectively issued by SEBI, the dispatching of physical copies of the financial statements (including Report of Board of Directors, Auditor's report or other documents required to be attached therewith) for the year 2025-26, had been dispensed with and such statements including the Notice of AGM are to be sent in electronic mode only, to Members whose e-mail address is registered with the Company or the depositories, as per records of the Company on the date of sending the documents. In accordance with Regulation 36(1)(b) of the Listing Regulations, a letter containing the weblink and the path for accessing the Annual Report for financial year 2025-26 is being sent to those members who have not registered their email address with the Company / RTA / Depository Participants. The Physical copy of Notice and/or Annual Report will be sent on request of the Member.

Attention of members is also invited to the Ministry of Corporate Affairs "Green Initiative in the Corporate Governance" by allowing paperless compliances by the Companies and it has been clarified through circulars that service of notice/ documents including Annual Report can be made by e-mail or other electronic means to its members for compliance of relevant provisions of the Act. To support this green initiative of the Government in full measure, members who have not registered their e-mail address so far are requested to register their email address as per procedure enumerated hereinafter.

6. Members holding shares in physical mode and who have not updated their email addresses with the Company are requested to update their email addresses by writing to the Company at its registered office or email at vls@vlsfinance.com followed by physical copy of the signed request in Form ISR-1 besides updating other information as per SEBI's directive no. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated 16/03/2023, if not done already. Please refer clause 42 herein for details.

Members holding shares in dematerialised mode are requested to register / update their email addresses in their securities account through relevant Depository Participant. In case of any queries / difficulty in registering the e-mail address, Members may write to vls@vlsfinance.com or hconsul@vlsfinance.com.

7. This Notice of AGM along with Annual Report for the financial year 2025-26, is available under the head: Investor Relation on the website of the Company at www.vlsfinance.com (Weblink: <https://vlsfinance.com/annual-reports/>), and had been sent for dissemination on the website of concerned Stock Exchanges i.e. BSE Limited, National Stock Exchange of India Limited, The Calcutta Stock Exchange Ltd. and on the website of NSDL at www.evoting.nsdl.com.

PROCEDURE FOR JOINING THE AGM THROUGH VC / OAVM:

8. Members will be provided with a facility to attend the AGM through VC / OAVM through the NSDL e-voting system. Members may access the same at <https://www.evoting.nsdl.com> under Members login by using the remote e-voting credentials. The link for VC / OAVM will be available in Members login where the EVEN of Company will be displayed. You are requested to click on VC/OAVM link placed under Join General Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the Members who do not have the User ID and Password for e-voting or have forgotten the User ID and Password may retrieve the same by following the remote e-voting instructions mentioned in Note No. 20 herein. Further Members can also use the OTP based login for logging into the e-voting system of NSDL.
9. For convenience of the Members and proper conduct of AGM, Members can login and join 15 (Fifteen) minutes before the time scheduled for the AGM and facility to join shall be kept open throughout the proceedings of AGM.
10. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, 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.
11. Members who need assistance before or during the AGM with use of technology, can send a request at evoting@nsdl.co.in or use Toll free no.: 1800-1020-990, 022-48867000.
12. Institutional Members are encouraged to attend and vote at the AGM through VC / OAVM. Any Institutional Member, facing issues for participating in AGM can write to vls@vlsfinance.com or investor.services@rcmcldelhi.com. Corporate and institutional shareholders (companies, trusts, societies etc.) are required to send a scanned copy (in PDF/JPG format) of the relevant Board Resolution/ appropriate authorisation, with the specimen signature(s) of the authorized signatory (ies) duly attested, to the Scrutinizer through e-mail aaggarwal_cs@yahoo.com or vls@vlsfinance.com with a copy marked to NSDL's e-mail ID evoting@nsdl.co.in.
13. Please note that participants connecting from Mobile devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio / Video loss due to fluctuation in their respective network. It is therefore recommended to use stable Wi-Fi or LAN connection to mitigate any kind of aforesaid glitches.

14. Members attending the AGM through VC / OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act.

PROCEDURE TO RAISE QUESTIONS / SEEK CLARIFICATIONS WITH RESPECT TO ANNUAL REPORT:

15. Shareholders whose names are recorded in the Register of Members or in the Register of Beneficial Owners maintained by the Depositories as on the record date which is also the cutoff date, i.e., Friday, 18th September 2026 shall be entitled to avail the facility of remote e-voting as well as e- voting system on the date of the AGM. Any recipient of the Notice, who has no voting rights as on the Cut-off date, may treat this Notice of AGM for information purpose only.
16. As the AGM is being conducted through VC / OAVM, for the smooth conduct of proceedings of the AGM, Members holding shares as on cut-off date are encouraged to express their views / send their queries in advance mentioning their name, securities account number / folio number, email id, mobile number at vls@vlsfinance.com. Questions / queries received by the Company between 9.00 a.m. on Tuesday, 22nd September 2026 to Thursday, 24th September 2026 till 5.00 p.m. shall only be considered and responded during the AGM.
17. Members holding shares as on cut-off date who would like to express their views or ask questions during the AGM may register themselves as a speaker by sending their request from their registered email address to vls@vlsfinance.com mentioning their name, DP ID and Client ID/folio number, PAN, mobile number between 9.00 a.m. on Tuesday, 22nd September 2026 to Thursday, 24th September 2026 till 5.00 p.m. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting. Members will be provided a queue number/speaker number before the meeting. Members are requested to wait for their turn to be called by Chairman of the meeting during Question and Answer session and adhere to time limit announced at the meeting. Due to limitation of time for transmission and coordination at AGM, the Question and Answer session may be curtailed by the Chairman of the meeting.
18. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate for smooth conduct of the AGM.

PROCEDURE FOR REMOTE E-VOTING AND E-VOTING DURING THE AGM:

19. Pursuant to Section 108 of the Act, Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended and Regulation 44 of Listing Regulations, the Company is pleased to provide the facility to Members to exercise their right to vote on the resolutions proposed to be passed at AGM by electronic means. Members may cast their votes on electronic voting system from any place (remote e-voting). The remote e-voting period will commence at 9.00 a.m. on Saturday 26/09/2026 and end at 5.00 p.m. on Monday 28/09/2026. The remote e-voting facility will be disabled by NSDL for voting thereafter. In addition, the facility for voting through electronic voting system shall also be made available during the AGM. Members attending the AGM who have not cast their vote by remote e-voting shall be eligible to cast their vote through e-voting during the AGM. Members who have voted through remote e-voting shall be eligible to attend the AGM; however, they shall not be eligible to vote at the meeting. Members holding shares in physical form are requested to access the remote e-voting facility provided by the Company through NSDL e-voting system at <https://www.evoting.nsdl.com/>. The e-voting module on the day of the AGM shall be disabled by NSDL for voting, 15 minutes after the conclusion of the meeting.

THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING GENERAL MEETING ARE AS UNDER:

20. **How do I vote electronically using NSDL e-Voting system?**

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

Step 1: Access to NSDL e-Voting system

A) Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode

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

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., verification code and generate OTP. Enter the OTP received on registered email/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting web page of NSDL for casting your vote during the remote e-Voting period. 2. Existing IDeAS user can visit the e-Services website of NSDL viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section, this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 3. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 4. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number held with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
	5. Shareholders/Members can also download NSDL Mobile App "NSDL Speede" facility by scanning the QR code mentioned below for seamless voting experience. NSDL Mobile App is available on 
Individual Shareholders holding securities in demat mode with CDSL	1. Existing users who have opted for Easi / Easiest, they can login through their user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are https://web.cdslindia.com/myeasi/home/login or www.cdslindia.com and click on New System Myeasi. 2. After successful login of Easi/Easiest the user will be also able to see the E Voting Menu. The Menu will have links of all e-Voting service provider ('ESP') including NSDL. Click on NSDL to cast your vote. 3. If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasi/Registration/EasiRegistration 4. Alternatively, the user can directly access e-Voting page by providing demat Account Number and PAN No. from a link in www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the demat Account. After successful authentication, user will be provided links for the respective ESP i.e. NSDL where the e-Voting is in progress.
Individual Shareholders (holding securities in demat mode) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. Upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

Important note: Members who are unable to retrieve User ID/ Password are advised to use Forget User ID and Forget Password option available at abovementioned website.

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

Login type	Helpdesk details
Securities held with NSDL	Please contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 1800 102 0990 and 1800 22 4430
Securities held with CDSL	Please contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at 022-62343625; 022-62343626; 022-62343259

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

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

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

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

4. Your User ID details are given below:

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

5. Password details for shareholders other than Individual shareholders are given below:
 - a) If you are already registered for e-Voting, then you can use your existing password to login and cast your vote.
 - b) If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
 - c) How to retrieve your 'initial password'?
 - (i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.
 - (ii) If your email ID is not registered, please follow steps mentioned below in **process for those shareholders whose email ids are not registered.**
6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:
 - a) Click on "**Forgot User Details/Password?**" (If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.
 - b) **Physical User Reset Password?** (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.
 - c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.co.in mentioning your demat account number/folio number, your PAN, your name and your registered address etc.
 - d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.
7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.
8. Now, you will have to click on "Login" button.
9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.
2. Select "EVEN 141483" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join General Meeting".
3. Now you are ready for e-Voting as the Voting page opens.
4. Voting has to be done for each item of Notice separately. If you do not desire to cast your vote on specific item and leave it without marking choice i.e. 'For' or 'Against' then it will be treated as abstained. The option for choosing enblock 'Assent' or 'Dissent' will also be available.
5. Cast your vote by selecting appropriate options i.e., assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.
6. Upon confirmation, the message "Vote cast successfully" will be displayed.
7. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.
8. Once you confirm your vote on the resolution, you will not be allowed to modify your vote. Members holding multiple folios/securities (demat) account shall choose the voting process separately for each folio/securities account.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to aaggarwal_cs@yahoo.com or vls@vlsfinance.com with a copy marked to evoting@nsdl.co.in. The copy of Board Resolution /Authority Letter can also be uploaded by clicking "upload Bboard Resolution / Authority Letter" displayed under e-voting tab in the login.
2. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on toll free no.: 1800 1020 990 and 1800 22 44 30 or send a request to any of the officials as per note no. 11 herein at evoting@nsdl.co.in.

Process for those shareholders whose email ids are not registered with the depositories for procuring user id and password and registration of e mail ids for e-voting for the resolutions set out in this notice:

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self-attested scanned copy of masked Aadhar Card) by email to vls@vlsfinance.com.
2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of masked Aadhar Card) to vls@vlsfinance.com. If you are an Individual shareholder holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode.
3. Alternatively, shareholder/members may send a request to evoting@nsdl.co.in for procuring user id and password for e-voting by providing above mentioned documents.
4. In terms of SEBI circular dated December 9, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

THE INSTRUCTIONS FOR MEMBERS FOR e-VOTING ON THE DAY OF THE AGM ARE AS UNDER:

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

The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.

21. In case of joint holders, any or all of the holders may attend the meeting though the login provided for relevant folio/ securities account because separate login for each joint holder is not permitted. The voting can also be done only once i.e. one time irrespective of number of joint holders for such folio/ securities account by any of the joint holders.

22. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "[Forgot User Details/Password?](#)" or "[Physical User Reset Password?](#)" option available on www.evoting.nsdl.com to reset the password.
23. In terms of provisions of Sections 108 and 109 of the Companies Act, 2013('the Act') read with Rules 20 and 21 of Companies (Management and Administration) Rules, 2014 and Regulation 44 of the listing regulations for votes cast through remote e-voting and by e-voting at AGM on the business to be transacted in AGM of the Company on 29/09/2026, the Board of Directors of the Company has appointed Shri Ashutosh Aggarwal (M. No. A9972 and CoP No. 7467) of A. Aggarwal & Associates - Company Secretaries to act as the Scrutinizer. Shri Ashutosh Aggarwal has consented to act as Scrutinizer for conducting voting process in fair and transparent manner. The Company has engaged the services of National Securities Depository Limited (NSDL) for facilitating voting by electronic means and the business may be transacted through e-voting services provided by National Securities Depository Limited (NSDL). The scrutinizer after completion of scrutiny of the voting (Votes casted through remote e-voting prior to AGM and votes casted during AGM) shall submit a consolidated scrutinizer report of votes cast in favour or against for each items of notice to the chairman of the meeting or in his absence to the Managing Director or in his absence to the Director - Finance & CFO of the Company who shall countersign the same and declare the result not later than 2 working days from the conclusion of AGM. The resolutions set out in this notice shall be deemed to have been passed on the date of AGM subject to requisite number of votes in favour of resolution.
24. The results of the electronic voting upon declaration shall be disseminated forthwith to the concerned Stock Exchanges. The results along with the Scrutinizer's Report, shall also be placed on the website of the Company at www.vlsfinance.com and at the registered office of the company.

PROCEDURE FOR INSPECTION OF DOCUMENTS:

25. All the documents referred to in the accompanying Notice and Explanatory Statements, shall be available for inspection through electronic mode or at the registered office of the Company on all working days between 11.00 a.m. to 1.00 p.m. upto the date of AGM. Request for inspection may be sent on vls@vlsfinance.com.
26. During the AGM, the Register of Directors and Key Managerial Personnel and their Shareholding maintained under Section 170 of the Act and the Register of Contracts or arrangements in which Directors are interested under Section 189 of the Act shall be available for inspection electronically upon login at NSDL e-voting system at <https://www.evoting.nsdl.com>.

DIVIDEND RELATED INFORMATION:

27. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on the Record date will be paid the Dividend for the financial year ended 31st March, 2026, as recommended by the Board on or before 28/10/2026, if approved at the AGM. The payment of Dividend can be done by way of Electronic mode only and no dividend will be paid by way of warrants, demand draft, cheque etc. as per SEBI Circular no. SEBI/HO/MIRSD/MIRSD-PoD-1/P/CIR/2023/37 dated March 16, 2023.
28. Members holding shares in demat form are hereby informed that bank particulars registered with their respective Depository Participants, with whom they maintain their demat accounts as on cutoff date, will be used by the Company for the payment of dividend. The Company or its Registrar cannot act on any request received directly from the Members holding shares in demat form for any change of bank particulars. Such changes are to be intimated only to the Depository Participant(s) of the Members. Members holding shares in demat form are requested to intimate any change in their address and / or bank mandate immediately to their Depository Participants and also ensure that complete and correct updation is done by concerned depository participant before Record date. If the Bank details are not updated with Depository Participants and company's request for payment of electronic mode is returned due to incomplete bank details of payee then no demand draft/warrant will be issued to the members in lieu thereof. The dividend will be released on request of member through electronic mode only after bank details have been updated in relevant demat account.
29. Members holding shares in physical form are requested to intimate any change of address and/or bank mandate in Form ISR-1 to M/s. RCMC Share Registry Pvt. Ltd., Registrar and Share Transfer Agent of the Company or Corporate Secretarial Department of the Company by sending a scanned copy thereof on email to Company at vls@vlsfinance.com or its Registrar and Transfer agent at investor.services@rcmcdelhi.in followed by physical copy thereof. It is advisable to update all information sought as per SEBI directive dated 16/03/2023 in prescribed format to facilitate servicing to members by the Company. The format is available on the website of the Company and can also be obtained by sending email at vls@vlsfinance.com. Please refer clause 42 herein for details.
30. Members may note that pursuant to the provisions of the Income-tax Act, 2025, as amended by the Finance Act, 2026 ("Income-tax Act"), dividend income is taxable in the hands of the Members and the Company is required to deduct tax at source ("TDS") from the dividend payable to the Members at the applicable rates. Since the dividend for the Financial Year 2025-26, if declared by the Members, will be paid during the Tax Year 2026-27, the provisions of the Income-tax Act, 2025 shall apply.

The Company shall determine and deduct TDS at the applicable rates based on the residential status, PAN and other relevant information/documents available with the Company / Registrar and Share Transfer Agent ("RTA") / Depository Participants as on the relevant record date subject to valid requests received within time stated hereinafter for not deducting tax at source/ deduction at lower rate or other exemption in prescribed format.

Members are therefore requested to ensure that their valid PAN, residential status and other relevant details are updated with the Company/RTA, in case of shares held in physical form, and with their respective Depository Participant, in case of shares held in dematerialised form.

• **FOR RESIDENT SHAREHOLDERS:**

Tax will be deducted at source ("TDS") under Section 393(1) [Table: S. No. 7] of the Act, @10% on the amount of dividend payable, unless exempt under any of the provisions of the Act. However, in case of individuals, TDS would not apply if the aggregate of total dividend distributed to them by the Company during the Tax year 2026-27 does not exceed Rs.10,000 (Rupees Ten Thousand only). Tax at source will also not be deducted in cases where a shareholder provides duly signed Form No. 121 (including individuals above the age of 60 years), provided that the eligibility conditions are met. Blank Form No.121 can be downloaded from the website of the Company viz. www.vlsfinance.com. The CBDT has revised Form 121, incorporating additional disclosures. Accordingly, shareholders are requested to carefully review the revised requirements and ensure that all columns are duly completed in the updated Form 121. Further, shareholders are required to fully complete Part-A (including the declaration therein) and Part-B as per instructions therein. The Company may reject the forms submitted, if not filled up correctly. NIL / lower tax will be deducted on dividend payable to the following categories of resident shareholders, on submission of self-declarations:

- i. Insurance companies: Declaration (refer format in Annexure-A) that the provisions of Section 393(4) [Table:S.No.10] of the Act are applicable, along with self-attested copy of registration certificate and PAN card;
- ii. Mutual Funds: Declaration (refer format in Annexure-A) by the mutual fund as specified under Schedule VII [Table: Sl. No. 20 or 21] to Section 11 of the Act along with self-attested copies of the registration documents and PAN card;
- iii. Alternative Investment Fund ("AIF") established in India: Declaration (refer format in Annexure-A) that the shareholder is eligible for exemption under Schedule V [Table: Sl. No. 1] to section 11 of the Act and that they are established as Category I or Category II AIF under the Securities and Exchange Board of India (Alternative Investment Fund) Regulations, 2012, made under the Securities and Exchange Board of India Act, 1992 (15 of 1992). Copy of self-attested registration documents and PAN card should also be provided;
- iv. New Pension System Trust: Declaration (refer format in Annexure-A) along with self-attested copy of documentary evidence supporting the exemption under Schedule VII (41) to Section 11 of the Act and self-attested copy of PAN card;
- v. Recognized provident fund / Approved superannuation fund / Approved gratuity fund: Self-declaration that its income is eligible for exemption under Schedule III [Table: S. No. 32] to section 11 of the Act along with self-attested copy of PAN card and approval granted by Commissioner of Income Tax;
- vi. Dividend payable to Government, Reserve Bank or certain corporations: No TDS is required to be deducted as per Section 393(5) of the Act.
- vii. Other shareholders: Declaration (refer format in Annexure-A) along with self-attested copy of documentary evidence supporting the exemption and self-attested copy of PAN card;
- viii. Shareholders who have provided a valid certificate issued u/s 395(1) of the Act for lower / nil rate of deduction or an exemption certificate issued by the income tax authorities along with Declaration (refer format in Annexure-A).

The aforesaid documents such as Form 121, documents under section 393(5), 400(1), FPI / FII Registration Certificate, Tax Residency Certificate, Lower Tax certificate, Rule 203 declaration, etc. should be received by the Company on or before September 22, 2026, to enable the Company to determine the appropriate TDS / withholding tax rate applicable. Any documents / communication on the tax determination / deduction received after September 22, 2026, shall not be considered.

NSDL and CDSL has provided a facility for submission of tax documents for claiming nil/low tax deduction from dividend whereby the Resident Non-Individual members i.e. Insurance Companies, Mutual Funds and Alternative Investment Funds (AIF) and other domestic financial institutions established in India and Non-Resident Non- Individual members i.e., Foreign Institutional Investors and Foreign Portfolio Investors may submit the relevant forms / declarations / documents through their respective custodian who is registered on NSDL/CDSL platform, on or before September 22, 2026.

• **FOR NON-RESIDENT SHAREHOLDERS (including Foreign Institutional Investors and Foreign Portfolio Investors):**

Tax is required to be withheld in terms of the provisions of 393(2) [Table: S. No. 17] of the Act, at applicable rates in force. As per the relevant provisions of the Act, tax shall be withheld @ 20% (plus applicable surcharge and cess) on the amount of dividend payable. However, in terms of Section 159 of the Act, non-resident shareholders have the option to be governed by the provisions of the Double Taxation Avoidance Agreement ("DTAA") between India and the country of tax residence of the shareholder, if the DTAA provisions are more beneficial. To avail the tax treaty benefits, non-resident shareholder(s) will have to provide the following:

- i. Self-attested copy of PAN card, if allotted by the Indian income tax authorities;
- ii. Self-attested copy of Tax Residency Certificate ("TRC") obtained from the tax authorities of the country of residence of the shareholder, valid for the tax year 2026-27 covering the period from 1st April, 2026 to 31st March, 2027.
- iii. Electronically filed Form 41 valid for the period from 1st April, 2026 to 31st March, 2027 is compulsorily required as per section 159(1) and 159(2) of the Act 2025 to avail the benefit of DTAA.

- iv. Self-declaration (refer format in Annexure-B) by the non-resident shareholder of meeting the treaty eligibility requirements and satisfying beneficial ownership requirement valid for the tax year 2026-27 covering the period from 1st April, 2026 to 31st March, 2027.
- v. In case of Foreign Institutional Investors and Foreign Portfolio Investors, self-attested copy of the registration certificate issued by the Securities and Exchange Board of India.
- vi. In case of shareholders being tax resident of Singapore, please furnish a letter issued by the competent authority or any other evidence demonstrating the non-applicability of Article 24 - Limitation of Relief under India-Singapore Double Taxation Avoidance Agreement (DTAA).

The formats and declarations can be downloaded from the Company's website viz. www.vlsfinance.com.

Application of beneficial DTAA rate shall depend upon the completeness and satisfactory review by the Company, of the documents submitted by non-resident shareholders and meeting the requirements of the Act, read with the applicable tax treaty. It must be ensured that self-declaration should be addressed to the Company and must be in same format as attached. In absence of the same, the Company will not be obligated to apply the beneficial DTAA rates at the time of deducting tax on dividend.

31. TDS to be deducted at higher rate in case of non-linkage of PAN with Aadhaar

As per Section 262 of the Act, every person who has been allotted a PAN and who is eligible to obtain Aadhaar, shall be required to link the PAN with Aadhaar. In case of failure to comply to this, the PAN allotted shall be deemed to be invalid/inoperative and tax shall be deducted at the rate of 20% as per the provisions of section 397(2) of the Act. The Company will be using online functionality of the Income-tax department for the above purpose and no claim shall lie against the Company if tax are deducted based on the status on the said online functionality of Income Tax department.

To summarise, dividend will be paid after deducting tax at source as under:

- i. NIL for resident shareholders (individuals) receiving dividend upto Rs. 10,000 or in case duly filled up and signed Form No.121 along with self-attested copy of the PAN card is submitted.
- ii. 10% for other resident shareholders in case copy of valid PAN card is provided / available.
- iii. 20% for resident shareholders if copy of valid PAN card is not provided / not available or PAN is not linked with Aadhaar.
- iv. Tax will be assessed based on documents submitted by the non-resident shareholders.
- v. 20% plus applicable surcharge and cess for non-resident shareholders in case the relevant documents are not submitted as referred to in Clause IV above.
- vi. Lower/ NIL TDS on submission of self-attested copy of the valid certificate issued under Section 395(1) of the Act.
- vii. Shareholders holding Equity Shares under multiple accounts under different status/ category and single PAN, may note that, higher of the tax as applicable to the status in which shares held under a PAN will be considered on their entire holding in different accounts.
- viii. In case of joint shareholding, the TDS applicability will be computed with respect to first holder only.

In terms of Rule 203 of the Income Tax Rules 2026, if dividend income on which tax has been deducted at source is assessable in the hands of a person other than the deductee, then such deductee should file declaration (refer format in Annexure-A) with the Company in the manner prescribed in the Rules.

In case tax on dividend is deducted at a higher rate in the absence of receipt or due to defect in any of the aforementioned details / documents, claim for refund of the tax deducted can be made at the time of filing your income tax return. No claim shall lie against the Company for such taxes deducted.

In the event of any income tax demand (including interest, penalty, etc.) arising from any misrepresentation, inaccuracy or omission of information provided by the shareholder, the shareholder will be responsible for indemnifying the Company and also, provide the Company with all information / documents and co-operation in any tax proceedings.

This Communication is not exhaustive and does not purport to be a complete analysis or listing of all potential tax consequences in the matter of dividend payment. Members should consult their tax advisors for requisite action to be taken by them.

32. UPDATION OF RESIDENTIAL STATUS, PAN, EMAIL ADDRESS AND OTHER DETAILS:

Shareholders holding shares in dematerialised mode, are requested to update their records such as tax residential status, PAN, registered email address, mobile number and other details with their relevant depositories through their depository participants. Shareholders holding shares in physical mode are requested to furnish details to the Company's Registrar and Transfer Agent, viz. RCMC Share Registry Pvt. Limited ("RCMC") through relevant ISR forms. The Company is obligated to deduct tax at source based on the records made available by National Securities Depository Limited or Central Depository Services (India) Limited ("the Depositories") in case of shares held in electronic mode and from the RTA in case of shares held in physical mode.

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The Company will not entertain any subsequent requests for any change in residential status, PAN, address or any other details as recorded on the record date, nor will it accept any revision to the TDS returns. Kindly note that the aforementioned documents should be emailed with RCMC at investor.services@rcmcdelhi.com with copy to hconsul@vlsfinance.com. You can also email the same to vls@vlsfinance.com followed by physical copy thereof at the registered office of the Company. No communication on the tax determination / deduction shall be entertained after 22nd September 2026. Any communication received after the above-mentioned cut-off date will not be considered, for deduction of applicable tax.

33. The Company will issue soft copy of the TDS certificate to its members on request through e-mail registered with RCMC post filing of TDS return as per statutory timelines specified under the Income-Tax Act, 2025. Members will be able to download Form 168 from the Income Tax Department's website <https://www.incometax.gov.in>.
34. The unpaid/unclaimed dividend for the financial year 2016-17 and 2017-18 have been transferred to Investor Education & Protection Fund ('IEPF') and accordingly the equity shares which were correlated with aforesaid dividend as per applicable regulations were also transferred to IEPF within time. The information about the amount and shares are mentioned below and are also available at the website of the Company, IEPF and investor may check the same and may claim from IEPF accordingly.

Financial year ended on	AGM Date	Dividend rate	Amount and Date of transfer of unpaid dividend to IEPF	Shares Transferred to IEPF and date
31/03/2017	25/09/2017	10%	23,11,869/- On 21/11/2024	12,44,186 On 30/11/2024
31/03/2018	20/09/2018	10%	21,49,544/- On 12/11/2025	92,680 On 26/11/2025

The Unpaid/unclaimed dividends up to 31/03/1995 had been transferred to General Revenue Account of Central Government and can be claimed from the Central Government in prescribed form. Pursuant to Section 205A of the Companies Act, 1956 ("the Act") all unclaimed/unpaid dividends after 31/03/1995 up to the financial year 1997-1999 (18 months) has been credited to Investor Education & Protection Fund ('IEPF'). The investors details of amount remaining unpaid /unclaimed of the dividend declared for the year 1995-96, 1996-97 (18 months), 1997-99 (18 months) and refund of unpaid amount belonging to the public issue in the year 1993 and 1994 had been filed with the IEPF (MCA portal) in Excel format in compliance of Investor Education and Protection fund Authority (Accounting, Audit, Transfer and Refund) Second amendment Rules 2019 effective from 20/08/2019. The list of Members whose dividend/refund for aforesaid years is unclaimed/unpaid is available inter alia on Company's website. Members are requested to claim the said Dividend/refund by applying online in Form IEPF-5 available on the website www.iepf.gov.in along with fee specified by the Authority. At present, no unpaid /unclaimed dividend remains which is liable to be transferred to IEPF. The Member(s) whose dividend/shares have been transferred to the IEPF Authority can now claim their dividend / shares from the Authority by following the Refund Procedure as detailed on the website of IEPF Authority viz. <http://www.iepf.gov.in/IEPF/refund.html>. The amount remaining unpaid /unclaimed of the dividend declared for the year 2018-19, 2019-20, 2020-21, 2021-22, 2022-23, 2023-24 and 2024-25 would be transferred to IEPF as per applicable procedure i.e. after 7 years.

35. Members are requested to claim the Dividend for following years by writing to the Company or its RTA at the earliest.

Financial year ended on	AGM Date	Dividend rate	Date of transfer to Unpaid Dividend A/c	Due for Transfer to IEPF on	Amount of unclaimed Dividend as on 31/03/2026 (₹)
31/03/2019	12/09/2019	10%	18/10/2019	18/10/2026	21,34,260.00
31/03/2020	10/12/2020	15%	16/01/2021	16/01/2028	30,05,971.03
31/03/2021	30/09/2021	15%	06/11/2021	06/11/2028	29,42,593.46
31/03/2022	30/09/2022	15%	06/11/2022	06/11/2029	30,53,439.44
31/03/2023	29/09/2023	15%	05/11/2023	05/11/2030	26,56,628.50
31/03/2024	28/09/2024	25%	04/11/2024	04/11/2031	69,95,213.61
31/03/2025	27/09/2025	15%	31/10/2025	31/10/2032	23,34,432.82

36. The IEPF Rules mandate the companies to transfer the shares of shareholders whose dividends remain unpaid / unclaimed for a period of seven consecutive years to the demat account of IEPF Authority. The details of members whose dividend is lying unclaimed/unpaid as on 30/06/2026 is available on the website of the Company. Hence, the Company urges all the shareholders to encash / claim their respective dividend during the prescribed period. The details of the unpaid / unclaimed amounts lying with the Company as on 31/03/2026, as mandated by regulations will be available on the website of the Company at <https://www.vlsfinance.com/unclaimed-dividends/> and on IEPF's website in due course. Pursuant to IEPF Rules, as amended, no claim shall lie against Company in respect of unclaimed dividend amount and Equity Shares transferred to IEPF and IEPF suspense account respectively.
37. In terms of Regulation 39 and Schedule VI of SEBI listing regulations, the undelivered shares post approval of investor service request have to be credited to "Suspense Escrow Demat Account" maintained by the Company with a depository participant. We urge the members whose shares are lying in aforesaid account to claim them forthwith and continue to avail the shareholder's benefits viz. Bonus/split etc.

OTHERS:

38. The shares of the Company are traded in demat segment only w.e.f. 28th August, 2000 for all categories of investors in Stock Exchanges. **The ISIN allotted to Company is INE709A01018** for both the Depositories viz. The National Securities Depository Ltd. (NSDL) and Central Depository Services (India) Ltd. (CDSL).
39. Those persons, who become members of the Company after the dispatch of this notice of the AGM by the Company and whose names appear in the register of members or register of beneficial holders as on the cut-off date may view the notice of the 39th AGM on the Company's website or on the website of NSDL or concerned Stock Exchanges. Such members may exercise their e-voting rights either through remote e-voting by following the procedure as mentioned above or by voting at the AGM. In case of any difficulty Members may contact the Company or its Registrar and Transfer Agent.

40. Members who wish to obtain information about the Company or view the financials of Company may visit the Company's website viz. www.vlsfinance.com.
41. The Company has retained **M/s RCMC Share Registry Pvt. Ltd., as its Registrar & Transfer Agent ("RTA")** w.e.f. 01/04/2003 for entire shareholder services. All correspondence, therefore, may be addressed to the said Registrar & Transfer Agent at:

B-25/1 First Floor, Okhla Industrial Area Phase II, New Delhi-110 020
Email: investor.services@rcmcdelhi.com, website: www.rcmcdelhi.com
(Phone Nos. 011 – 26387320-21, 35020465-66; Mobile: 8527695125)

However, for any further assistance in said matters, queries may be addressed to the Company Secretary at its Registered Office at:

Ground Floor, 90, Okhla Industrial Estate, Phase - III, New Delhi - 110020
Phone No. 011-4665 6666
Dedicated Investor Services e-mail: hconsul@vlsfinance.com
Website: www.vlsfinance.com

42. a) The extant SEBI listing regulations mandate that no transfer of securities of listed Companies be effected in physical form after 31/03/2019 except as stated in sub-clause (b) hereof. However, transmission and transposition of physical shares is allowed as detailed in note no. 43. Further, Members holding shares in physical form are again requested to provide PAN and Bank details besides other information in Form ISR-1. Please use correct form for specific request viz. ISR-1, ISR-2, ISR-3, or SH-13 for prompt action. The formats thereof are available on the website of the Company and its RTA. For further assistance, the Company or its RTA may be contacted. Please note that as per recent SEBI directive any benefit to member, be it dividend or otherwise will not be released to members whose KYC details viz. PAN, Mobile number, e-mail address, Bank account details, contact details, Nomination are not updated with the Depository or Company, as the case may be till relevant details are updated. Further, no other service request including issue of duplicate share certificate, consolidation of folios or split of share certificate will be entertained before relevant information aforesaid is updated in records of the Company.

b) In accordance with SEBI Circular No. SEBI/HO/38/13/11(2)2026-MIRSD-POD/II/3750/2026 dated January 30, 2026, the Company has opened a special window for Transfer and Dematerialisation of Physical Securities, which were sold/purchased prior to April 01, 2019 including cases which were rejected, returned or not attended due to deficiency in the documents or otherwise. The said window is open for a period of one year from February 05, 2026 till February 04, 2027. It is to be noted that the person lodging the requests should interalia have the share certificates and the transfer deed executed prior to April 01, 2019, in original, failing which the request will not be processed. The transferred securities will be credited to the transferee in demat mode only upon approval after submission of complete documents which shall be subject to verification of the same by RTA/Company and shall be under lock in for a period of one year from the date of registration of transfer. A copy of the aforesaid circular detailing the conditions can be assessed from website of the Company at <https://www.vlsfinance.com/>

All the Investor / Transferee who wish to avail this opportunity shall be required to submit the documents as listed in the circular to Company's Registrar and Transfer Agent (RTA) i.e. RCMC Share Registry Private Limited, B-25/1 First Floor, Okhla Industrial Area Phase II, New Delhi-110 020, Email: investor.services@rcmcdelhi.com, Phone Nos. 011 – 26387320-21, 35020465-66. No request will be accepted after February 04, 2027.

43. Members, who are holding shares in identical order of names in more than one Folio i.e. physical form, are requested to write to the RTA of the Company or the Company at its registered office, to enable the Company to consolidate their holding under one Folio. The copy of PAN card of all holders is required to be furnished to the Company/RTAs for transposition of shares and in case of transmission, the PAN details of claimant is mandatory. Registration of Nomination in accordance with the provisions of Section 72 of the Companies Act, 2013 or declaration for no nomination is mandatory in respect of shares held by individuals in physical form as per SEBI's directive dated 16/03/2023. Members may send their nomination in prescribed Form no. SH-13 or no nomination in ISR-3, as the case may be, duly filled in, to the RTA of Company. Any change in nomination can be done by requesting in form SH-14. Attention of the Members is also invited to the applicable SEBI requirements relating to investor service requests in respect of physical securities. Requests relating to transmission, transposition, consolidation of folios, issue of duplicate securities, renewal/exchange of securities certificates and other specified service requests shall be processed in accordance with the applicable SEBI regulations and circulars, and the securities arising pursuant to such requests shall be credited only in dematerialised form.

Further, pursuant to SEBI Circular No. SEBI/HO/38/13/(3)2026-MIRSD-POD/II/3763/2026 dated 30 January 2026 on "Ease of Doing Investment and Ease of Doing Business – Doing away with requirement of issuance of Letter of Confirmation ('LOC') and to effect direct credit of securities in dematerialisation account of the investor", with effect from 02 April 2026, the requirement of issuance of Letter of Confirmation has been done away with. Accordingly, upon completion of the requisite verification and processing of an eligible investor service request, the securities shall be directly credited to the demat account of the concerned holder/claimant, in accordance with the procedure prescribed by SEBI. Members holding securities in dematerialised form are requested to contact their respective Depository Participant for updation of PAN, address, e-mail address, mobile number, bank account details, nomination and other particulars.

44. Information regarding Directors retiring by rotation or otherwise seeking appointment/reappointment as required under Secretarial Standard-2 and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 under Item No. 3 of the Notice is as under:

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ITEM No. 3

(A) Retiring by rotation and seeking re-appointment:

Sl. No.	Name of the Director	Date of Birth /Age/ Occupation	Date of Appointment	Qualifications and Expertise in specific functional areas	List of other Companies in which Directorship held as on 31/03/2026.	Chairman/ Member of the Committees of other companies as on 31/03/2026. Chairman ('C')/ Member ('M') of Committee(s) in VLS Finance Limited	Listed / other entities from which director has resigned in past 3 years as on 31/03/2026:
	Whether qualified u/s 164(2) of the Companies Act, 2013			No. of Board meetings attended during the year			
				Relationship between Directors inter-se			
1	Shri Keshav Tandan - (DIN: 10450801)	27/06/1980 46 years/ Service	29/03/2024	B. Com., CFA Charter holder, PGDBM (Finance) Shri Keshav Tandan, aged about 46 years is a qualified CFA besides holding Bachelor Degree in Commerce. He has about 21 years experience in Investment field particularly in Alternate Investment Areas and Real Estate. He is presently positioned as Executive Director in the Company since 29/03/2024. 5 of 5 Shri Keshav Tandan is not related to any other Director of the Company.	a. Maxim Infracon Private Limited b. Pragati Moulders Limited c. VLS Sunnivesh Limited d. VLS Capital Limited e. Venus-Vardan Partners LLP (Designated Partner)	Nil Risk Management Committee - Member	Nil

(B) Shareholding of above Director as on 31/03/2026

S. No.	Name	No. of shares held in the Company	Percentage
1	Shri Keshav Tandan	Nil	Nil

(C) Terms and Conditions of Reappointment along with remuneration to be paid and last drawn by such person, if any:

S. No.	Name	Terms and Conditions of appointment/ reappointment	Details of Remuneration last drawn/ sought to be paid
1	Shri Keshav Tandan	Reappointment pursuant to Section 152 of the Companies Act, 2013	Please refer to Para 1 of Report on Corporate Governance for past remuneration and explanatory statement for item no. 7 of accompanying notice regarding remuneration sought to be paid.

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

ITEM NO. 4

Appointment of Shri Dinesh Kumar Mehrotra as Non-Executive, Non-Independent Director of the Company.

Shri Dinesh Kumar Mehrotra (DIN: 00142711) served for two terms as Independent Director till 28/06/2026 and in the opinion of the Board, the services of Shri Dinesh Kumar Mehrotra on the Board of the Company is highly commendable and his continued association would be of immense benefit to the Company considering his extensive professional experience, knowledge and expertise in the financial and insurance sectors. As per extant regulations, Shri Mehrotra cannot be appointed as Independent Director for another term before cooling off period of 3 years. However, in order to make him as part of the Board, keeping in view his rich experience and long association with the Company, it is proposed that he may be appointed as a Non-Executive, Non-Independent Director and his services can be availed as Non-Executive, Non-Independent Director of the Company, liable to retire by rotation.

Therefore, keeping in view of the above and based upon the recommendation of the Nomination and Remuneration Committee, the Board of Directors of the Company, in its meeting held on 11/08/2026 had appointed Shri Dinesh Kumar Mehrotra (DIN: 00142711) aged about 73 years, as an Additional Director of the Company in the category of Non- Executive, Non- Independent Director of the Company with effect from 11th August, 2026, subject to approval of the Members of the Company.

The Company has received the requisite notice under Section 160 of the Companies Act, 2013, proposing the candidature of Shri Dinesh Kumar Mehrotra for appointment as a Director of the Company. Further, the Company also received his consent in writing to act as Non-Executive, Non-Independent Director and the declaration to the effect that he is not disqualified as per Section 164 (2) of the Companies Act, 2013 and that he is not debarred from holding the office of Director by virtue of any SEBI order or any other such authority.

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Pursuant to the provisions of Section 161(1) of the Companies Act, 2013, an Additional Director holds office up to the date of the next Annual General Meeting. Further, in terms of Regulation 17(1C) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('The Listing Regulations'), the appointment of a person on the Board of a listed entity is required to be approved by the shareholders at the next general meeting or within three months from the date of appointment, whichever is earlier.

Pursuant to Regulation 17(1A) of the Listing Regulations the Company is required to take the approval of Shareholders by way of special resolution for continuation of any Non-Executive Director before attaining the age of 75 years. Shri Dinesh Kumar Mehrotra will attain the age of 75 years on May 05, 2028 in FY 2028-29, hence approval by way of Special Resolution is sought from the shareholders in order to comply with the provision of Regulation 17(1A) of the Listing Regulations.

Other information as required under secretarial standard-2 and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

Name of Director/DIN	Shri Dinesh Kumar Mehrotra -(DIN:00142711)	Other Details
Age	73 years.	No other remuneration except sitting fee for attending Board/ Committee meeting in accordance with applicable regulations besides reimbursement of expenses for attending the meetings. Liabie to retire by rotation. Board meeting attended: 3 (Three) i.e. on 10/04/2026 and 26/05/2026 as Non-Executive, Independent Director and on 11/08/2026 as Non-Executive, Non-Independent Director. Sitting fee paid for attending meetings of the Board and Committees thereof during the year: Rs. 4,75,000/-
Qualification	Honours Graduate in Science.	
Date of appointment	11/08/2026	
Brief profile	He joined LIC as a Direct Recruit Officer in 1977 and in an illustrious career spanning 35 years, has occupied several pivotal positions in LIC spanning three Zones and the Corporate Office at Mumbai besides International exposure in the field of Insurance during his posting in the foreign office of LIC at Suva in Fiji. Prior to taking charge as Managing Director of LIC, Shri D. K. Mehrotra was posted as Executive Director (International Operations) to lead LIC's overseas thrust. Shri Dinesh Kumar Mehrotra has attended several important knowledge forums in India and abroad and is associated with the apex training institutes of insurance in India like the National Insurance Academy and the Insurance Institute of India. He served the Company as an Independent Director for the two terms.	
Other Directorship	1. Vardan Ceqube Advisors Pvt. Ltd. 2. Computer Age Management Services Limited 3. NCDEX E Markets Limited	
Chairman/ Member of Audit committee as on 11/08/2026.	1. Computer Age Management Services Ltd. – Member 2. NCDEX E Markets Limited - Chairman	
Chairman/ Member of Stakeholders Relationship committee as on 11/08/2026.	Nil	
Chairman/ Member of Nomination and Remuneration committee as on 11/08/2026.	1. Computer Age Management Services Ltd. – Member 2. NCDEX E Markets Limited- Member	
Chairman/ Member of CSR committee as on 11/08/2026.	1. Computer Age Management Services Limited-Chairman 2. NCDEX E Markets Limited- Member	
Committee Membership in VLS Finance Limited	1. Audit Committee – Member 2. Nomination & Remuneration Committee – Member 3. Corporate Social Responsibility Committee - Member	
Shareholding in the Company	Nil	
Relationship between directors inter-se	Shri Dinesh Kumar Mehrotra is not related to any of the Directors of the Company.	

Accordingly, it is proposed to appoint Shri Dinesh Kumar Mehrotra as a Director liable to retire by rotation. Besides vast experience in administrative and financial management, the experience of developing long term strategies for business growth consistently and in sustainable manner in changing economic conditions were key factors considered by the Nomination and Remuneration Committee while considering suitability for appointment of Shri Dinesh Kumar Mehrotra as Director of the Company in accordance with the Nomination and Remuneration Policy of the Company. The Board concurs with the opinion of Nomination and Remuneration Committee on suitability of Shri Dinesh Kumar Mehrotra and recommends the Special Resolution as set out in item no 4 of accompanying notice for appointment of Shri Dinesh Kumar Mehrotra as Non-Executive, Non-Independent Director of the Company.

The copy of notice received from member and other documents are available for inspection by the members of the Company both electronically and at the Registered Office of the Company between 11:00 a.m. to 1:00 p.m. on all working days till the last date of e-voting.

The Board recommends the Special Resolution set out at Item No. 4 of the accompanying Notice for the approval of the Members. None of the Directors or Key Managerial Personnel or their relatives except Shri Dinesh Kumar Mehrotra and his relatives are directly or indirectly interested in the resolution.

Item No. 5:

To approve revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company.

Shri Suresh Kumar Agarwal (DIN:00106763) was re-appointed as the Managing Director of the Company vide agreement dated 27/05/2025 for a period of 3 years with effect from 21st August, 2025 and his terms of appointment were approved by the members of the Company at the Annual General Meeting held on 27/09/2025 with liberty to the Board to revise the remuneration upward as and when deemed fit. The Board in its meeting held on 11/08/2026, concurring to the recommendation made by Nomination and Remuneration Committee of the Board and subject to requisite approvals, had approved the revision in the remuneration payable to Managing Director effective from 1st April, 2026 as set out in the **Special Resolution** sought to be approved in the accompanying notice. All other terms and conditions of service of Managing Director will remain unchanged.

The present remuneration paid to Shri Suresh Kumar Agarwal as Managing Director is as under:

a. Salary

Basic salary of ₹4,05,700/- (Rupees Four Lacs Five Thousand Seven Hundred Only) per Month.

b. Perquisites

In addition to the aforesaid salary, the Managing Director is entitled to the following Perquisites:

- i. HRA/ Leased Accommodation: ₹1,18,816/- (Rupees One Lac Eighteen Thousand Eight Hundred Sixteen Only) per Month.
- ii. Leave Travel Concession: For the Managing Director and his family incurred not exceeding ₹24,000/- (Rupees Twenty Four Thousand only) per annum as per rules of the Company.
- iii. Reimbursement of expenses for Books and Periodicals upto ₹6,570/- (Rupees Six Thousand Five Hundred Seventy only) per Month.
- iv. Reimbursement of Secretarial services upto ₹ 19,000/- (Rupees Nineteen Thousand only) per Month.
- v. Reimbursement of expenses for Business Promotion upto ₹8,500/- (Rupees Eight Thousand Five Hundred only) per Month.
- vi. Provident Fund, Gratuity payable, entitlement & encashment of leave, bonus and other benefits as per rules of the Company.
- vii. Facility of Chauffeur driven car for use on Company's business as per rules of the Company.
- viii. Facility of Telephones or provision of similar equipment/facilities for official purpose is free & not to be considered as perquisites except that the charges for personal long distance calls will be billed by Company to the Managing Director as per rules of the Company.

Explanation: 'Family' for the purpose of this clause means spouse & dependent children of the Managing Director subject to rules of the Company.

c. Sitting Fees:- The Managing Director is not paid any sitting fees for attending the meeting of the Board of Directors or Committee thereof from the date of his appointment.

Other information as required under Secretarial Standard -2 and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Name of the Director & DIN	Shri Suresh Kumar Agarwal (DIN: 00106763)
Age/ Date of Birth/ Occupation	75 years /22/01/1951 / Service
Date of Appointment on the Board	28/05/2003
Whether qualified u/s 164(2) of the Companies Act, 2013	Yes
Qualifications and Expertise in specific functional areas	B. Com (H), C.A.I.I.B. He is former banker having experience of over Four and half decades in the Banking, Financial Services, asset management, portfolio management and other related Capital Market activities. He is also former executive trustee of PNB Mutual Fund. He had been associated with VLS Group since 1995 and was positioned as Senior President in the Company w.e.f. 01/01/1998. He was appointed as Managing Director of the Company for the first tenure w.e.f. 21/08/2004 and had been reappointed for said position since then.
No. of Board meetings attended during the period	3/3
Relationship between Directors inter-se	None

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List of other Companies in which Directorship held as on 11/08/2026.	1.VLS Asset Management Limited 2.VLS Sunnivesh Limited (Formerly VLS Real Estate Limited) 3.VLS Securities Limited 4. VLS Commodities Private Limited
Chairman ('C') / Member ('M') of the Committees of other Companies as on 11/08/2026.	Nil
Committee membership in VLS Finance Limited	1. Stakeholder Relationship Committee – Member 2. CSR Committee – Member 3. Risk Management Committee – Member 4. Audit Committee - Member
Listed entities from which director has resigned in past 3 years as on 11/08/2026.	None
Shareholding in the Company including shareholding as beneficial owner and percentage as on 11/08/2026.	1 (Negligible)

A copy of the agreement entered into between the Company and Shri Suresh Kumar Agarwal on 27/05/2025 and the copy of resolution of Board of Directors dated 11/08/2026 for approving revision in the remuneration of Shri Suresh Kumar Agarwal as Managing Director are available for inspection by the members of the Company both electronically and at the Registered office of the Company between 11:00 a.m. and 1:00 p.m. on all working days till the last date of e-voting.

The Board of Directors recommends the **Special Resolution** as set out in Item No. 5 of the accompanying notice for your approval. None of the Directors or key managerial personnel or relatives thereof except Shri Suresh Kumar Agarwal and his relatives are concerned or interested in the resolution.

ITEM NO. 6

To approve revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) – Director-Finance & CFO of the Company.

Shri Kishan Kumar Soni (DIN:00106037) was re-appointed as the Director Finance & CFO of the Company vide agreement dated 27/05/2025 for a period of 3 years with effect from 01st August, 2025 and his terms of appointment were approved by the members of the Company at the Annual General Meeting held on 27/09/2025 with liberty to the Board to revise the remuneration upward as and when deemed fit. The Board in its meeting held on 11/08/2026, concurring to the recommendation made by Nomination and Remuneration Committee of the Board and subject to requisite approvals had approved the revision in the remuneration payable to Director-Finance & CFO effective from 1st April 2026 as set out in the **Special Resolution** sought to be approved in the accompanying notice. All other terms and conditions of service of Director-Finance & CFO will remain unchanged.

The present remuneration package of Shri Kishan Kumar Soni - Director-Finance & CFO is as follows:

a. Salary

Basic salary of ₹4,01,950/- (Rupees Four Lacs One Thousand Nine Hundred Fifty Only) per Month.

b. Perquisites

In addition to the aforesaid salary, the Director-Finance & CFO is entitled to the following Perquisites:

- i. HRA/ Leased Accommodation: ₹1,00,496/- (Rupees One Lac Four Hundred Ninety Six only) per Month.
- ii. Leave Travel Concession: For the Director-Finance & CFO and his family incurred not exceeding ₹24,000/- (Rupees Twenty Four Thousand only) per annum as per rules of the Company.
- iii. Reimbursement of expenses for Books and Periodicals upto ₹ 5,660/- (Rupees Five Thousand Six Hundred Sixty only) per Month.
- iv. Reimbursement of Secretarial services upto ₹ 19,000/- (Rupees Nineteen Thousand only) per Month.
- v. Reimbursement of expenses for Business Promotion upto ₹8,500/- (Rupees Eight Thousand Five Hundred only) per Month.
- vi. Provident Fund, Gratuity payable, entitlement & encashment of leave, bonus and other benefits as per rules of the Company.
- vii. Facility of Chauffeur driven car for use on Company's business as per rules of the Company.
- viii. Facility of Telephones or provision of similar equipment/facilities for official purpose is free & not to be considered as perquisites except that the charges for personal long distance calls will be billed by Company to the Director-Finance & CFO as per rules of the Company.

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Explanation: 'Family' for the purpose of this clause means spouse & dependent children of the Director-Finance & CFO subject to rules of the Company.

- c. **Sitting Fees**:- The Director-Finance & CFO is not paid any sitting fees for attending the meeting of the Board of Directors or Committee thereof from the date of his appointment."

Other information as required under secretarial standard -2 and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

Name of the Director & DIN	Shri Kishan Kumar Soni (DIN: 00106037)
Age/ Date of Birth/ Occupation	73 years /14/09/1953 / Service
Date of Appointment on the Board	14/11/2013
Whether qualified u/s 164(2) of the Companies Act, 2013	Yes
Qualifications and Expertise in specific functional areas	B. Com, FCA, FCS He is a qualified Chartered Accountant and Company Secretary with over 47 years of experience in the field of Accounts, Finance, Taxation and other Corporate Affairs. In his first stint with the Company, he served as President (Corporate Affairs) from 1995 to 1998 before resigning. He again got associated with VLS Group from 01/04/2005. Further, he was appointed as Non-Executive Director of the Company w.e.f. 25/05/2005 and on 28/07/2006 was designated as Director - Finance & CFO which position he held till 31/01/2007. He served as Executive Director & CFO from 01/02/2007 till 14/11/2013. Upon appointment as Director, w.e.f. 14/11/2013 he was re-designated as Director- Finance & CFO till 31/01/2016 and had been reappointed for said position since then.
No. of Board meetings attended during the period	3/3
Relationship between Directors inter-se	None
List of other Companies in which Directorship held as on 11/08/2026.	1. VLS Asset Management Limited 2. VLS Securities Limited 3. VLS Sunnivesh Limited (Formerly VLS Real Estate Limited) 4. VLS Capital Limited 5. VLS Commodities Private Limited
Chairman ('C') / Member ('M') of the Committees of other Companies as on 11/08/2026.	-
Committee membership in VLS Finance Limited	1. Stakeholder Relationship Committee – Member 2. Risk Management Committee - Member
Listed entities from which director has resigned in past 3 years as on 11/08/2026.	1. South Asian Enterprises Limited
Shareholding in the Company including shareholding as beneficial owner and percentage as on 11/08/2026	1 (Negligible)

The copy of the resolution passed by the Board of Directors in its meeting held on 11/08/2026 approving revision in the remuneration of Shri Kishan Kumar Soni as Director- Finance & CFO and the agreement dated 27/05/2025 entered into between the Company and Shri Kishan Kumar Soni are available for inspection by the members of the Company both electronically and at the Registered office of the Company between 11:00 a.m. and 1:00 p.m. on all working days till the last date of e-voting.

The Board of Directors recommends the **Special Resolution** as set out in Item No. 6 of the accompanying notice for your approval. None of the Directors or key managerial personnel or relatives thereof except Shri Kishan Kumar Soni and his relatives are concerned or interested in the resolution.

ITEM NO. 7

To approve revision in remuneration of Shri Keshav Tandan (DIN:10450801) – Executive Director of the Company

The appointment of Shri Keshav Tandan (DIN: 10450801) as Executive Director w.e.f. 29/03/2024 was approved by the members through postal ballot dated w.e.f. 09/05/2024 with liberty to the Board to revise his remuneration as and when deemed fit. The Board in its meeting held on 11/08/2026, concurring to the recommendation made by Nomination and Remuneration Committee of the Board and subject to requisite approvals, had approved the revision in the remuneration payable to Executive Director effective from 1st April 2026 as set out in the **Ordinary Resolution** sought to be approved in the accompanying notice. All other terms and conditions of service of Executive Director will remain unchanged.

The existing remuneration paid to Shri Keshav Tandan (DIN: 10450801) as Executive Director is as under-

a. **Salary**

Basic salary of ₹3,14,225/- (Rupees Three Lacs Fourteen Thousand Two Hundred Twenty Five only) per Month.

b. **Perquisites**

In addition to the aforesaid salary, the Executive Director is entitled to the following Perquisites:

VLS FINANCE LIMITED

- i. HRA/ Leased Accommodation: ₹2,70,368/- (Rupees Two Lacs Seventy Thousand Three Hundred Sixty Eight only) per Month.
 - ii. Leave Travel Concession: For the Executive Director and his family incurred not exceeding ₹ 6,150/- (Rupees Six Thousand One Hundred Fifty only) per Month as per rules of the Company.
 - iii. Provident Fund, Gratuity payable, entitlement & encashment of leave, bonus and other benefits as per rules of the Company provided that where service period is less than 5 years from the date of his appointment as President- Alternate Investments, the amount equivalent to gratuity for such period computed as per Payment of Gratuity Act, 1972 will be paid to him upon leaving the services of Company as Ex-Gratia.
 - iv. Facility of Chauffeur driven car for use on Company's business as per rules of the Company.
 - v. Facility of Telephones or provision of similar equipment/facilities for official purpose is free & not to be considered as perquisites except that the charges for personal long distance calls will be billed by Company to the Executive Director as per rules of the Company.
- Explanation: 'Family' for the purpose of this clause means Family as defined in Income Tax Act or other applicable regulation(s) from time to time subject to rules of the Company.
- c. **Sitting Fees:-**The Executive Director is not paid any sitting fees for attending the meeting of the Board of Directors or Committee thereof from the date of his appointment.
 - d. All other terms and conditions of his appointment will remain unchanged.

Other information as required under Secretarial Standard-2 and Regulation 36(3) of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

Name of Director/ DIN	Shri Keshav Tandan (DIN: 10450801)
Age/ Date of Birth/ Occupation	46 years/ 27/06/1980/ Service
Date of appointment on the Board	29/03/2024
Whether qualified u/s 164(2) of the Companies Act, 2013	Yes
Qualifications and Expertise in specific functional areas	B. Com., CFA Charter holder, PGDBM (Finance) Shri Keshav Tandan, aged about 46 years is a qualified CFA besides holding Bachelor Degree in Commerce. He has about 21 years experience in Investment field particularly in Alternate Investment Areas and Real Estate. He is presently positioned as Executive Director in the Company since 29/03/2024.
No. of Board meetings attended during the period	3/3
Relationship between Directors inter-se	None
List of other Companies in which Directorship held as on 11/08/2026.	a) Maxim Infracon Private Limited b) Pragati Moulders Limited c) VLS Sunnivesh Limited (Formerly VLS Real Estate Limited) d) VLS Capital Limited e) Venus-Vardan Partners LLP (Designated Partner)
Chairman ('C')/ Member ('M') of Audit Committee of other Companies as on 11/08/2026.	Nil
Committee Membership in VLS Finance Limited as on 11/08/2026.	Risk Management Committee – Member
Listed entities from which director has resigned in past 3 years as on 11/08/2026.	None
Shareholding in the Company including shareholding as beneficial owner and percentage as on 11/08/2026	Nil

The copy of the resolution passed by the Board of Directors in its meeting held on 11/08/2026 revising the remuneration of Shri Keshav Tandan as Executive Director and the agreement dated 29/03/2024 entered into between the Company and Shri Keshav Tandan are available for inspection by the members of the Company both electronically and at the Registered office of the Company between 11:00 a.m. and 1:00 p.m. on all working days till the last date of e-voting.

The reappointment of Shri Keshav Tandan as Director liable to retire by rotation as set out in item no. 3 of accompanying notice as an ordinary resolution the relevant disclosures wherefor have been given under clause 44 of accompanying notice is also recommended by the Board. The Board thus recommends his appointment and revision in remuneration as set out in Item nos. 3 and 7 of the accompanying Notice. None of the Directors or key managerial personnel or relatives thereof except Shri Keshav Tandan and his relatives are concerned or interested in the resolution.

By order of the Board
for VLS Finance Limited

Place: New Delhi
Date: 11/08/2026

H. Consul
Company Secretary
M. No. A11183



XXXIX ANNUAL REPORT 2025-26

VLS FINANCE LIMITED

Regd. Office : Ground Floor, 90, Okhla Industrial Estate, Phase-III, New Delhi-110 020

CIN : L65910DL1986PLC023129, Email : vlsvlsfinance.com,

Website : www.vlsvlsfinance.com

Phone : 011-46656666

VLS FINANCE LIMITED

NOTICE

39th ANNUAL GENERAL MEETING

of the Members of the Company will be held through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") at 3:30 p.m. on Tuesday, 29th September, 2026

SHARE TRANSFER & INVESTOR SERVICES

M/s. RCMC Share Registry Pvt. Ltd.
Unit: VLS Finance Limited
B-25/1, 1st Floor, Okhla Industrial Area, Phase-II,
New Delhi-11 0020
Ph : 011 26387320-21-23 Fax: 011 26387322
Email : investor.services@rcmc.com

Our e-mail address:

For investor services: hconsul@vlsfinance.com
Other than above: vls@vlsfinance.com
visit us at www.vlsfinance.com

Attention Members

In order to improve investor services, we request you to update/ register your correct postal and email address besides Bank Account details with the Company in case of holding in physical form. The holders in demat (electronic) form may register the same with concerned depository participant.

EQUITY SHARES LISTED AT :

THE NATIONAL STOCK EXCHANGE OF INDIA LTD.
Exchange Plaza, 5th Floor, Plot No. C/1,
G Block, Bandra Kurla Complex,
Bandra (E), Mumbai-400051.

BSE LTD.
25, Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai- 400 001.

THE CALCUTTA STOCK EXCHANGE LTD. (Pending Delisting)
7, Lyons Range, Kolkata-700001.

BOARD OF DIRECTORS:

Shri Anoop Mishra

Shri Suresh Kumar Agarwal

Shri Kishan Kumar Soni

Shri Dinesh Kumar Mehrotra*

Shri Najeeb Hamid Jung

Shri Adesh Kumar Jain

Mrs. Neeraj Vinay Bansal

Shri Keshav Tandan

Chairman - Independent Director

(DIN: 02849054)

Managing Director

(DIN: 00106763)

Director-Finance & CFO

(DIN: 00106037)

Independent Director

(DIN: 00142711)

Independent Director

(DIN: 502941412)

Independent Director

(DIN: 00512969)

Independent Director

(DIN: 10499620)

Executive Director

(DIN: 10450801)

* Ceased as Independent Director on 28/06/2026 and appointed as Non - Independent Director w.e.f. 11/08/2026.

COMPANY SECRETARY

Shri Harsh Consul

AUDITORS :

M/s. Agiwal & Associates

Chartered Accountants

(FRN: 000181N)

"Moti Kunj" D-6/9A,

Upper Ground Floor,

Rana Pratap Bagh, Delhi-110007

email: caagiwal68@gmail.com

BANKERS

HDFC Bank

UCO Bank

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DIRECTORS' REPORT

Your directors are pleased to present the 39th Annual Report of the Company together with the Audited Annual Financial Statements for the year ended 31st March 2026.

1. Summary of Standalone Financial Results (Rs. in Lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025*
Total Income	4,321.76	10,362.32
Less: Total Expenditure	2,013.00	4259.08
Less: Finance Cost	16.23	16.71
Gross Profit/(loss)	2,292.53	6086.53
Less: Depreciation	351.84	443.96
Profit/ (loss) before tax	1,940.69	5642.57
Less: Current Tax	(148.54)	(1257.00)
Add: Deferred Tax	189.88	147.19
Net Profit/ (loss) after tax	1,982.03	4,532.76
Paid up Equity Share Capital (excluding calls in arrears)	3,150.09	3,413.25
Reserves excluding revaluation reserve	1,69,528.23	1,90,562.49
Earnings per share (Rs.)	5.93	13.19

* (Figures have been regrouped / recast to conform to current year's figures)

2. Management Discussion and Analysis

Industry Structure and Development

The Indian stock market witnessed phases of volatility due to global economic uncertainties and geopolitical developments. Factors such as evolving interest rate trends, inflationary pressures, and fluctuating foreign investment flows influenced market movements.

On the domestic front, the Indian economy continued to show strength supported by stable macroeconomic fundamentals and consistent investor participation. Increased involvement of retail investors and steady inflows from domestic institutions provided support to the markets.

The global economy is again disrupted, this time with the outbreak of war in the Middle East. Rising commodity prices, firmer inflation expectations and tighter financial conditions are testing the recent resilience. Global inflation is expected to tick up in 2026 and may decline in 2027. Pressures are concentrated in emerging markets and developing economies, especially commodity importers with preexisting vulnerabilities. A prolonged conflict, deeper geopolitical fragmentation, disappointment over AI-driven productivity or renewed trade tensions could weaken growth and unsettle markets. High public debt and lack of policy buffers could add to vulnerability.

Future Outlook, Risks and Concerns

The ongoing global tensions interalia due to war between Iran on one side and USA and Isreal on other side had significantly impacted global stock markets in adverse manner. For initial three quarters of financial year under review, the Indian stock market had despite volatility performed in positive manner. However, in fourth quarter, the downtrend in market had an adverse effect on the whole year's performance. The Directors are, however, hopeful that the global situation will improve in near future and the normalcy will be restored in the stock market.

The Company is exposed to normal industry risks such as credit, interest rate, economic, currency, political, market and operational risks. The Company views risk management

as integral to its business for creating and maintaining the best practices in business operations and administration.

Opportunities and Threats

The continuing emphasis on 'Make in India', Production Linked Incentive in various sectors, emphasis on building up infrastructure by the government is expected to infuse further capital investment in the country and thus more opportunities for the financial sector. The Company is looking forward to grasping the available opportunities. The uncertain state of the global economy continues to remain a cause of concern.

Adequacy of Internal Financial Control Systems

The management in consultation with the Internal Auditors monitors on an ongoing basis and evaluates the efficacy and adequacy of internal financial control systems in the Company, its compliance with operating systems, accounting procedures and policies at all levels of the Company and its subsidiaries. The audit observations and the corrective actions thereon are presented to the Audit Committee of the Board. The control framework is established and maintained by the Company. The observations by the internal and statutory auditors are perused by the Management, the Audit Committee as well as the Board for proper implementation. The Company's internal financial controls have been found to be adequate and effective.

Financial Review

During the year under review, your Company generated a total income of Rs. 4321.76 lakhs as against Rs. 10,362.32 lakhs in the previous year. The other income included in the aforesaid total income is Rs. 810.87 lakhs for the year under review as against Rs. 723.82 lakhs in the previous year. The Company has earned a net profit before tax of Rs. 1940.69 lakhs for the year under review as compared to the profit of Rs. 5,642.57 lakhs in the previous year. The other comprehensive income for the period stood at Rs. (12,769.30) Lakhs as compared to the corresponding other comprehensive income of Rs. (7,060.48) lakhs for the previous year.

Further, the Financial Statements of the Company have been prepared in accordance with the Indian Accounting Standards ('IND AS') as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013 ("the Act"), read with relevant Rules issued thereunder and in conformity with the accounting principles generally accepted in India.

Key Ratios

Please refer to Note no. 49 of Standalone Financial Results for Key ratios and related information thereon.

Segment wise Performance

Ind-AS 108 on Operating Segments has been complied with. Please refer to Note no. 54 of the Standalone Financial Statements. Hence a separate disclosure has not been made here.

Cautionary Statement

The statements in the above analysis, describing the Company's estimates, expectations or predictions may be 'forward looking statements' within the meaning of applicable securities laws and regulations. The actual results may differ from those expressed or implied. Important factors that could make a difference to the Company's operations include changes in government regulations, tax regimes, economic developments within the country and abroad, and other related factors.

3. Dividend & Reserve

The Board has recommended a dividend of 15% i.e. Rs. 1.50 per equity share of Rs. 10/- each for the year 2025-26 subject to approval of members. The dividend, if approved, will be paid to the registered members as on the Record date for the purpose of ensuing Annual General Meeting ('AGM'). No amount was proposed to be transferred to the reserve during the year under review.

Further as per SEBI directive, members holding shares in physical form, who have not updated all of the following information viz. PAN, Choice of Nomination, Contact Details, phone/mobile number, email address, postal address, bank account details and specimen signature ('KYC details') on their respective folios in the records of Company, the dividend, if any in respect of such folios shall be withheld and be paid only through electronic mode upon furnishing all the aforesaid information in entirety. Hence, members holding shares in physical form who have not updated all of the abovementioned information are requested to provide/update all your KYC details mentioned above in prescribed KYC Forms i.e. ISR-1, ISR-2, SH-13 or ISR-3 to the RTA viz. RCMC Share Registry Private Limited, B-25/1, First Floor, Okhla Industrial Area- Phase II, New Delhi-110 020 or to the Company at its registered office address at the earliest. Format of KYC Forms are available at website of the Company at <https://www.vlsfinance.com/kyc/>.

4. Buy-back

During the year under review, the Board of Directors of the Company at its meeting held on 22 November, 2025, approved the buyback of upto 26,31,578 (Twenty Six Lakhs Thirty One Thousand Five Hundred Seventy Eight only) fully paid up equity shares of Rs. 10/- each, through Tender Offer route using the Stock Exchange Mechanism in terms of proviso to clause (b) of sub section 2 of section 68 of the Companies Act, 2013 read with SEBI (Buy Back of Securities) Regulations, 2018 ('buyback regulations') at a buy back price of Rs. 380/- (Rupees Three Hundred Eighty only) per fully paid-up Equity Share payable in cash for an amount not exceeding Rs. 99,99,99,640/- (Rupees Ninety Nine Crores Ninety Nine Lakhs Ninety Nine Thousand Six Hundred Forty Only), excluding Transaction Costs, representing 5.84% and 5.52% of the aggregate of the total paid-up equity share capital and free reserves of the Company based on latest audited standalone and consolidated results, respectively as on March 31, 2025. As the size of the Buyback was less than 10% of the paid-up capital and free reserves of the Company, members' approval was not required.

The buyback was offered to all eligible equity shareholders of the Company on a proportionate basis as per applicable regulations on record date i.e. 12th December, 2025. The buyback of equity shares through the Tender Offer route commenced on 18th December, 2025 and concluded on 24th December, 2025. The Promoter and members constituents of the Promoter Group did not participate in the Buyback except VLS Capital Limited (a member of the Promoter Group) who opted for limited participation in buyback by offering 100 equity shares in buyback. Further, requisite compliances under applicable regulations have been made in respect of aforesaid buyback including for extinguishment of said shares so bought back.

During the entire buyback, the Company had bought back 26,31,578 equity shares at a price of Rs. 380/- per equity share which were extinguished on 13th January, 2026 in accordance with the buyback regulations. A total sum of Rs. 99,99,99,640/- (Rupees Ninety Nine Crores Ninety Nine Lakhs Ninety Nine Thousand Six Hundred Forty Only) (excluding transaction costs) was utilised for the said

buyback. Post buyback the paid up share capital of the Company comprised of 3,13,78,663 equity shares of Rs. 10/- each amounting to Rs. 31,50,08,880/- (including an amount of Rs. 12,22,250/- received earlier on 4,67,500 forfeited equity shares).

Further details in this regard may be accessed from the website of the Company i.e. www.vlsfinance.com or Stock Exchanges' website viz. www.bseindia.com or www.nseindia.com.

5. Directors/ Key Managerial Personnel (KMP)

During the year under review and till the date of this report, following changes took place in the composition of the Board of Directors/ Key Managerial Personnel of your Company:

- Shri Gaurav Goel (DIN: 00076111)- Non-Executive, Non-Independent Director resigned from the Board w.e.f. 21/11/2025 in connection with his proposed redesignation as a Non-Executive, Independent Director.
- Shri Gaurav Goel (DIN: 00076111)- was appointed as Non-Executive, Independent Director of the Company w.e.f. 22/11/2025 for first term of five years subject to requisite approvals.
- Shri Gaurav Goel (DIN: 00076111)- Non-Executive, Independent Director resigned w.e.f. 19/01/2026 from the Board due to certain preoccupation and other personal commitments. The Board places on record its sincere appreciation for the invaluable contribution made by Shri Gaurav Goel during his tenure with the Company.
- Shri S. K. Agarwal- Managing Director (DIN: 00106763) was reappointed by the Board in its meeting held on 27/05/2025 for a further period of 3 years w.e.f. 21/08/2025 to 20/08/2028 which was approved by the members of the Company in the 38th Annual General Meeting held on 27/09/2025.
- Shri K. K. Soni- Director- Finance & CFO (DIN: 00106037) was reappointed by the Board in its meeting held on 27/05/2025 for a further period of 3 years w.e.f. 01/08/2025 to 31/07/2028 which was approved by the members of the Company in the 38th Annual General Meeting held on 27/09/2025.

The opinion of the Board on expertise and other attributes of all Directors including Independent Directors has been charted in the Report on Corporate Governance enclosed as **Annexure-I** to this report.

Directors retiring by rotation:

In accordance with the provisions of Article 89 of the Articles of Association of the Company, Shri Keshav Tandan (DIN: 10450801) will be retiring by rotation at the ensuing AGM of your Company and being eligible, has offered himself for re-appointment. Concurring to the recommendation of the Nomination and Remuneration Committee of the Company, your directors recommend his re-appointment.

Key Managerial Personnel (KMP):

Pursuant to the provisions of sub-section (51) of Section 2 and Section 203 of the Act read with the Rules framed thereunder, the following persons were Key Managerial Personnel of the Company as on March 31st, 2026:

1. Shri S. K. Agarwal- Managing Director
2. Shri K. K. Soni- Director- Finance & Chief Financial Officer
3. Shri Keshav Tandan- Executive Director
4. Shri H. Consul- Company Secretary

6. Independent Directors

The Independent Directors of your Company have complied with the relevant provisions of the law relating to their appointment and they continue to comply with the provisions of the Companies Act, 2013 and the listing regulations.

In terms of the provisions of sub-section (6) of Section 149 of the Act and Regulation 16 of the Listing Regulations, the Company has received declarations from all the Independent Directors of the Company that they continue to meet with the criteria of independence as provided in the Act and the Listing Regulations. Further, all the Non-Executive Directors of the Company had no pecuniary relationship or transactions with the Company, other than sitting fees, and reimbursement of expenses, if any, incurred by them for the purpose of attending meetings of the Company.

During the year ended 31/03/2026, 1 (one) meeting of Independent Directors was held on 31/03/2026 as detailed hereunder:

S. No.	Name of the Director	Whether Chairman / Member	Whether attended meeting held on 31/03/2026
1	Shri Adesh Kumar Jain	Chairman	Yes
2	Shri Anoop Mishra	Member	Yes
3	Shri D. K. Mehrotra	Member	No
4	Shri Najeeb Hamid Jung	Member	Yes
5	Mrs. Neeraj Vinay Bansal	Member	Yes

In the meeting of Independent Directors, held on 31/03/2026 pursuant to Schedule IV of the Act and the Listing Regulations, the Independent Directors reviewed the performance of the Chairman and Non-Independent Directors of the Company. The Directors also discussed the quality, quantity and timeliness of flow of information between the Company management and the Board, which is necessary for the Board to effectively and reasonably perform their duties. Their conclusion on all the issues discussed was satisfactory.

7. Number of Board and Committee Meetings

Relevant details have been provided in the Report on Corporate Governance enclosed as **Annexure-I** of this Annual Report.

8. Corporate Governance and Compliance Certificate

We have reported in **Annexure-I** to this report, the extent of compliance of Corporate Governance practices in accordance with Regulation 34(3) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

The requisite certificate from A. Aggarwal and Associates-Company Secretaries, through Shri Ashutosh Aggarwal, Practicing Company Secretary (COP: 7467 and Peer Review Certificate No. 7666 / 2026) confirming that as on 31/03/2026, none of the Directors of the Company has been debarred or disqualified from being appointed or continuing as Director of Company by the SEBI / Ministry of Corporate Affairs or any such statutory authority is appended at the end of aforesaid report.

9. Directors' Responsibility Statement

Pursuant to the provisions of Section 134(3) of the Companies Act, 2013, the Directors hereby confirm:

- that in the preparation of the annual accounts for the financial year ended 31st March, 2026, the applicable accounting standards have been followed along with proper explanations relating to material departures;
- that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the *profit* of the Company for that period;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records in

accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- that they have prepared the Annual Accounts for the financial year ended 31st March, 2026 on a 'going concern' basis;
- that they have laid down Internal Financial controls to be followed by the Company and that such Internal Financial Controls are adequate and effective; and
- that the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and were operating effectively.

10. Evaluation of Board/Committees/Individual Directors

The Board carried out the annual performance evaluation of its own performance and its Committees in its meeting held on 26/05/2026. The said exercise was led by the independent directors who are also constituents of Nomination and Remuneration Committee. The evaluation process focused on different aspects of the Board and Committees functioning such as composition of the Board and Committees, experience and competence, performance of specific duties and obligations, governance issues etc. The aim was to assess the effectiveness of the Board's/Committees' processes, and to identify any actions required to improve effectiveness. The review thus focused on the following associated areas viz. structure, leadership, strategy, risks, decision making and development.

The evaluation process inter-alia comprised the following:

- Review of Board, Committees and management information and other relevant documentation.
- Discussions with all directors on the Board, Committee members focusing on aspects of the Board's and Committees' composition; strategy, risk and controls; decision-making, roles and performance of the Chairman, independent directors, executive directors and other non-executive directors.

Given the experience and qualifications of the Board members, it was not considered necessary to engage external persons to facilitate the evaluation process.

As per the provisions of Section 178(2) of Companies Act, 2013, the Board of Directors also carried out annual evaluation of each Director's performance in its meeting held on 26/05/2026 on the parameters including attendance, contribution and independent judgment by individual directors. Since all Directors have rich experience of the corporate environment, they are accustomed to having their performance regularly evaluated.

11. Proper systems to ensure that compliances were adequate and effective

The professional conduct sets expectations that all employees shall comply with all laws and regulations governing Company's conduct. Information is reported upwards internally within the organization to senior management and if appropriate, also shared with the Board of Directors and/or the external auditors. Information is reported externally in public filings, if it meets the criteria for requiring public disclosure.

12. Corporate Social Responsibility (CSR)

The Company is covered under the threshold prescribed under the Act for CSR. During the year under review, the Company had allocated total amount of Rs. 3,00,82,562/- for spending in the F. Y. 2025-2026. The utilization statement is appended below:

Financial Year	Allocated Amount (in Rs.)	Proposal put up for disbursement (in Rs.)	Proposed Recipient entity and project	Amount Unspent (cumulative) (in Rs.)
			Opening Balance	Nil
2025-26	3,00,82,562/-	15,00,000/-	Friends of Tribals Society Plot No.8, 1st Floor, Local Shopping Complex, Okhla Industrial Area, Phase – II, New Delhi - 110020 Project Ekal Vidyalaya for 50 centres providing elementary education to under privileged children in remote areas in District Alwar in the state of Rajasthan	2,85,82,562/-
		15,00,000/-	Bharat Lok Shiksha Parishad NS-15/H-5 (Between ED & FD Block), Pitampura, Delhi-110034 Project Ekal Vidyalaya for 50 centres providing elementary education to under privileged children in remote areas in the state of Himanchal Pradesh	2,70,82,562
		15,00,000/-	Bharat Lok Shiksha Parishad NS-15/H-5 (Between ED & FD Block), Pitampura, Delhi-110034 Project Ekal Vidyalaya for 50 centres providing elementary education to under privileged children in remote areas in the state of Uttar Pradesh	2,55,82,562/-
		6,85,380/-	IIMPACT M-2/3, GF, DLF Phase II, Gurgaon-122002 Assistance for five learning centers located providing elementary education to under privileged children in the rural areas of Hardwar, Bundi and Kanpur Dehat.	2,48,97,182/-
		25,00,000/-	Aanchal Nyas NH-9, Dhabarsi Road, Jindal Nagar, Ghaziabad Assistance for installation of a solar power system, Hostel furniture and Bus for school in village Dhabarsi, District Ghaziabad, Uttar Pradesh.	2,23,97,182/-
		10,00,000/-	My Home India 6/801, Mayur Vihar Phase I Extension, New Delhi - 110096 Project Sapno se Apno Tak for reuniting children with their families.	2,13,97,182/-
		15,00,000/-#	All India Deaf & Dumb Society Plot No. 4&7, Institutional Area, Vikas Marg Ext, Karkardooma, Delhi – 110092 Assistance for new building to provide education up to 12th grade to specially abled children.	1,98,97,182/-
		99,75,000/-	Sri Sathya Sai Health and Education Trust 132 Infantry Road, Bangalore, Karnataka – 560001 Cardiac treatment including surgeries of the children inter-alia with congenital heart disease at Sai Sanjeevani hospital in Chhattisgarh, Haryana, Maharashtra & Telangana.	99,22,182/-
		99,22,182/-	Transfer to PM National Relief Fund as permissible under schedule VII of the Companies Act, 2013.	Nil

approved as an Ongoing Project. During F.Y. 2025-26, an amount of Rs. 5 Lakhs were disbursed to the entity. The balance amount of Rs. 10 Lakhs allocated was deposited in VLS Finance Limited- Unspent Corporate Social Responsibility Account ('UCSR account') in pursuance to Section 135(6) for the Companies Act, 2013 read with Rule 2(1)(i) the Companies (Corporate Social Responsibility Policy) Rules, 2014.

For the financial year 2025-26, from the entire corpus allocated for CSR initiative by the Company, Rs. 2,90,82,562/- had been spent in various projects (including Rs. 99,22,182/- contributed

to PM National Relief Fund) during the entire financial year and an amount of Rs. 10,00,000/- had been deposited in VLS Finance Limited- Unspent Corporate Social Responsibility

Account in pursuance to Section 135(6) for the Companies Act, 2013 read with Rule 2(1)(i) the Companies (Corporate Social Responsibility Policy) Rules, 2014. No unspent amount has been left in the corpus for the financial year 2025-26 requiring transfer to Fund in terms of second proviso to subsection 5 of Section 135 of the Companies Act, 2013.

The report of CSR Committee in terms of Section 135 of the Companies Act, 2013 is enclosed as **Annexure –II** to this report.

13. Annual Return Extract (MGT-9)

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return of the Company as on March 31, 2025 is available on the website of the Company at www.vlsfinance.com.

14. Policies

Your Company has formulated the following policies to optimize its performance and functions.

A. Corporate Social Responsibility Policy

The CSR policy can be accessed at Company's website viz. www.vlsfinance.com under the head 'Investor Relations'.

B. Related Party Transaction

The detailed policy may be accessed at www.vlsfinance.com under the head 'Investor Relations'.

The Board of Directors (the "Board") of VLS Finance Limited (the "Company") has adopted this Policy. The said Policy includes the materiality threshold and the manner of dealing with Related Party Transactions ("Policy") in compliance with the requirements of Section 188 of the Companies Act, 2013 and conforms to the requirements of Regulation 23 of the Listing Regulations.

This Policy applies to transactions between the Company and one or more of its Related Parties. It provides a framework for governance and reporting of Related Party Transactions including material transactions.

This Policy is intended to ensure due and timely identification, approval, disclosure and reporting of transactions between the Company and any of its Related Parties in compliance with the applicable laws and regulations as may be amended from time to time.

C. Board diversity

The detailed policy may be accessed at www.vlsfinance.com under the head 'Investor Relations'.

VLS Finance Limited recognises and embraces the benefits of having a diverse Board and sees increasing diversity at Board level as an essential element in maintaining a competitive advantage. A truly diverse Board will include and make good use of differences in the skills, regional and industry knowledge and experience, background, race, gender and other distinctions between Directors. These differences will be considered in determining the optimum composition of the Board and when possible would be balanced appropriately. All Board appointments shall be made on merit, in the context of the skills, experience, independence and knowledge which the Board as a whole requires to be effective.

D. Risk Management

The detailed policy may be accessed at www.vlsfinance.com under the head 'Investor Relations'.

The Company has formed Risk Management Policy to ensure appropriate risk management within its systems and culture. The Company operates in a competitive environment and is

generally exposed to various risks at different times such as technological risks, business risks, operational risks, financial risks etc. The Board of Directors and the Audit Committee of the Company shall periodically review the Risk Management Policy of the Company so that Management controls the risk through properly defined network.

The Company has a system-based approach to business risk management backed by strong internal control systems. A strong independent Internal Audit Function at the corporate level carries out risk focused audits across all businesses, enabling identification of areas where risk managements processes may need to be improved. The Board reviews internal audit findings and provides strategic guidance on internal controls, monitors the internal control environment within the Company and ensures that Internal Audit recommendations are effectively implemented.

The combination of policies and procedures adequately addresses the various risks associated with your Company's businesses.

E. Anti-sexual harassment mechanism

The Company has in place an Anti-Sexual Harassment Policy in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013 covering all women employees, including permanent, contractual, temporary employees and trainees. The detailed policy is available on the Company's website at www.vlsfinance.com under the head 'Investor Relations'.

The Company has complied with the provisions relating to the constitution of the Internal Complaints Committee under the aforesaid Act, headed by the Woman Director on the Board. Following are the complaints received during the year under review:

- (a) Number of complaints of sexual harassment received: Nil
- (b) Number of complaints disposed of: Nil
- (c) Number of cases pending for more than ninety days: Nil

F. Nomination and Remuneration Policy

The detailed policy may be accessed at www.vlsfinance.com under the head 'Investor Relations'.

Pursuant to the provisions of Section 178(3) of the Companies Act, 2013 and Regulation 19 of the Listing Regulations, the Nomination and Remuneration Committee (NRC) has formulated a policy relating to the remuneration of the Directors, Key Managerial Personnel (KMP), Senior Management and other employees including their annual evaluation. While formulating this policy, the NRC has considered the factors laid down in Section 178(4) of the Companies Act, 2013 and the Listing Regulations, as amended.

G. Vigil Mechanism /Whistle Blower

The Company is committed to adhering to the highest standards of ethical, moral and legal conduct of business operations. The Vigil (whistleblower) mechanism provides a channel to the employees and directors to report to the management concerns about unethical behaviour, actual or suspected fraud or violation of the code of conduct or policy. The mechanism provides for adequate safeguards against victimization of directors and employees who avail of the mechanism and also provide for direct access to the

Chairman of the Audit Committee in exceptional cases. It is hereby affirmed that no person was denied access to the Audit Committee.

The detailed mechanism may be accessed at www.vlsfinance.com under the head 'Investor Relations'.

15. Contracts with Related Party

The disclosure in prescribed form AOC-2 is enclosed as **Annexure - III**.

16. Auditors

Statutory Auditors

In terms of Section 139 read with Companies (Audit and Auditors) Rules, 2014, M/s. Agiwal & Associates, Chartered Accountants (FRN: 000181N) had been appointed as Statutory Auditors for a period of 5 years i.e. from the conclusion of 35th Annual General Meeting till the conclusion of 40th Annual General Meeting of the Company subject to applicable regulations. The members in the 35th AGM of the Company had authorised the Board to fix the remuneration of the Auditors. The Statutory Auditors have consented to continue as Statutory Auditors and have given confirmation that they are eligible to continue with their appointment and have not been disqualified in any manner for continuing as Statutory Auditors. The appointment of Statutory Auditors is not required to be ratified every year as per extant regulations.

Cost Auditor

The provisions relating to cost records and audit are not applicable to your Company.

Secretarial Auditors

Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, M/s. A. Aggarwal and Associates (CoP No. 7467) had been appointed as Secretarial Auditors of the Company for a term of five consecutive financial years i.e., 2025-26 to 2029-30 subject to applicable regulations. The members in the 38th AGM of the Company had authorized the Board to fix the remuneration of the Secretarial Auditors.

17. Independent Auditors' Report

The Statutory Auditor's Report issued by M/s. Agiwal & Associates for the year under review does not contain any qualification, reservations, adverse remarks or disclaimer. The Notes to Accounts referred to in the Auditors' Report are self-explanatory, therefore, do not call for any further clarifications under Section 134(3)(f) of the Act. Further, pursuant to the provisions of Section 143(12) of the Act, the Statutory Auditors of the Company have not reported any instances of fraud committed in the Company by its officers or employees.

18. Secretarial Audit Report

The Secretarial Audit Report for the year 2025-26 submitted by Secretarial Auditors in terms of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is enclosed as **Annexure-IV**. The said report does not contain any adverse remarks or observation by the Secretarial Auditors.

19. Statutory Information.

- The Company has paid the annual listing fees for the year 2026-27 to BSE Limited and The National Stock Exchange of India Limited and the custodian fees to National Securities Depository Limited and Central Securities Depository Limited
- The Board in its meeting held on 25/10/2018 had approved the proposal for voluntary delisting from the Calcutta Stock Exchange Limited (CSE). When the Company approached CSE, thereafter, to complete formalities of delisting, it was learnt that CSE had suspended the scrip of the Company alleging nonpayment of listing fee for the year 2014-15 and other non-compliances. Since the Company had paid the said listing fee in time and also made other compliances the same were promptly informed to CSE in response to their communications. However, the Exchange had been inordinately delaying the process and delisting approval has not yet been granted. Regarding listing fee for the year 2019-20 onwards, the stand taken by the Company is that the same is not payable since the Company had approached Exchange for delisting of scrip well in time and cannot be made liable for payment of the fee when the delay is on part of Exchange.
- The shares of the Company are presently listed at BSE Limited, The National Stock Exchange of India Limited, Mumbai and The Calcutta Stock Exchange Limited, Kolkata (pending delisting).
- There had been no change in the nature of business and name of Company during the year under review. Further, no proceedings / application under Insolvency and Bankruptcy Code, 2016 had been made/pending against the Company.
- There was no one time settlement with Bank/ Financial Institutions during the year under review. Further, no event has taken place that give rise to reporting of details w.r.t. difference between amount of the valuation done at the time of onetime settlement and the valuation done while taking loan from the Banks or Financial Institutions.
- During the year under review, the Company did not absorb any new technology nor did it carry out any R&D related activity for this purpose except mandated as member of Stock Exchange. However, use of energy efficient devices, wherever possible, in conducting business of Company is part of its administration policies. The detailed disclosure is enclosed as **Annexure -V** to this report.
- Your Company's principal business is acquisition of securities; hence Section 186 of the Act is not applicable.
- Your Company is in compliance with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India under Section 118(10) of the Companies Act, 2013.
- Your Company has not issued equity shares with differential voting rights, sweat equity or ESOP in terms of Section 43 and Section 62 of the Companies Act, 2013, during the year under review.
- No revision of financial statements or the Board's Report has been made in terms of Section 131 of the Companies Act, 2013, during the year under review.
- Disclosure relating to the ratio of the remuneration of each director to the median employee's remuneration in terms of Section 197(12) of the Companies Act, 2013 is enclosed as **Annexure -VI** to this report.

- During the year under review, Managing Director, Director-Finance & CFO and Executive Director of your company were not in receipt of any remuneration or commission from any subsidiary company in terms of Section 197(14) of the Companies Act, 2013. The re-appointment of Managing Director and Director – Finance & CFO for three years was made by passing Special Resolution.
- There have been no significant and material orders passed by regulatory authorities / court that would impact on the going concern status of the Company and its future operations. Further, there were no material changes or commitments affecting the financial position of the Company occurred between the year under review and date of this report.
- In the annual financial statements for the year under review, the disclosures of those items, where amount for the year under review and corresponding previous year was Nil, had been dispensed with, though required to be disclosed under applicable regulations.
- Your Company is in compliance with the provisions of the Maternity Benefit Act, 1961 and the rules made thereunder, as applicable.

20. Fixed Deposits

The Company has not held any fixed deposit during the year under review. The Company has no plans to accept any deposits from the public in the current year.

21. Human Resources

Employee relations continued to be cordial during the year. The number of employees stood at 36 (Thirty Six) at the end of the year under review. The Directors place on record their appreciation of the devoted service of the employees at all levels. In terms of the provisions of Section 197 of the Companies Act 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, there was no employee during the year drawing remuneration more than the stipulated amount in the said rules. Your Company has not approved any scheme relating to the provision of money to be held in a trust for the benefit of the employees in terms of Section 67(3)(b) of the Companies Act, 2013 during the year under review.

22. Green initiative in Corporate Governance

As a continuing endeavor towards the Go Green Initiative, the Company has been sending documents like the notice calling the general meeting, audited financial statements, directors' report, auditors' report etc. in electronic form, to the email addresses provided by the members directly or made available to us by the depositories, besides regular correspondence. The electronic mode is both economical and speedier compared to physical documents. Members who hold shares in physical form are, therefore, requested to register their e-mail addresses and intimate any change in e-mail id, with the Company or with the Registrar & Share Transfer Agents, RCMC Share Registry Pvt. Limited. In respect of electronic holdings, members are requested to register their e-mail addresses with the depository through their concerned depository participants. You may kindly note that even after registration of e-mail ID, you are

entitled to be furnished, free of cost, a printed copy of the annual report of the Company, upon receipt of a requisition from you, at any time. In case you desire to receive Company's communication and documents in physical form, you are requested to intimate us through email at hconsul@vlsfinance.com.

23. Subsidiary/Associate Companies

Statement pursuant to Section 129(3) of the Companies Act, 2013 in Form AOC-1 for the financial year ended 31/03/2026 in respect of the subsidiary / associate companies, is enclosed with Annual Accounts of the Company. Please refer to Note no. 51 of Notes forming part of consolidated financial statement in the Annual Report for the year under review.

The consolidated financial results include the audited financial results for the year ended on 31/03/2026 of the subsidiaries VLS Securities Limited (100%), VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) (100%) and VLS Asset Management Limited (99.15%). The financial results of VLS Capital Limited for the same period have been consolidated under equity method of accounting as an associate of VLS Securities Limited a subsidiary of the Company, since it was not consolidated by said subsidiary in view of exemption available under Section 129 read with Rule 6 of the Companies (Accounts) Rules, 2014. The financial results of Sunair Hotels Limited ('Sunair') are not included in these consolidated financial statements as it does not fall under the definition of an associate as per Ind AS-28 due to absence of significant influence on account of ongoing disputes between the Company and Sunair, hence excluded from consolidation of financial results of the year under review.

24. Consolidated Financial Statements

In compliance of Section 129(3) of the Companies Act, 2013, the consolidated financial statements in accordance with the prescribed accounting standards are annexed to the audited annual accounts for the year under review.

25. Transfer of Unclaimed Dividend and Unclaimed shares to Investor Education and Protection Fund (IEPF)

The details relating to unclaimed dividend and unclaimed shares forms part of the Report on Corporate Governance enclosed as **Annexure-I** to this report.

26. Acknowledgements

The Directors thank the Company's business associates, Bankers, the Securities & Exchange Board of India, Stock Exchanges, employees, vendors, investors and academic partners for their continuous support. The Directors also thank the Government of India and Governments of various states in India.

For and on behalf of the Board of Directors

Place: New Delhi
Date : 26/05/2026

Suresh Kumar Agarwal Kishan Kumar Soni
Managing Director Director-Finance & CFO
DIN: 00106763 DIN: 00106037

REPORT ON CORPORATE GOVERNANCE
Our Mission:

To be one of the top ranking Corporate to achieve sustained growth of business and profitability in core areas of investments, private placements and securities related operations, fulfilling socio economic obligations, excellence in customer service through upgradation of skills of staff, their effective participation and making use of state of art technology.

Corporate Philosophy:

Your Company is committed to good corporate governance which enjoins the highest standard of ethical and responsible conduct of business to create value for all stakeholders. The philosophy of your Company is to enhance the long-term economic value of the Company, its stakeholders and the society at large by adopting better corporate practices which not only ensures that the Company operates within the regulatory framework but also strives to achieve more transparency in management and institutional soundness.

1. Board of Directors

a) The strength of the Board as on 31st March 2026 was 8 Directors. Except Shri Suresh Kumar Agarwal- Managing Director, Shri Kishan Kumar Soni- Director- Finance & CFO and Shri Keshav Tandan -Executive Director, all are Non-Executive, Independent Directors. The Chairman too is Non-Executive, Independent Director. The present constitution of Board also adequately complies with the present requirement of composition of Board under Regulation 17 of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations"). The Independent Directors aforesaid adequately meet the criteria laid down in Section 149 of Companies Act, 2013 read with Regulation 16(1)(b) of the Listing Regulations and other relevant laws as per declarations received by the Company. The details of changes in Board of Directors have been dealt with in Directors' Report under the head 'Directors/ Key Managerial Personnel (KMP)'. The information provided in this Report on Corporate Governance is as on March 31st, 2026 and update, if any, have been indicated separately in this report.

The attendance record of directors for the year ended 31/03/2026 and other information about them as required under the Listing Regulations is as follows:

S. No.	Name of the Director	Whether Promoter/ Executive or Non- Executive/ Independent	No. of Board Meetings during F.Y. 2025-2026		Whether attended AGM held on 27/09/2025	No. of Directorships in other Public Limited Companies as on 31/03/2026@	No. of Committee positions held in other Public Limited Companies as on 31/03/2026^	
			Held during tenure	Attended			Chairman	Member*
1)	Shri Anoop Mishra- Chairman	Independent, Non-Executive	5	5	No	3	1	3
2)	Shri Dinesh Kumar Mehrotra	Independent, Non-Executive	5	5	Yes	2	1	2
3)	Shri Adesh Kumar Jain	Independent, Non-Executive	5	5	Yes	2	3	3
4)	Shri Najeeb Hamid Jung	Independent, Non-Executive	5	5	Yes	0	0	0
5)	Mrs. Neeraj Vinay Bansal	Independent, Non-Executive	5	5	No	0	0	0
6)	Shri Suresh Kumar Agarwal (Managing Director)	Executive	5	5	Yes	3	0	0
7)	Shri Kishan Kumar Soni (Director- Finance & CFO)	Executive	5	5	Yes	4	0	0
8)	Shri Keshav Tandan	Executive	5	5	Yes	3	0	0
9)	Shri Gaurav Goel (resigned w.e.f. 19/01/2026)	Independent, Non-Executive	4	4	Yes	NA	NA	NA

* Membership count includes the count in which Director is the Chairman (ref.: FAQ on Corporate Governance report filed under Regulation 27 of Listing Regulations)

^ In accordance with Regulation 26 of the Listing Regulations

@ Excluding directorship in foreign companies and Section 8 companies as per Section 165 of the Companies Act, 2013

None of the directors is a member of more than 10 Board-level committees, namely the Audit and the Stakeholders Relationship Committee or a Chairman of more than five such Committees, as required under Regulation 26 of the Listing Regulations.

b) Board meetings and attendance

During the year ended 31/03/2026, 5 (Five) Board Meetings were held on 27/05/2025, 07/08/2025, 09/11/2025, 22/11/2025 and 13/02/2026 with atleast one meeting in every quarter and the gap between two Board meetings did not exceed 120 days. The information required under Schedule V(C) of the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 is made available to the Board. The agenda and papers for consideration at the Board Meeting and its Committee Meetings are circulated in advance as required under law except when the meeting was called at shorter notice. Adequate information is circulated as part of the Board papers and is also made available at the Board meeting to enable the Board to take informed decisions.

The dates on which Board meetings were held and Directors present are as follows:

Sr. No.	Date of Board Meeting	Board Strength	No. of Directors present	Leave of absence was granted to:
1.	27/05/2025	9	9	None
2.	07/08/2025	9	9	None
3.	09/11/2025	9	9	None
4.	22/11/2025	9	9	None
5.	13/02/2026	8	8	None

c) There were no material transactions with the non-executive directors during the year under review. For other related party transactions, necessary disclosures have been made under the head "Notes forming part of financial statement" in the annual accounts for the year under review.

d) Information supplied to the Board:

The Board has unfettered and complete access to any information within the Company and to any employee of the Company. All other relevant information, as and when required including those envisaged in Regulation 17 of the listing regulations was regularly provided to the Board and Committees thereof. The requisite CEO and CFO certification was also placed before the Board alongwith the quarterly and annual accounts for the year under review as required under Regulation 33 of the listing regulations.

e) Details of remuneration paid to the Directors during the Financial year ended on 31/03/2026:

(Amount in Lacs)

S. No.	Name of the Director	Salary	Perquisites	Sitting fee	Commission	Total
1	Shri Anoop Mishra	N.A.	N.A.	6.75	N.A.	6.75
2	Shri Dinesh Kumar Mehrotra	N.A.	N.A.	5.70	N.A.	5.70
3	Shri Adesh Kumar Jain	N.A.	N.A.	6.20	N.A.	6.20
4	Shri Najeeb Hamid Jung	N.A.	N.A.	5.30	N.A.	5.30
5	Mrs. Neeraj Vinay Bansal	N.A.	N.A.	5.65	N.A.	5.65
6	Shri Suresh Kumar Agarwal	62.94	0.00	N.A.	N.A.	62.94
7	Shri Kishan Kumar Soni	60.29	0.00	N.A.	N.A.	60.29
8	Shri Keshav Tandan	71.34	0.00	N.A.	N.A.	71.34
9	Shri Gaurav Goel#	N.A.	N.A.	3.00	N.A.	3.00

Resigned w.e.f. 19/01/2026

Notes:

- Currently, the Company does not have any stock option scheme.
- No remuneration, except sitting fee, is paid to Non-Executive Directors. The Non-Executive Directors of your Company are only paid sitting fees and they are not entitled to any stock options and no payment of commission has been approved by the members. The Non-Executive Directors do not have any pecuniary relationship/transaction with the Company in their personal capacity other than Sitting Fees and reimbursement of expenses for attending meetings of the Board and Committees thereof. The criteria can also be accessed at www.vlsfinance.com.
- Shri Suresh Kumar Agarwal- Managing Director and Shri Kishan Kumar Soni- Director- Finance & CFO hold 1 equity share each of the Company as on 31/03/2026. Further, Shri Adesh Kumar Jain- Independent Director held 8500 equity shares of the Company together with his relatives as on 31/03/2026. No other director held any share of the Company on the said date. None of the Directors are related to each other.
- All Directors other than Independent Directors are liable to retire by rotation as per provisions of the Companies Act, 2013.
- In case of Executive Directors, the fixed component of salary is based on the recommendation of Nomination and Remuneration Committee of the Company, which takes into consideration the performance of relevant period. The performance criterion is provided in the section 'Evaluation of Board/ Committees/ Individual Directors' in the Directors' Report.

f) Code of Conduct

The Code of Conduct is applicable on all directors and senior managerial personnel of the Company with certain provisions applicable to all employees e.g. insider trading etc. The Code of Conduct is available on the Company's website. The declaration from Managing Director that all Board members and other concerned have complied with the code is appended to and forms part of this report.

Declaration for compliance with the Code of Conduct

Pursuant to Regulation 26 read with Schedule V (D) of the Listing Regulations, I hereby declare that the Company has obtained affirmative compliance with Code of Conduct from all the Board members and senior management personnel of the Company for the period under review, which ended on 31/03/2026.

Date: 26/05/2026
Place: New Delhi

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

g) Disclosures regarding appointment or re-appointment of Directors

The relevant information about Director(s) retiring by rotation and re-appointment of Director(s) has been furnished in notice convening the ensuing Annual General Meeting.

h) Details of familiarization program imparted to Independent Directors can be accessed at www.vlsfinance.com.
i) Names of the listed entities where Directors are on Board including VLS Finance Limited as on 31/03/2026:

S. No.	Name of Directors	Name of Listed Company	Category
1	Shri Anoop Mishra	VLS Finance Limited Star paper Mills Limited	Chairman- Independent Director Independent Director
2	Shri Dinesh Kumar Mehrotra	VLS Finance Limited Computer Age Management Services Limited	Independent Director Chairman, Non- Executive, Non-Independent Director
3	Shri Adesh Kumar Jain	VLS Finance Limited South Asian Enterprises Limited	Independent Director Independent Director
4	Shri Najeeb Hamid Jung	VLS Finance Limited	Independent Director
5	Mrs. Neeraj Vinay Bansal	VLS Finance Limited	Independent Director
6	Shri Suresh Kumar Agarwal	VLS Finance Limited	Managing Director
7	Shri Kishan Kumar Soni	VLS Finance Limited	Director- Finance & CFO
8	Shri Keshav Tandan	VLS Finance Limited	Executive Director
9	Shri Gaurav Goel#	VLS Finance Limited Mangalam Cement Limited Dhampur Sugar Mills Limited	Non-Executive, Independent Director Non-Executive, Non-Independent Director Managing Director

Resigned w.e.f. 19/01/2026

j) Resignation of Independent Director

During the year under review, Shri Gaurav Goel (DIN: 00076111), Independent Director of the Company, resigned from the Board with effect from January 19, 2026, due to certain preoccupation and other personal commitments.

The Company has received confirmation from Shri Gaurav Goel that there are no material reasons for his resignation other than those stated above.

The reason for resignation, as provided by Shri Gaurav Goel, along with the aforesaid confirmation, were intimated to the Stock Exchanges on even date and are also available on the website of the Company.

Key Board qualifications, expertise and attributes

The Board comprises qualified members who bring in the required skills, competence and expertise that allow them to make effective contributions to the Board and its committees. The Board members are committed to ensuring that the Board is in compliance with the highest standards of corporate governance.

The table below summarizes the key qualifications, skills, and attributes which are taken into consideration while nominating candidates to serve on the Board.

Norms for ascertaining expertise of Director	
Financial	Leadership of a financial firm or management of the finance function of an enterprise, resulting in proficiency in complex financial management, and financial reporting processes, or experience in handling financial function at top level or in the field of Company's business.
Gender diversity	Representation of gender or other perspectives that expand the Board's understanding of the needs and viewpoints of our employees, government and other stakeholders.
Leadership	Leadership experience for an enterprise, resulting in a practical understanding of organizations, processes, strategic planning, and risk management.
Governance	Experience on a public company board to develop insights about maintaining board and management accountability, protecting stakeholder interests, and observing suitable governance practices.

In the table below, the specific areas of focus or expertise of individual Board members have been highlighted. However, the absence of a mark against a member's name does not necessarily mean, the member does not possess the corresponding qualification or skill.

Name	Financial	Leadership	Governance
Shri Anoop Mishra	√	√	√
Shri Dinesh Kumar Mehrotra	√	√	√
Shri Adesh Kumar Jain	√	√	√
Shri Najeeb Hamid Jung	-	√	√
Mrs. Neeraj Vinay Bansal	√	√	√
Shri Suresh Kumar Agarwal	√	√	√
Shri Kishan Kumar Soni	√	√	√
Shri Keshav Tandan	√	√	√
Shri Gaurav Goel#	√	√	√

Resigned w.e.f. 19/01/2026

2. Audit Committee

a) Composition

During the year, the Audit Committee consisted of Shri Adesh Kumar Jain as Chairman, Shri Anoop Mishra, Shri Dinesh Kumar Mehrotra, Shri Najeeb Hamid Jung, Mrs. Neeraj Vinay Bansal and Shri Suresh Kumar Agarwal as Members. The Company Secretary acts as Secretary of the Committee.

The majority of members are Independent Directors. All the members of Committee are financially literate in terms of relevant stipulation under Regulation 18 of the Listing Regulations and five members have extensive experience in areas of finance, taxation and other financial services. The Committee continues to comply with the constitution norms stipulated in Listing Regulations.

b) Terms of reference

The role, terms of reference, authority and powers of the Committee were in conformity with the SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 read with Section 177 of the Companies Act, 2013. The Audit Committee inter-alia advises the management on areas where systems, processes, measures for controlling and monitoring revenue, internal audit and risk management can be improved. Statutory Auditors are regularly invited to meetings of the Committee. The Internal Auditors, the Director-Finance & CFO and other executives are also invited to the Committee's meetings. The minutes of Audit Committee meetings are regularly placed before the Board. The Board has accepted all the recommendations made by the Audit Committee during the year under review.

c) Meetings and attendance

During the year ended 31/03/2026, 4 (Four) meetings of Audit Committee were held on 27/05/2025, 07/08/2025, 09/11/2025 and 13/02/2026. The summary of attendance of members is as under:

Name	No. of Meetings	
	Held during tenure	Attended
Shri Adesh Kumar Jain	4	4
Shri Anoop Mishra	4	4
Shri Dinesh Kumar Mehrotra	4	4
Shri Suresh Kumar Agarwal	4	4
Shri Najeeb Hamid Jung	4	4
Mrs. Neeraj Vinay Bansal	4	4

The dates on which Audit Committee meetings were held and the Committee Members present are as follows:

S No.	Date of Audit Committee Meeting	Audit Committee Strength	No. of Directors present	Leave of absence was granted to:
1.	27/05/2025	6	6	Nil
2.	07/08/2025	6	6	Nil
3.	09/11/2025	6	6	Nil
4.	13/02/2026	6	6	Nil

3. Nomination and Remuneration Committee

a) Composition

The Nomination and Remuneration Committee ('NRC') as on 01/04/2025 consisted of Shri Dinesh Kumar Mehrotra as Chairman, Shri Adesh Kumar Jain, Shri Anoop Mishra, Mrs. Neeraj Vinay Bansal and Shri Gaurav Goel as members. Shri Gaurav Goel ceased to be a member of the Committee w.e.f. 21/11/2025, consequent to his resignation as a Non-Executive, Non-Independent

Director of the Company in connection with his proposed redesignation as a Non-Executive, Independent Director. The Board at its meeting held on 22/11/2025, reconstituted the Committee by nominating Shri Gaurav Goel as a member following his appointment as an Independent Director on the Board w.e.f. 22/11/2025. Further, Shri Gaurav Goel again ceased to be constituent of the Committee w.e.f. 19/01/2026 post his resignation from the Board. The Committee continues to comply with the constitution norms stipulated in Listing Regulations. The Company Secretary acts as Secretary of the Committee.

b) Terms of reference

The Committee formulates the remuneration package for directors including key managerial personnel subject to approval of the Board and performs other roles detailed out in the listing regulations or as assigned by the Board from time to time. The performance evaluation criteria for independent directors is based on participation, contribution, effective utilization of expertise & skill, relationship with stakeholders, maintenance of confidentiality, independent judgment, willingness to contribute time etc. The minutes of NRC Committee meetings are regularly placed before the Board. The Board had accepted all the recommendations made by NRC Committee during the year under review.

c) Meetings and attendance

During the year under review, four meetings of NRC were held on 27/05/2025, 09/11/2025, 22/11/2025 and 13/02/2026. The summary of attendance of members is as under:

Name	No. of Meetings	
	Held during tenure	Attended
Shri Dinesh Kumar Mehrotra	4	4
Shri Adesh Kumar Jain	4	4
Shri Anoop Mishra	4	4
Mrs. Neeraj Vinay Bansal	4	3
Shri Gaurav Goel#	3	2

Ceased to be constituent of Committee due to resignation from the Board w.e.f. 19/01/2026

The dates on which NRC meetings were held, and the Committee Members present are as follows:

Sl. No.	Date of NRC Meeting	NRC Strength	No. of Directors present	Leave of absence was granted to:
1.	27/05/2025	5	4	Mrs. Neeraj Vinay Bansal
2.	09/11/2025	5	4	Shri Gaurav Goel
3.	22/11/2025	5	5	Nil
4.	13/02/2026	4	4	Nil

4. Stakeholders Relationship Committee

a) Composition and terms of reference

During the year, the Committee consisted of Shri Anoop Mishra - Independent Director as Chairman, Shri Suresh Kumar Agarwal and Shri Kishan Kumar Soni as members. The Company Secretary acts as Secretary of the Committee and is also the Compliance Officer. The Committee is vested with the requisite powers and authority to specifically look into the redressal of the shareholder's and investor's grievances apart from powers of issuing duplicate shares and other related matters. The processing of request for dematerialisation/ transfer/ transmission/ issue of duplicate certificates and matters related thereto is processed by M/s. RCMC Share Registry Private Limited, the Registrar & Transfer Agents within the time prescribed. The Committee continues to comply with the constitution norms stipulated in Listing Regulations.

As a step towards providing better services to its shareholders, individual members of the Committee regularly approve the requests for dematerialization of shares received during the intervening period between two committee meetings in exercise of authority delegated by committee. Thus, the time gap between the demat approvals on an average is less than 15 days. The summary of demat requests approved by members is regularly placed before Committee. The minutes of the Committee meetings are regularly placed before the Board.

b) Meetings and attendance

During the year under review, 10 (Ten) meetings of Stakeholders Relationship Committee ('SRC') were held on 30/04/2025, 04/06/2025, 30/06/2025, 25/07/2025, 12/09/2025, 25/10/2025, 02/12/2025, 02/02/2026, 28/02/2026 and 31/03/2026.

The summary of meetings attended by members of Committee is as under:

Name	No. of Meetings	
	Held during tenure	Attended
Shri Anoop Mishra	10	10
Shri Suresh Kumar Agarwal	10	9
Shri Kishan Kumar Soni	10	10

The dates on which SRC meetings were held and the Committee Members present are as follows:

Sr. No.	Date of SRC Meeting	SRC Strength	No. of Directors present	Leave of absence was granted to:
1	30/04/2025	3	3	None
2	04/06/2025	3	3	None
3	30/06/2025	3	3	None
4	25/07/2025	3	3	None
5	12/09/2025	3	3	None
6	25/10/2025	3	2	Shri Suresh Kumar Agarwal
7	02/12/2025	3	3	None
8	02/02/2026	3	3	None
9	28/02/2026	3	3	None
10	31/03/2026	3	3	None

c) Shareholders Complaints

The Company received 9 (Nine) complaints during the financial year ended 31st March, 2026. All the complaints, whether received through SEBI, stock exchanges or individual members during the year were redressed to the satisfaction of the shareholders. The nature wise summary of complaints received and redressed during the year is as under:

Nature of Complaints**	Received	Redressed
Non-receipt of Dividend	0	0
Non-receipt of Shares after transfer/Rejection through RTA.	0	0
Non-receipt of Annual Report	0	0
Non-receipt of Bonus Shares	0	0
Non-receipt of Name change sticker	0	0
Non- receipt of share certificate after Rejection of Demat request	0	0
Others [SCORES (Non-receipt of Dividend), RTA, exchanges etc.]	9	9
Total	9	9

** Complaint received from multiple sources e.g. from SEBI, Stock Exchange etc. has been treated as one complaint but a complaint, if sent again by SEBI/ stock exchanges has been treated as a fresh complaint.

General correspondence e.g. change of address, enquiry on dividend for the year, ISIN of the Company etc. have been excluded from above.

5. CSR Committee

a) Composition and terms of reference

As on 01/04/2025, the Committee consisted of Shri Najeed Hamid Jung – Independent Director as Chairman and Shri Anoop Mishra, Shri Adesh Kumar Jain, Shri Gaurav Goel and Shri Suresh Kumar Agarwal as members. Shri Gaurav Goel ceased to be a member of the Committee w.e.f. 21/11/2025, consequent to his resignation as a Non-Executive, Non-Independent Director of the Company in connection with his proposed redesignation as a Non-Executive, Independent Director. The Board at its meeting held on 22/11/2025, reconstituted the Committee by nominating Shri Gaurav Goel as a member following his appointment as an Independent Director on the Board w.e.f. 22/11/2025. Further, Shri Gaurav Goel again ceased to be constituent of the Committee w.e.f. 19/01/2026 post his resignation from the Board. The terms of reference of CSR Committee are in compliance with the applicable regulations. During the year, 3 (Three) meetings of the Committee were held on 07/08/2025, 22/11/2025 and 13/02/2026. The Committee continues to comply with the constitution norms stipulated under applicable laws. The Company Secretary acts as Secretary of Committee.

The summary of meetings attended by members of Committee is as under:

Name	No. of Meetings	
	Held during tenure	Attended
Shri Najeed Hamid Jung	3	3
Shri Adesh Kumar Jain	3	3
Shri Anoop Mishra	3	3
Shri Gaurav Goel#	2	2
Shri Suresh Kumar Agarwal	3	3

Ceased to be constituent of Committee due to resignation from the Board w.e.f. 19/01/2026.

The dates on which CSR Committee meetings were held and the Committee Members present are as follows:

Sr. No.	Date of CSR Committee Meeting	CSR Strength	No. of Directors present	Leave of absence was granted to:
1	07/08/2025	5	5	None
2	22/11/2025	5	5	None
3	13/02/2026	4	4	None

6. Other Committees of Board of Directors:

a) Risk Management Committee

Composition and terms of reference

The provisions of Regulation 21 read with clause 5A of part C of Schedule V of Listing Regulations are not applicable to the Company for the year under review though the Board has constituted an internal committee for monitoring risk management.

b) Buyback Committee

The Board of Directors in its meeting held on 22/11/2025 constituted the buyback committee for facilitating buyback of shares, inter-alia, to do all such acts as it may, in its absolute discretion deem necessary, expedient, or proper for the implementation of the Buyback through tender offer route, approved by the Board of Directors in its aforesaid meeting. The Committee consisted of Shri Suresh Kumar Agarwal, Shri Kishan Kumar Soni and Shri Keshav Tandan. The Company Secretary acts as Secretary of Committee.

Details of Buy Back committee meetings held and the committee members present are as follows:

Sl. No.	Date of Buy Back Committee Meeting	Committee Strength	No. of Directors present	Leave of absence was granted to:
1	24/11/2025	3	2	Shri Keshav Tandan
2	15/12/2025	3	3	None
3	16/12/2025	3	3	None
4	20/12/2025	3	2	Shri Keshav Tandan
5	30/12/2025	3	2	Shri Keshav Tandan
6	01/01/2026	3	2	Shri Keshav Tandan

7. General Body Meetings

a) Details of the last three annual general meetings (AGM) and extraordinary general meeting (EGM).

Financial year ended	Date	Time	Venue
March 31, 2025 (AGM)	September 27, 2025	3:30 p.m.	From registered office through Video Conferencing ('VC') / Other Audio-Visual Means ('OAVM')
March 31, 2024 (AGM)	September 28, 2024	3:30 p.m.	From registered office through Video Conferencing ('VC') / Other Audio-Visual Means ('OAVM')
March 31, 2023 (AGM)	September 29, 2023	3:30 p.m.	From registered office through Video Conferencing ('VC') / Other Audio-Visual Means ('OAVM')

No extraordinary general meeting of the members was held during Financial year 2025- 2026.

b) Special resolution passed in the previous 3 AGMs

- In the AGM held on 27/09/2025, re-appointment of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director and re-appointment of Shri Kishan Kumar Soni (DIN:00106037) - Director- Finance & CFO of the Company were approved by the respective special resolutions.
- In the AGM held on 28/09/2024, revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company and revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) – Director- Finance & CFO of the Company were approved by respective special resolutions.
- In the AGM held on 29/09/2023, appointment of Shri Adesh Kumar Jain (DIN: 00512969) as a Non-Executive Independent Director of the Company for the 1st term of 5 years, re-appointment of Shri Mahesh Prasad Mehrotra (DIN: 00016768) as the Whole-time Director designated as Executive Vice -Chairman, revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company, revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) – Director-Finance & CFO of the Company were approved by respective special resolutions.

c) Postal ballot

During the year under review, the following resolutions were passed by the members by the requisite majority by way of postal ballot notice dated 22/11/2025 through remote e-Voting:

- To approve the appointment of Shri Gaurav Goel* (DIN: 00076111) as an Independent Director of the Company by way of Special Resolution.
- To approve the revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company by way of Special Resolution.
- To approve the revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) – Director- Finance & CFO of the Company by way of Special Resolution.
- To approve the revision in remuneration of Shri Keshav Tandan (DIN: 10450801) -Executive Director of the Company by way of Ordinary Resolution.

*Item No. 1 w.r.t appointment of Shri Gaurav Goel (DIN: 00076111) as an Independent Director of the Company was not taken up in the results since it was withdrawn by the Company considering resignation of Shri Gaurav Goel as Independent Director of the Company w.e.f. 19/01/2026 due to certain preoccupation and other personal commitments.

The results of the Postal Ballot was announced on 31st January, 2026. Shri Ashutosh Aggarwal - Practicing Company Secretary (M. No. A9972) from A Aggarwal and Associates, Company Secretaries (COP: 7467) was appointed as the Scrutinizer for conducting the postal ballot (via e-voting) in a fair and transparent manner.

Details of the voting pattern are provided below:

Resolution passed through postal ballot	No. of votes polled	Votes in favour of the resolution	% of Votes in favour on votes polled	Votes against the resolution	% of Votes against on votes polled	Result
To approve the appointment of Shri Gaurav Goel (DIN: 00076111) as a Non-Executive, Independent Director of the Company	Not taken up since withdrawn by Company as Shri Gaurav Goel (DIN: 00076111) had resigned as Independent Director of the Company with effect from 19/01/2026 due to certain preoccupation and other personal commitments.					
Revision in remuneration of Shri Suresh Kumar Agarwal (DIN: 00106763) - Managing Director of the Company.	14779810	14777429	99.98	2381	0.02	Passed as Special Resolution
Revision in remuneration of Shri Kishan Kumar Soni (DIN: 00106037) – Director-Finance & CFO of the Company.	14779810	14777309	99.98	2501	0.02	Passed as Special Resolution
Revision in remuneration of Shri Keshav Tandan (DIN:10450801) – Executive Director of the Company.	14779810	14777309	99.98	2501	0.02	Passed as Ordinary Resolution

Further, after the closure of financial year, one Ordinary Resolution was passed on 09/04/2026 by the members by the requisite majority by way of postal ballot through remote e-Voting for approving revision in remuneration structure of Shri Keshav Tandan (DIN:10450801) – Executive Director of the Company to comply with the code of wages notified on 21/11/2025.

The postal ballot notice was sent on 10/03/2026 to the members as on cutoff date 27/02/2026 and remote voting process were on for 30 days as per postal ballot regulations and completed on 09/04/2026. The voting result were declared within two working days on 13/04/2026. Details of the voting pattern are provided is reproduced below:

Resolution passed through postal ballot	No. of votes polled	Votes in favour of the resolution	% of Votes in favour on votes polled	Votes against the resolution	% of Votes against on votes polled	Result
Revision in remuneration structure of Shri Keshav Tandan (DIN:10450801) – Executive Director of the Company	14226900	14224251	99.98	2649	0.02	Passed as Ordinary Resolution

Procedure for postal ballot: The postal ballot was carried out as per the provisions of Section 108 and 110 and other applicable provisions of the Companies Act, 2013, read with the rules framed thereunder and read with the General Circular nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020 and subsequent circulars issued in this regard, the latest being 3/2025 dated September 22, 2025, issued by the Ministry of Corporate Affairs.

The aforesaid voting results are available on our website at <https://www.vlsfinance.com/announcements/> and website of concerned Stock Exchanges.

8. Disclosures

a) Related party transactions

There were no transaction with promoters, directors and related persons that were materially significant, having conflict with the interest of Company at large, during the financial year under review. However, necessary disclosure has been made in audited financial accounts for the year under review under the head 'Notes forming part of financial statements'.

b) Statutory compliance, penalties and strictures

There have been no instances of non-compliances by the Company on any matter related to the capital markets and no penalties and/or strictures have been imposed on it by the stock exchanges or by the SEBI or by any statutory authority on any matter related to the capital markets during the last three financial years except which are disclosed in this annual report or to the stock exchanges from time to time.

- Vide assessment order dated 31-03-2025 the Assessing Officer – Income Tax had made addition in the Returned Income of Rs. 67,40,097/- for the A.Y. 2023-24 and initiated penalty proceedings in respect thereof. An appeal was filed before the Commissioner of Income Tax (Appeals) on 31-03-2025. The Commissioner of Income Tax (Appeals) vide order dated 29-01-2026 has allowed the appeal by directing the Assessing Officer to delete the addition of Rs. 67,40,097/-. Further, certain discrepancies has been observed in the CIT(A) order for which rectification application u/s 154 of the Income Tax Act, 1961 has been filed which is currently pending adjudication before CIT(A).

- Assessment Order has been passed u/s 143(3) determining addition of Rs.1,33,830/- in total income of the Company under Section 14A for A.Y. 2024-25. Accordingly demand notice has been issued u/s 156 for a sum of Rs. 35,875/- on account of addition in total income and separate notice has been issued for initiating penalty proceedings. The Company paid the additional tax demand of Rs. 35,875/- and has requested for waiver of Penalty proceedings which was to be initiated by the department.
 - The Company received a notice of demand, under Section 156 of The Income Tax Act, 1961 of Rs. 25.97 Crore for Assessment Year 2022-23 (relevant Financial Year ended on 31.03.2022) issued by the Assistant Commissioner of Income Tax, Central Circle-17, Delhi on 01.04.2024. Against the notice of demand, the Company had filed an appeal before Commissioner (Appeals), Delhi on 20.04.2024. The Commissioner (Appeals) allowed the appeal resulting in cancellation of entire demand of Rs. 25.97 Crores. The same has been intimated to the Concerned Exchanges vide letter dated 25-06-2025.
- c) Legal Proceedings**
There are certain pending cases relating to disputes between investors over title to equity shares of the Company, in which the Company has been made a party. However, these cases are not material in nature.
- d) Whistle Blower Policy/Vigil Mechanism**
The Company has adopted the whistle blower policy and no personnel have been denied access to the audit committee. The policy may be accessed at <https://www.vlsfinance.com/policy/>.
- e) Certificate on disqualification of Directors**
The requisite certificate by Company Secretary in practice that none of the Directors were disqualified to be appointed as directors during the year is annexed to this Report.
- f) Web link for different policies of the Company.**
The Web Link for the different policies of the Company including policy for determining 'material' subsidiaries and policy on dealing with related party transactions is <https://www.vlsfinance.com/policy/>.
- g) Compliance of non-mandatory requirements**
- i) The Company does not maintain separate office for the Non-Executive Chairman. However, he may claim reimbursement of expenses incurred for performance of duties as Chairman. No expenses on this account have been claimed during the year under review.
 - ii) Presently, positions of Chairman and Managing Director are held by separate persons and the Chairman is a non-executive director and is not related to the Managing Director. The Company does not have any CEO.
 - iii) There was no qualification in the auditor's report on the annual accounts of the Company for the year under review.
 - iv) The report of internal auditor is placed before the audit committee and the internal auditor is regularly invited to meetings of audit committee.

9. Communication to Shareholders

The Company does not send newsletter to shareholders on quarterly or half yearly basis. The Company publishes unaudited quarterly results and annual audited results in prescribed format, in two newspapers viz. 'The Financial Express' and 'Jansatta' regularly. The said results and other quarterly compliances under various regulations of the Listing Regulations alongwith reconciliation of share capital audit report are uploaded on NEAPS, the specified portal provided by NSE and <https://listing.bseindia.com>, a platform provided by BSE Ltd. as well as emailed to listing@cse-india.com, the official email ID of The Calcutta Stock Exchange Ltd., Kolkata and the said results are also made available on the Company's website <https://www.vlsfinance.com> in terms of Regulation 46 of the Listing Regulations.

Further, disclosures pursuant to the Listing Regulations are promptly communicated to the concerned stock exchanges. The documents filed by the Company with Registrar of Companies can be inspected at MCA's website namely www.mca.gov.in, the Company Identification Number (CIN) of Company is **L65910DL1986PLC023129**.

- a) The official news releases and presentations made to analysts/ institutional investors shall also be posted on the website as and when made. No presentation was, however, made by company to analysts etc. during the year under review.
- b) The 'Management Discussion and Analysis' forms part of annual report for the year under review. The Company, however, assumes no responsibility in respect of forward-looking statements, which may be amended or modified in future on the basis of subsequent developments or events.
- c) The email of the Company is vls@vlsfinance.com. The Company also has dedicated an e-mail ID exclusively for redressal of investor complaints in compliance of Regulation 46 of the listing regulations namely hconsul@vlsfinance.com which is displayed on the Company's website www.vlsfinance.com under heading 'contact us'. The queries may also be addressed at the registered office of the Company.

10. Shareholders Information

a) Annual General Meeting

Date and time	:	Tuesday, 29 th September, 2026 at 3.30 p.m.
Venue	:	Video Conferencing ("VC") / Other Audio Visual Modes ("OAVM") from registered office of the Company situated at Ground Floor, 90, Okhla Industrial Estate, Phase-III, New Delhi-110020.
Financial Year	:	April 2025 to March 2026.
Dividend payment date	:	On or before 28/10/2026, if declared.
Buy Back of Shares	:	Please refer para 4 of the Director's Report

b) Listing at Stock Exchanges

The equity shares of the Company are listed at following Stock Exchanges:

1. BSE Limited (BSE)	(Scrip Code: 511333)
2. The National Stock Exchange of India Ltd. (NSE)	(Scrip Code: VLSFINANCE)
3. The Calcutta Stock Exchange Ltd. (CSE) (Pending delisting)	(Scrip Code: 032019)

The annual listing fee has been paid to BSE and NSE upto the financial year 2026-2027. The Company had filed the application for voluntary delisting of its shares from the CSE during the year 2018-19 itself and the same is under process, hence no listing fee has been paid to CSE from the financial year 2019-2020 onwards as of now.

c) Registrar and Transfer Agents and Share Transfer System

The Company has retained M/s RCMC Share Registry Pvt. Ltd., as its Registrar & Transfer Agents for further period of one year w.e.f. 01/04/2026 for entire shareholder services viz. processing request for transfer, other shareholder services, dematerialisation of holding, providing connectivity services with depositories in compliance of SEBI's circular No. D&CC/F/TTC/CIR-15/2002 dated 27/12/2002.

d) Investor Correspondence

For any query relating to transmission of shares, dematerialisation, change of address etc. please write to:

RCMC Share Registry Pvt. Ltd.,
B-25/1, First Floor, Okhla Industrial Area,
Phase-II, New Delhi-110 020
Phone Nos. 011 – 26387320/21, 35020465/66, 8527695125
Email- investor.services@rcmcdelhi.com

For any further assistance in said matters, queries may be addressed to the Company Secretary. Information update in respect of shares held electronically can be done by submitting to respective depository participant.

e) Distribution of shareholding as on March 31st, 2026

Slab of share holdings	No. of share holders	%age	No. of shares	Nominal value of shares held (in Rs.)	%age
1-500	19834	81.02	2073332	20733320	6.61
501-1000	3186	13.02	2112004	21120040	6.73
1001-2000	800	3.27	1126055	11260550	3.59
2001-3000	231	0.94	586426	5864260	1.87
3001-4000	102	0.42	364556	3645560	1.16
4001-5000	76	0.31	351579	3515790	1.12
5001-10000	137	0.56	969476	9694760	3.09
10001 and above	113	0.46	23795235	237952350	75.83
Total	24479	100.00	31378663	313786630	100.00

According to categories of shareholders as on March 31st, 2026

Sl. No.	Categories	No. of Shares	Amount in (Rs. Lakhs)	Percentage of Shareholding
1	Promoters, Directors and Relatives	17691836	1769.18	56.38
2	Financial Institution and Banks	10800	1.08	0.03
3	Alternate Investment Fund	4439	0.44	0.01
4	Mutual Fund and Foreign Financial Institutions	0	0.00	0.00
5	Corporate Bodies	238189	23.82	0.76
6	Clearing Members	335	0.03	0.00
7	Indian Public	11259659	1125.97	35.88
8	NRI/OCBs/FN	122466	12.25	0.39
9	NBFC	12051	1.21	0.04
10	LLP	2867	0.29	0.01
11	FPI	413224	41.32	1.32
12	HUF	291247	29.12	0.93
13	Other Directors and KMP	4	0.00	0.00
14	Demat Suspense account	2000	0.20	0.01
15	Investor Education and Protection Fund	1329546	132.95	4.24
16	Others	0	0.00	0.00
	Grand Total	31378663	3137.87	100.00

f) Dematerialization of Shares and liquidity

97.04% of the total share capital of Company was held in dematerialized form as on 31/03/2026. The shares of Company are actively traded in BSE Ltd. and The National Stock Exchange of India Ltd. The shares of the Company are traded only in demat segment w.e.f. 28th August 2000.

g) There were no ADRs/ GDRs/ Warrants or other convertible instruments outstanding as on 31/03/2026.

h) Reconciliation of Capital

The requisite certificate by a practicing company secretary was duly submitted to the stock exchanges, where the securities of the Company are listed, at the end of each quarter, within prescribed time.

i) Tentative Financial Calendar for the financial year ending 31st March 2027:

Particulars	Tentative Period
Quarter ending June 30, 2026	Second week of August, 2026
Quarter ending September 30, 2026	Second week of November, 2026
Quarter ending December 31, 2026	Second week of February, 2027
Quarter and Year ending March 31, 2027 #	End of May, 2027
Annual General Meeting for the Year ended March 31, 2026	29 th September, 2026

For the quarter ending 31/03/2027 un-audited results may not be published and only audited results will be published, unless decided otherwise.

j) Material Subsidiary Companies

The Company has a material unlisted Indian subsidiary namely VLS Securities Limited in terms of Regulation 16(1)(c) of the listing regulations, as amended, as per the financial results for the immediate preceding financial year i.e. 2024-25, details of which are as follows:

Name	Date of Incorporation	Place of Incorporation	Name of Auditor	Date of appointment of Auditor
VLS Securities Limited	13/10/1994	New Delhi	M/s. Anil Pariek & Garg- Chartered Accountants (FRN: 001676C)	10 September, 2022 (for a term of 5 years)

Further, in terms of Regulation 24(1) of the listing regulations, one Independent Director on the Board of the listed entity needs to be appointed on the Board of an unlisted material subsidiary. In this regard, one Independent Director, namely Shri Anoop Mishra (DIN: 02849054) is on the Board of the Company and of said Subsidiary Company also.

k) Plant Location

Not applicable since the Company is not into manufacturing or similar activity.

l) Credit Rating

No credit ratings of any kind / class were obtained by the Company during the year under review.

m) Commodity price risks and hedging activities

Your Company does not take positions in trading /investing in commodities segment.

n) Utilization of funds raised

No funds were raised through preferential allotment or qualified institutions placement by the Company during the year under review.

o) Consolidated Remuneration to Statutory Auditors

The Statutory Auditors ('SA') had not been engaged by any of the Subsidiaries/ network entity of the Company for any other services during the year under review and therefore, no remuneration for this purpose was paid to them by aforesaid entities. The details of remuneration paid to SA for the period under review has been detailed in Notes to Accounts for the year under review under the head 'Auditors Remuneration'.

p) Disclosure of Loans and Advances

The Company has not provided any loans and advances in the nature of loans to firms/companies in which any director is interested.

11. Pursuant to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 and the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Rules, 2013, the Company has framed a policy on prevention of sexual harassment of women at workplace and constituted Internal Complaints Committee. Status of complaints during financial year 2025-26 is as under:

Pending at the beginning of the financial year	Nil
Received during the financial year	Nil
Disposed of during the financial year	Nil
Pending as at March 31, 2026	Nil

12. In accordance with the provisions of Section 124(6) of the Companies Act, 2013 read with Investor Education and Protection Fund (Accounting, Audit, Transfer and Refund) Rules, 2016 (IEPF Rules), as amended from time to time, dividend that remained unpaid or unclaimed for a period of seven years is required to be transferred to the 'Investor Education and Protection Fund' (IEPF), established by the Central Government, from the unpaid or unclaimed dividend account of the Company.

The aforesaid provision also mandates companies to transfer shares of those Members whose dividend remained unpaid or unclaimed for a period of seven consecutive years, to the demat account of IEPF Authority.

The provisions further mandate that in respect of shares which have already been transferred to the IEPF Authority, all subsequent corporate benefits, including dividends accruing thereon, shall also be transferred to the IEPF Authority. Members whose dividends and/or shares are transferred to the IEPF Authority may claim the same from the IEPF Authority in accordance with the prescribed procedure.

Accordingly, during the financial year 2025-26, the Company transferred dividend amounting to Rs. 21,49,544 pertaining to the Financial year 2017-2018, which remained unclaimed/ unpaid for seven years, to the IEPF. Further, 92,680 equity shares in respect of which dividend remained unpaid/ unclaimed for a period of seven consecutive years were also transferred to the IEPF Authority.

In addition, the Company transferred to the IEPF, the dividend amounting to Rs. 18,39,920 declared at the AGM held in 2025, in respect of shares that had already been transferred to and are held by the IEPF Authority.

Likewise, during the Financial year 2026-2027 the following are required to be transferred to IEPF:

S. No.	Particulars of Transfer to IEPF	Due Date of Transfer to IEPF	Last date of claim for dividend to be filed to the Company
1.	Unclaimed Dividend for the Financial Year 2018-19 (Final Dividend)	October 18, 2026	On or before September 18, 2026
2.	Equity Shares on which dividend(s) remained unpaid/unclaimed for seven consecutive years beginning Financial year 2018-19	October 18, 2026	N.A.

Concerned members are requested to immediately claim their unpaid dividend(s), if any and avoid the transfer of their shares to IEPF by sending a request to the Company at vls@vlsfinance.com forthwith. Members are also requested to update their KYC details as per SEBI directive with the Company where shares are held in physical form. The dividend will be released to members through electronic mode only whose KYC details have been updated. The prescribed formats for updating KYC for shares held in physical form are available on website of the Company viz. <https://www.vlsfinance.com/kyc/>. The members holding shares in electronic mode are requested to contact their depository participant for updating KYC details.

In case the relevant dividend is not claimed, then, wherever applicable, the Company with a view to comply with the requirements of the said rules, shall be constrained to transfer the shares standing in such members' name to IEPF as well, as per procedure stipulated in the Rules alongwith the dividend, without any further notice. Please note that no claim shall lie against the Company in respect of unclaimed dividend amount and shares transferred to IEPF Authority pursuant to the said rules.

A detailed list of unclaimed dividends lying with the Company as on 31st March 2026 has been uploaded on the Company's website at www.vlsfinance.com and on the IEPF website at www.iepf.gov.in.

As per the IEPF Rules, Companies are required to inform regarding the transfer of shares to those Members whose shares are due for transfer to IEPF, three months prior to such transfer, at their latest available address. In view of the foregoing, the Company has sent an intimation to all those shareholders whose shares are due to be transferred to IEPF, on 10/07/2026.

Dispute Resolution Mechanism at Stock Exchanges (SMART ODR):

As per SEBI Circulars issued from time to time, in case of any grievances, the Shareholders are advised to first approach the Company or its RTA. If the response is not received/not satisfactory, Shareholders can raise a complaint on SCORES/with Stock Exchanges, as detailed in the Escalation Matrix for Investor grievance available on the website of the Company.

After exhausting all the above available options for resolution of the grievance, if the Shareholder is still not satisfied with the outcome, they can initiate dispute resolution through the ODR Portal at <https://smartodr.in/> login. As mentioned above, for effective use of the ODR process, shareholders are requested to initiate the Smart ODR process as the last resort after exhausting all available options for grievance redressal. The ODR serves as a platform for resolution of long pending disputes, which are otherwise difficult to be taken to a logical end. There were no complaints filed under SEBI ODR mechanism during the year under review.

Suspense Escrow Demat Account

SEBI vide circular SEBI/HO/MIRSD_RTAMB/P/CIR/2022/8 dated January 25, 2022 stated that the listed companies should henceforth issue securities in dematerialized form only while processing Investor service requests including issue of duplicate share certificates, name correction, transmission of shares etc. The aforesaid circular states that after approval of the service requests received from the investor, the company would issue a "Letter of Confirmation" (LOC), which would be valid for 120 days from the date of issuance, within which the securities holder/claimant should make a request to the Depository Participant for dematerializing of the said securities. In case the securities holder/ claimant fails to submit the demat requests within the aforesaid period, the Company would credit the securities to a specified account namely the 'Suspense Escrow Demat Account' of the Company. Post such transfer, the Company would transfer relevant securities to concerned members demat account as and when claimed by such member. Accordingly, Suspense Escrow Demat Account had been opened by the Company with a Depository Participant for crediting shares of members falling in category stated above.

In aggregate 2000 Equity Shares held by 5 shareholders were lying in the Suspense Escrow Demat Account as on March 31, 2026.

Further, SEBI vide circular HO/38/13/(3)2026-MIRSD-POD/I/3763/2026 dated January 30, 2026 effective April 02, 2026, has done away with the requirement of issuance of LOC to simplify the process for credit of securities by reducing the timelines, risk of loss and pilferage. The Company on receipt of service request shall verify and process the request and thereafter issue securities to the claimant in dematerialized form, directly in the demat account of the claimant, within 30 days of its receipt of such request after removing objections, if any.

Unclaimed Shares lying in Demat suspense account/ unclaimed suspense account

The Company does not have any unclaimed shares lying with it pursuant to the public issue or any other issue.

Certificate on Corporate Governance

As required by Regulation 34(3) of the listing regulations, the certificate by a practicing Company Secretary is annexed hereto.

CERTIFICATE OF CORPORATE GOVERNANCE

{Pursuant to schedule V Para E of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015}

To the Members of VLS Finance Limited

I have examined the compliance of applicable conditions of Corporate Governance by VLS Finance Limited (CIN L65910DL1986PLC023129), the Company having its Registered Office at Ground Floor, 90, Okhla Industrial Estate, Phase III, New Delhi 110020 (hereinafter referred to as the Company), for the financial year ended March 31, 2026, and particularly in respect of: -

1. Clauses (b) to (i) of Regulation 46(2) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to disseminating the information on the website of the Company.
2. Para C and D of Schedule V of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 to making disclosures on Corporate Governance in Annual Report of the Company.
3. Regulations 17 to 27 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the period from April 01, 2025 to March 31, 2026 with respect to composition of Board of Directors; maximum number of Directorships; Audit Committee; Nomination and Remuneration Committee; Stakeholders Relationship Committee; Risk Management Committee; Vigil Mechanism; Related Party Transactions; Corporate Governance with respect to Subsidiaries; Secretarial Audit and Secretarial Compliance Report; Independent Directors; Obligations of Employees, Senior Management, Key Managerial Persons, Directors and Promoters and other Corporate Governance requirements.

The compliance of conditions of Corporate Governance is the responsibility of the Management of the Company. My examination was limited to the procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of the Corporate Governance. It is neither an Audit nor an expression of opinion on the Financial Statements of the Company.

In my opinion and to the best of my information and according to my examination of the relevant records and the explanations given to me and the representations made by the Management of the Company, I certify that the Company has in general complied with the conditions of Corporate Governance including Regulations 17 to 27 and Clauses (b) to (i) of Regulation 46(2) and Para C and D of Schedule V of the Listing Regulations, during the financial year ended March 31, 2026.

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

Ashutosh Aggarwal
A Aggarwal and Associates
Company Secretaries
ACS 9972 CP No. 7467
P.R. Certificate No. 7666/2026
UDIN A009972H000233657

Place: New Delhi
Date: April 29, 2026

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

{Pursuant to Regulation 34(3) and Schedule V Para C, Clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015}

To the Members of VLS Finance Limited

I have examined the relevant Registers, Records, Forms, Returns and Disclosures received from the Directors of VLS Finance Limited (CIN L65910DL1986PLC023129), the Company having its Registered Office at Ground Floor, 90, Okhla Industrial Estate, Phase III, New Delhi 110020 (hereinafter referred to as 'the Company'), produced before me by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para C, Clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

Sl. No.	Name of Director	DIN	Date of Appointment in the Company
1	Suresh Kumar Agarwal	00106763	27.07.2003
2	Kishan Kumar Soni	00106037	14.11.2013
3	Dinesh Kumar Mehrotra	00142711	29.06.2021
4	Keshav Tandan	10450801	29.03.2024
5	Neeraj Vinay Bansal	10499620	29.03.2024
6	Najeeb Hamid Jung	02941412	13.02.2024
7	Adesh Kumar Jain	00512969	10.08.2023
8	Anoop Mishra	02849054	10.08.2023

Ensuring the eligibility for the appointment / continuity of appointment of every Director on the Board is the responsibility of the Management of the Company. My responsibility is to express an opinion on eligibility of Directors based on my verification as stated above. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

Ashutosh Aggarwal
A Aggarwal and Associates
Company Secretaries
ACS 9972 CP No. 7467
P.R. Certificate No. 7666/2026
UDIN A009972H000229741

Place: New Delhi
Date: April 29, 2026

ANNUAL REPORT ON CSR ACTIVITIES

- Brief outline on CSR Policy of the Company: The CSR policy of the Company has been formulated and adopted in accordance with Section 135 and Schedule VII of the Companies Act, 2013 and rules made thereunder. The Company may undertake any CSR project in accordance with the CSR policy of the Company subject to requisite approvals. The majority of CSR projects undertaken by Company in the past were for promoting education and healthcare.
- Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of CSR Committee eligible to attend during the year	Number of meetings of CSR Committee attended during the year
1	Shri Najeeb Hamid Jung	Chairman/ Independent Director	3	3	3
2	Shri S. K. Agarwal	Member/ Managing Director	3	3	3
3	Shri Anoop Mishra	Member/ Independent Director	3	3	3
4	Shri Adesh Kumar Jain	Member/ Independent Director	3	3	3
5	Shri Gaurav Goel@	Member/Independent Director	3	2	2

@ Ceased to be constituent of Committee due to resignation from the Board w.e.f. 19/01/2026

- Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the Company. www.vlsfinance.com
- Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. Not applicable
- Average net profit of the Company as per section 135 (5). Rs. 1,50,41,28,098/-
 - Two percent of average net profit of the Company as per section 135(5). Rs. 3,00,82,562/-
 - Surplus arising out of the CSR projects or programmes or activities of the previous financial years. Nil
 - Amount required to be set off for the financial year if any. Nil
 - Total CSR obligation for the financial year (b+c-e). Rs. 3,00,82,562/-
- Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project). Rs. 2,90,82,562/-
 - Amount spent in Administrative Overheads. Nil
 - Amount spent on Impact Assessment, if applicable. Nil
 - Total amount spent for the Financial Year [(a)+(b)+(c)]. Rs. 2,90,82,562/-
 - CSR amount spent or unspent for the Financial Year:

Total Amount Spent for the Financial Year. (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per section 135(6).		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5).		
	Amount (in Rs.)	Date of transfer.	Name of the Fund	Amount.	Date of transfer.
2,90,82,562/-	10,00,000/-	23/04/2026	Nil	Nil	Nil

(f) Excess amount for set off, if any:

Sl. No.	Particular	Amount (Rs.)
(i)	Two percent of average net profit of the company as per section 135(5) (Net)	Rs. 3,00,82,562/-
(ii)	Total amount spent for the Financial Year (including actual spending of Rs. 2,90,82,562/- and amount transferred to unspent CSR account i.e. Rs. 10,00,000/-*)	Rs. 3,00,82,562/-
(iii)	Excess amount spent for the financial year [(ii)-(i)]	Nil
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
(v)	Amount available for set off in succeeding financial years [(iii)-(iv)]	Nil

* Included notionally to correctly compute figure at clause (iii) above.

- Details of Unspent CSR amount for the preceding three financial years:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	Preceding Financial Year.	Amount transferred to Unspent CSR Account under section 135 (6) (in Rs.)	Balance Amount in Unspent CSR Account under section 135(6)* (in Rs.)	Amount spent in the Financial Year (in Rs.)	Amount transferred to a fund as specified under Schedule VII as per second proviso to section 135(5), if any.	Amount remaining to be spent in succeeding financial years. (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of transfer.	
1	2022-2023	1,79,51,730/-	Nil	42,41,435/-	Nil	----	----
2	2023-2024	1,44,63,999/-	96,12,501/-	Nil	Nil	----	96,12,501/-
3	2024-2025	1,51,80,041/-	56,80,041/-	95,00,000/-	Nil	----	56,80,041/-

* as on 31/03/2026.

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:
No

If Yes, enter the number of Capital assets created/ acquired: Nil

Sl. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent - (in Rs.)	Details of entity/ Authority/ beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address
1	*Construction of new Building to provide education up to 12 th grade to students in the existing school	110092	Under-Construction	15,00,000/-	CSR00020545	All India Deaf & Dumb Society	Plot No. 4&7, Institutional Area, Vikas Marg Ext, Karkardooma, Delhi – 110092.

*For reference only.

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per Section 135(5): Not applicable.

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Najeeb Hamid Jung
Chairman-CSR Committee
DIN: 02941412

Annexure -III

FORM AOC-2

(Pursuant to clause (h) of sub-Section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts / arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis

Sl. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	VLS Asset Management Limited – Subsidiary
b)	Nature of contracts/arrangements/transactions	Financial assistance
c)	Duration of the contracts / arrangements/transactions	Perpetual unless rescinded.
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	Non- interest bearing.
e)	Justification for entering into such contracts or arrangements or transactions	Financial health of subsidiary.
f)	date(s) of approval by the Board	N.A.#
g)	Amount paid as advances, if any:	N.A.#
h)	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188.	N.A.#

#The arrangement was in existence prior to 01/04/2014 and no change in terms have been made.

2. Details of material contracts or arrangements or transactions at arm's length basis

Sl. No.	Particulars	Details
a)	Name(s) of the related party	*
b)	Nature of relationship	
c)	Nature of contracts/ arrangements/ transactions	
d)	Duration of the contracts / arrangements/transactions	
e)	Salient terms of the contracts or arrangements or transactions	
f)	Justification for entering into such contracts or arrangements or transactions	
g)	date(s) of approval by the Board	
h)	Amount received	

*Please refer note no. 33 of Annual Financial Statements for the year 2025-26 for disclosures under 'Related Party Transactions'.

Form MR – 3
SECRETARIAL AUDIT REPORT
For the Financial Year ended March 31, 2026

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Regulation 24A (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To
The Members
VLS Finance Limited
Ground Floor, 90, Okhla Industrial Estate
Phase – III, New Delhi 110020

I have conducted the Secretarial Audit of the compliances of applicable statutory provisions and the adherence to good corporate practices by **VLS Finance Limited** (hereinafter called 'the Company'). The Secretarial Audit was conducted in a manner that provided me with a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by it and also the information provided by the Company, its Officers, Agents and Authorized Representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the Audit period covering the Financial Year ended on **March 31, 2026** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanisms in place, to the extent, in the manner and subject to the reporting made hereinafter.

I have examined the books, papers, minutes books, forms and returns filed and other records maintained by the Company for the Financial Year ended on March 31, 2026 according to the provisions of: -

- (i) The Companies Act, 2013 (the Act) and the Rules made there under;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under;
- (iv) Foreign Exchange Management Act, 1999 and the Rules and Regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; (Not applicable during the Financial Year under review).
 - (d) The Securities and Exchange Board of India (Share Based Employees Benefits and Sweat Equity) Regulations, 2021; (Not applicable during the Financial Year under review).
 - (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not applicable during the Financial Year under review).
 - (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Company acting and dealing with client(s) as Registrar and share transfer agent ('RTA'); (Not applicable during the financial year under review).
 - (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not applicable to the Company during the Financial Year under review).
 - (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018;
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
 - (j) The Securities and Exchange Board of India (Stock Brokers) Regulations, 2026, Exchange by-laws and other applicable Regulations.
 - (k) The Securities and Exchange Board of India (Depository and Participants) Regulations, 2018;
- (vi) The Company had properly complied the other laws viz. Income tax Act, 1961, other applicable Tax Laws; Prevention of Money Laundering Act, 2002 and Rules made thereunder; Labour Laws; Local Revenue Laws; Insurance Act; The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013; Air (Prevention and Control of Pollution) Act, 1981 and Rules made thereunder; Water (Prevention and Control of Pollution) Act, 1974 and Rules made thereunder; Environment (Protection) Act, 1986, as applicable to it.

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

- i) Secretarial Standards issued by the Institute of Company Secretaries of India.

- ii) The Listing Agreement entered into by the Company with the BSE Limited, National Stock Exchange of India Limited and the Calcutta Stock Exchange Limited under SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above. The Company has been filing requisite forms and returns with Registrar of Companies generally in time. Further, no action was initiated against the Promoters / Directors / Subsidiaries either by SEBI or by Stock Exchanges (*including under the Standard Operating Procedures issued by SEBI through various circulars*) or Registrar of Companies under the aforesaid Acts / Regulations and Circulars / Guidelines issued thereunder during the period under the review.

I further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Woman Director and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

Adequate notices were given to all the Directors of the Company to schedule the Board Meetings. Agenda and detailed Notes on Agenda were sent at least seven days in advance except when Meeting was called at a shorter notice, the fact of calling Meeting at a short Notice and consent of Directors for the same was duly recorded in the Minutes. A system exists for seeking and obtaining further information and clarifications on the Agenda Items before the Meeting for meaningful participation of the Directors at the Meetings. All decisions were passed unanimously and were properly recorded as part of the minutes.

I further report that the Company is a listed Company having Trading Membership of BSE Limited.

I further report that the Company approached the Calcutta Stock Exchange Limited for delisting of its scrip from the Exchange pursuant to Board's decision dated 25.10.2018. The delisting of scrip was not confirmed by the said Exchange during the audit period and is in process till date.

Further, on the basis of my examination of records and explanations given to me, I am of the opinion that the expenditure made under CSR so far is in accordance with the applicable regulations and CSR policy of the Company.

I further report that pursuant to the approval of the Board in its Meeting held on 22.11.2025 in terms of provisions of Section 68(2)(b) proviso (i) and (ii) of the Companies Act, 2013, other applicable regulations and the Public Announcement dated 25.11.2025, the Company has Bought Back through tender route and Extinguished its 26,31,578 Equity Shares of Rs. 10/- each on 13.01.2026.

I further report that based on review of compliance mechanism established by the Company and on the basis of compliance certificate issued inter-alia by Company Secretary which was taken on record by Board of Directors, I am of the opinion that there are adequate systems and processes in the Company which are commensurate with its size and operations to monitor and ensure compliance with applicable Laws, Rules, Regulations and Guidelines.

I further report that during the Audit period, the Company has not taken any actions having major bearing on affairs of the Company pursuant to above referred Laws, Rules, Regulations, Guidelines and Standards *except that with respect to the demand of Rs. 25.97 Crores raised under Section 156 of the Income-tax Act, 1961 for AY 2022-23, as reported in the previous year, the Company had preferred an appeal before the Commissioner of Income-tax (Appeals). During the year under review, the said appeal has been allowed and the entire demand has been set aside. The Company has duly intimated the same to the Stock Exchanges on 25.06.2025.*

Further, an assessment order under Section 143(3) of the Income-tax Act, 1961 has been passed determining an addition of Rs. 1,33,830/- to the total income of the Company under Section 14A for Assessment Year 2024-25. Pursuant thereto, a demand notice under Section 156 amounting to Rs. 35,875/- was issued, along with initiation of penalty proceedings for alleged under-reporting of income on account of disallowance of administrative expenses relating to exempt income.

The Company has paid the aforesaid tax demand. Further, the Company has filed an application seeking waiver of penalty, which is currently pending with the concerned authority.

Furthermore, vide assessment order dated 31.03.2025, the Assessing Officer added under-reported income of Rs. 67,40,097/- for Assessment Year 2023-24 and initiated penalty proceedings in respect thereof. The Company filed an appeal before the Commissioner of Income-tax (Appeals) on 31.03.2025. The Commissioner of Income-tax (Appeals), vide order dated 29.01.2026, has allowed the appeal by directing deletion of the said addition.

The Company has also identified certain discrepancies in the said appellate order and has filed a rectification application under Section 154 of the Income-tax Act, 1961, which is currently pending adjudication before the Commissioner of Income-tax (Appeals).

Ashutosh Aggarwal
A Aggarwal and Associates
Company Secretaries
ACS 9972 CP No. 7467
P.R. CERTIFICATE NO. 7666/2026
UDIN: A009972H000272621

Place: New Delhi
Date: 04.05.2026

This report is to be read with my letter of even date which is annexed as 'Annexure 1' and forms an integral part of this report.

Annexure 1

To
The Members
VLS Finance Limited
Ground Floor, 90, Okhla Industrial Estate
Phase – III, New Delhi 110020

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial Record is the responsibility of the Management of the Company. My responsibility is to express an opinion on the Secretarial Records based on my Audit.
2. I have followed the Audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial Records. I believe that the processes and practices, I followed provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of Financial Records and Books of Accounts of the Company.
4. Wherever required, I have obtained the Management representation about the compliance of Laws, Rules and Regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable Laws, Rules, Regulations, Standards is the responsibility of Management. My examination was limited to the verification of procedures on test basis.
6. The Secretarial Audit report is neither an assurance as to future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

Ashutosh Aggarwal
A Aggarwal and Associates
Company Secretaries
ACS 9972 CP No. 7467
P.R. CERTIFICATE NO. 7666/2026
UDIN: A009972H000272621

Place: New Delhi
Date: 04.05.2026

Annexure-V

Information as per Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and forming part of Directors' Report for the year ended 31st March, 2026.

CONSERVATION OF ENERGY

- | | |
|---|-------|
| a) Energy conservation measure taken | : Nil |
| b) Proposals under implementation for reduction in consumption of energy or utilizing alternative sources of energy | : Nil |
| c) Capital investment on energy conservation equipment's | : Nil |

TECHNOLOGY ABSORPTION

- | | |
|---|-------|
| a) Research and development | : Nil |
| b) Technology absorption, adoption and innovation | : Nil |

FOREIGN EXCHANGE EARNINGS AND OUTGO

- | | |
|----------------------------|-------|
| a) Foreign Exchange Earned | : Nil |
| b) Foreign Exchange Used | : Nil |

For and on behalf of the Board of Directors

Place: New Delhi
Date: 26/05/2026

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director-Finance & CFO
DIN: 00106037

Annexure VI to the Board's Report

The information required under section 197 of the Act read with rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is given below:

1 The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year 2025-2026:

Sl. No	Name of the Directors	Designation	% increase of remuneration in 2026 as compared to 2025	Ratio to the median remuneration
1	Shri Anoop Mishra	Chairman, Non-Executive Independent Director	3.05%	0.69:1
2	Shri D. K. Mehrotra	Non-Executive Independent Director	26.67%	0.59:1
3	Shri Adesh Kumar Jain	Non-Executive Independent Director	0.00%	0.64:1
4	Shri Najeeb Hamid Jung	Non-Executive Independent Director	12.77%	0.55:1
5	Mrs. Neeraj Vinay Bansal	Non-Executive Independent Director	0.89%	0.58:1
6	Shri Gaurav Goel#	Non-Executive Non Independent Director	Not Comparable	Not Comparable
7	Shri S. K. Agarwal	Managing Director	7.47%	6.48:1
8	Shri K. K. Soni	Director- Finance & CFO	7.48%	6.21:1
9	Shri Keshav Tandan	Executive Director	6.61%	7.34:1

Resigned w.e.f. 19/01/2026

The Non-Executive Directors of the Company are entitled for sitting fees and reimbursement of expenses for attending meetings and the same are within the prescribed limits as per statutory provisions. The detail of sitting fees of Non Executive Directors is provided in the Corporate Governance Report which is part of this Director's Report. Besides, the overall increase/decrease in the sitting fee paid compared to previous year is also due to number of meetings attended by them.

2 The percentage increase in remuneration of each Director, Chief Executive Officer, Chief Financial Officer*, Company Secretary in the financial year 2025-26:

Sl. No	Name of the Company Secretary	Designation	% increase of remuneration in 2026 as compared to 2025**
1	Shri H. Consul	Company Secretary	6.63%

* Please refer clause -1 above for disclosure in respect of Directors.

** % increase does not include payment made towards leave encashment, payment of past arrears and perquisites yet to be claimed after the date of balance sheet pertaining to financial year.

3. The percentage increase in the median remuneration of employees in the financial year 2025-2026.

There was percentage Increase in the median remuneration of employees in the financial year of around 15.7 %

4 The number of permanent employees on the rolls of company as on 31st March 2026 : 36

5 Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration

The average increase in salaries of employees other than managerial personnel in 2025-26 was about 8.00%

The average increase in remuneration of Key Managerial Personnel in 2025-26 was as referred in 1 and 2 above.

6. Affirmation that the remuneration is as per the remuneration policy of the company:

The remuneration is as per the Remuneration policy of the Company.

7. Top 10 employees in items of remuneration drawn in the financial year 2025-26:

There was no employee during the year drawing remuneration in terms of Rule 5(2)(iii) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

For and on behalf of Board of Directors

Place: New Delhi
Date: 26/05/2026

Suresh Kumar Agarwal Kishan Kumar Soni
Managing Director Director- Finance & CFO
DIN: 00106763 DIN: 00106037

INDEPENDENT AUDITOR'S REPORT

To The Members of VLS Finance Limited Report on the Standalone Financial Statements

Opinion

We have audited the accompanying Standalone financial statements of VLS Finance Limited ("the Company") which comprises the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including other comprehensive income), statement of changes in equity and statement of cash flows for the year ended on that date and notes to the financial statements, including a summary of material accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

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

Basis for Opinion

We conducted our audit of the standalone financial statements in accordance with the Standards on Auditing (Sas) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the standalone financial statements.

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

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

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

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

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

Management's Responsibility for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, total comprehensive income, changes in equity and cash flows of the Company in accordance with accounting principles generally accepted in India, including the accounting Standards specified under section 133 of

the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in Annexure 'A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

As required by Section 143(3) of the Act, we report that:

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
- c) The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Change in Equity, and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account;
- d) In our opinion, the aforesaid standalone financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014;
- e) On the basis of the written representations received from the directors as of March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as of March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) In our opinion, proper books of accounts and records as specified in Rule 15 of the Securities Contract (Regulation) Rules, 1957 have been kept in so far as it appears from our examination of such books;
- g) The company as Stock Broker has complied with the requirements of the stock exchange so far as they relate to maintenance of accounts and was regular in submitting the required accounting information to the Stock Exchange;
- h) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended: In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of section 197 of the Act;
- i) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in

"Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;

- j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has informed and explained to us the pending litigations have no adverse effect on its financial position in its standalone financial statements as of March 31, 2026.
 - ii. The Company has made provision as of March 31, 2026, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There has been no requirement to transfer any amount to the Investor Education and Protection Fund, as the Company has no due outstanding during the year ended March 31, 2026.
 - iv. a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been, received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. As stated in note 20, foot note (7) of the accompanying standalone financial statements, the final dividend paid by the Company during the year ended March 31, 2026, in respect of dividend declared for the previous year ended March 31, 2025, is in accordance with section 123 of the Act to the extent it applies to payment of dividend.
Further as stated in note 53 (i) of the accompanying standalone financial statements, the Board of Directors of the Company have proposed final dividend for the year ended March 31, 2026, which is subject to the approval of the members at the ensuing Annual General Meeting. The final dividend declared by the Company for the year ended March 31, 2026, is in accordance with section 123 of the Companies Act 2013 to the extent it applies to declaration of dividend.
- vi. Based on our examination, which included test checks, the Company has used accounting software's for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for

all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For Agiwal & Associates
Chartered Accountants
(FRN: 000181N)

CA Prakash Chand Agiwal
Partner
M. No. 080475
Place: New Delhi
Date: May 26, 2026
UDIN: 26080475RKKLGN8924

ANNEXURE "A" TO INDEPENDENT AUDITOR'S REPORT

The Annexure referred to an Independent Auditor's Report to the members of the Company on the Standalone Financial Statements for the year ended March 31, 2026, we report that:

- i. a) A. The Company has maintained proper records showing full particulars including quantitative details and the situation of fixed assets.
B. The Company has maintained proper records showing full particulars of intangible assets.
- b) The Property, plant and equipment, and intangible assets, except assets on lease which are in the possession of the lessees, have been physically verified by the Management according to the program of periodical verification in a phased manner which in our opinion is reasonable having regard to the size of the Company and the nature of its fixed assets. The discrepancies noticed in such physical verification were not material.
- c) As per the records and information and explanations given to us, title deeds of immovable properties are held in the name of the Company.
- d) The Company has not revalued its property, plant and equipment, (including Right of Use assets) or intangible assets or both during the year.
- e) No proceedings have been initiated or are pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.
- ii. a) The company generally deals in shares, securities, and Units of Mutual funds. Primarily these are held in electronic form, so the inventory has been electronically verified by the management at reasonable intervals and the procedures of verification of inventory followed by the Management are reasonable in relation to the size of the Company and nature of its business. There were no discrepancies noticed on such verification of inventory as compared to book records.
- b) The Company has been sanctioned working capital limits in excess of Rs. 5 crores in aggregate from Banks/ financial institutions on the basis of security of company's own fixed deposits. The company is not required to file the Quarterly return/ statements of current assets with banks and financial institutions. This matter has been disclosed in note 55 (iv) of the Standalone Financial Statements.
- iii. a) According to the information and explanations given to us, the Company has during the year granted loans to its Subsidiary company and to its employees, and the details are as follows:

(Rs in Lakhs)

Particulars	Loans (To Employees)	Advances in nature of loans (To Related Party-Subsidiary)	Total
Aggregate amount granted/ provided during the year	8.83	0.00	8.83
Percentage of loans/ advances in the nature of loans to total loans (in %)	100.00	0.00	100.00
Balance outstanding as at balance sheet date in respect of above cases	4.70	0.00	4.70

In respect of the aforesaid loans and advances, in our opinion the terms and conditions under which the loan to its employees and advances in the nature of loan granted to its subsidiary are prima facie, not prejudicial to the Company's interest.

In our opinion, the investments made during the year are prima facie, not prejudicial to the interest of the Company.

- c) According to the information and explanations given to us, advances given in the nature of loan to its subsidiary, the schedule of payment of interest & schedule of repayment of principal amount of such loans are not stipulated. In respect of loans given by the Company to its employees, the Company has stipulated the schedule of repayment of principal and payment of interest wherever applicable. Repayment of such loans is regular.
- d) According to the information and explanations given to us in respect of loans granted to employees during the year, there is no overdue amount for more than ninety days as at the Balance Sheet date.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no loan which has fallen due during the year, which has been renewed or extended or fresh loans granted to settle the overdue of existing loans given to same parties.
- f) In our opinion and according to the information and explanations given to us there are no loans/advances granted during the year in the nature of loans to promoters or related parties as defined in clause (76) of section 2 of the Companies Act, 2013 which are repayable on demand or without specifying any terms or period of repayment other than company's subsidiary.
- iv. According to the information, explanations and representations provided by the company and based upon audit procedures performed, we are of the opinion that in respect of loans and investments given/made by the Company, the Company has complied with the provisions of the Section 185 and 186 of the Companies Act, 2013.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits from the public within the meaning of Section 73 to 76 or any other relevant provisions under the Act. Accordingly, paragraph (v) of the Order is not applicable to the Company.
- vi. Paragraph 3 (vi) of CARO is not applicable as the Company is not engaged in production of such goods and providing such services as prescribed by Central Government under sub section (1) of section 148 of the Companies Act, 2013 for maintenance of cost records.
- vii. In respect of Statutory dues:
 - a) The Company has generally been regular in depositing undisputed statutory dues, including goods and service tax, provident fund, employees' state insurance, income tax, cess and other material statutory dues applicable to it to the appropriate authorities. As explained to us, the Company did not have any dues on account of sales tax, service tax, duty of customs, duty of excise and value added tax.

- b) There are no undisputed amounts payable in respect of goods and services tax, provident fund, employees' state insurance, income tax, cess and other material statutory dues which were outstanding, at the year end, for a period of more than six months from the date they became payable.
- c) There are no dues referred to in subclause (a) above which have not been deposited on account of any dispute (Please refer note 37 to the standalone financial statements).
- viii. In our opinion, and as per the documents presented by the management there are no transactions recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. a) According to the information and explanation given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans and borrowing or in the payment of interest thereon to any lender.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not been declared a willful defaulter by any bank or financial institution or government or government authority. This matter has been disclosed in note 55 (ix) of the Standalone Financial Statements.
- c) In our opinion and according to the information and explanation given to us, no money was raised by way of term loans. Accordingly, the provision stated in paragraph 3(ix)(c) of the Order is not applicable to the Company.
- d) According to the information and explanations given to us and on an overall examination of the balance sheet of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.
- e) According to the information and explanation given to us and on an overall examination of the standalone financial statements of the Company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.
- f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised any loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.
- x. a) During the year, no monies have been raised by public offer of shares. Money raised on term loans has been applied for the purposes for which loans were raised.
- b) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has not made any preferential allotment or private placement of shares during the financial year ended on March 31, 2026, hence clause (x) (b) is not applicable.
- xi. a) Based on the audit procedure performed and on the basis of information and explanations provided by the management, no fraud by the Company and on the Company by its officers or employees has been noticed or reported during the course of the audit.
- b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
- c) No whistle blower complaints have been received by us during the year.
- xii. In our opinion and according to the information and explanation given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the order is not applicable.
- xiii. As per the information and explanations and records made available by the management of the Company and audit procedure performed, for the related parties transactions entered during the year, the Company has complied with the provisions of Section 177 and 188 of the Act, where applicable, As explained, details of related parties transactions are disclosed as per the applicable Accounting Standards.
- xiv. a) As per the information and records made available by the management of the Company, the company has an internal audit system commensurate with the size and nature of its business.
- b) The reports of the Internal Auditors for the period under audit were considered by us and there were no material discrepancies noticed on verification of the reports shared by the management of the Company.
- xv. On the basis of records made available to us and according to information and explanations given to us, the Company has not entered into any noncash transactions with the directors or person connected with him.
- xvi. a) The Company is not required to be registered under 45-IA of the Reserve Bank of India Act, 1934.
- b) The company has not conducted any Non-Banking Financial or Housing Finance activities.
- c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
- d) The Group does not have any CIC as part of the Group.
- xvii. The company has not incurred cash losses in the financial year and in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors during the year.
- xix. In our opinion and as per the information, documents and records presented by the management of the Company, no material uncertainty exists as on the date of the report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date.
- xx. a) As per the information given and records presented by the management of the Company, there is no unspent amount in respect of other than ongoing projects on Corporate Social Responsibility ('CSR') liable to be transferred to the fund specified in schedule VII in compliance with second proviso to sub section (5) of section 135 of the said Act. Accordingly, reporting under paragraph 3(xx) (a) of the Order is not applicable for the year. This matter has been disclosed in note 32 of the Standalone Financial Statements.
- b) As per the information given and records presented by the management of the Company all the amounts that are unspent under Sub Section (5) of section 135 of Companies Act, pursuant to any ongoing project, has been transferred to special bank account in compliance with provisions of sub section (6) of Section 135 of the said Act. This matter has been disclosed in note 32 of the Standalone Financial Statements.
- xxi. The reporting under clause 3(xx) of the order is not applicable in respect of standalone financial statements. Accordingly, no comment in respect of the said clause has been included in this report.

For Agiwal & Associates
Chartered Accountants
(FRN: 000181N)

CA Prakash Chand Agiwal
Partner
M. No. 080475
Place: New Delhi
Date: May 26, 2026
UDIN: 26080475RKKLGN8924

Annexure - B to the Independent Auditors' Report

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

We have audited the internal financial controls over financial reporting of VLS Finance Limited ("the Company") as of March 31, 2026, in conjunction with our audit of the Standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The board of directors of the company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI).

These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting of the Company.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanation given to us, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Agiwal & Associates
Chartered Accountants
(FRN: 000181N)

CA Prakash Chand Agiwal
Partner
M. No. 080475
Place: New Delhi
Date: May 26, 2026
UDIN: 26080475RKKLGN8924

Standalone Balance Sheet As at 31st-March-2026

(Rupees in Lakhs)				
	Particulars	Note No.	As at 31st-March-2026	As at 31st-March-2025
	ASSETS			
1	Financial Assets			
(a)	Cash and cash equivalents	4	5,595.53	29,439.19
(b)	Bank Balance other than cash and cash Equivalents	5	1,609.49	1,578.36
(c)	Receivables	6		
	(I) Trade Receivables		979.46	90.02
	(II) Other Receivables		224.56	240.05
(d)	Loans	7	807.92	807.44
(e)	Investments	10	1,52,193.17	1,56,377.21
(f)	Other Financial assets	8	2,385.07	1,254.96
	Total (1)		1,63,795.20	1,89,787.23
2	Non-financial Assets			
(a)	Current tax assets (Net)	9	145.03	488.48
(b)	Investment Property	50	6,022.32	6,170.78
(c)	Property, Plant and Equipment	11a	6,270.62	6,467.93
(d)	Capital work-in-progress		-	-
(e)	Other Intangible assets	11b	0.05	0.10
(f)	Other non-financial assets	12	189.07	140.56
	Total (2)		12,627.09	13,267.85
	Total Assets (1+2)		1,76,422.29	2,03,055.08
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	Financial Liabilities			
(a)	Payables	13		
	(I) Trade Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		1,438.25	84.48
	(II) Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		22.40	19.34
(b)	Borrowings (Other than Debt Securities)	14	29.94	86.21
(c)	Other financial liabilities	15	374.36	411.29
	Total (1)		1,864.95	601.32
2	Non-financial Liabilities			
(a)	Provisions	16	363.87	459.50
(b)	Deferred tax liabilities (Net)	18	1,466.61	7,968.65
(c)	Other non-financial liabilities	17	48.54	49.87
	Total (2)		1,879.02	8,478.02
3	EQUITY			
(a)	Equity Share capital	19	3,150.09	3,413.25
(b)	Other Equity	20	1,69,528.23	1,90,562.49
	Total (3)		1,72,678.32	1,93,975.74
	Total Liabilities and Equity (1+2+3)		1,76,422.29	2,03,055.08
Accompanying Notes are an integral part of the Financial Statements.		1-57		

Accompanying Notes are an integral part of the Financial Statements.

1-57

As per our report of even date attached
 For Agiwal & Associates
 Chartered Accountants
 (Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
 Partner
 Membership No.080475
 New Delhi
 Date: 26th May 2026

For and on behalf of the Board of Directors of
 VLS Finance Limited

Suresh Kumar Agarwal
 Managing Director
 DIN: 00106763

Keshav Tandan
 Executive Director
 DIN: 10450801

Kishan Kumar Soni
 Director-Finance & CFO
 DIN:00106037

Harsh Consul
 Company Secretary
 M.No: A-11183

Standalone Statement of Profit And Loss For the Year ended 31st-March-2026

(Rupees in Lakhs)

	Particulars	Note No	For the Year ended 31st-March-2026	For the year ended 31-March-2025
I	Revenue From Operations			
	(i) Interest Income	21	1,421.07	1,269.12
	(ii) Dividend Income	22	1,713.65	1,115.02
	(iii) Net gain on fair value changes	23	376.17	7,254.36
	(iv) Other Operating Income	24	-	-
	Total Income from operations (Total I)		3,510.89	9,638.50
II	Other Income	25	810.87	723.82
	Total Other Income (Total II)		810.87	723.82
III	Total Income (I+II)		4,321.76	10,362.32
IV	EXPENSES			
	(i) Employee benefits expense	26	778.15	697.01
	(ii) Finance costs	27	16.23	16.71
	(iii) Impairment on financial instruments	28	-	2,009.50
	(iv) Depreciation and amortization expense	29	351.84	443.96
	(v) Other expenses	30	1,234.85	1,552.57
	Total expenses (IV)		2,381.07	4,719.75
V	Profit/(loss) before exceptional items and tax (III- IV)		1,940.69	5,642.57
VI	Exceptional Items		-	-
VII	Profit/(loss) before tax (V-VI)		1,940.69	5,642.57
VIII	Tax (expense)/credit (net):			
	(1) Current tax	43	(148.54)	(1,257.00)
	(2) Deferred tax	18	189.88	147.19
	Total Tax expenses (VIII)		41.34	(1,109.81)
IX	Profit / (Loss) for the period (VII+VIII)		1,982.03	4,532.76
X	Other Comprehensive Income			
	A (i) Items that will not be reclassified to profit or loss			
	Gain / (Loss) arising on Defined Employee Benefits			
	- Remeasurement of Defined Employee Benefits		(11.99)	(43.04)
	Gain / (Loss) arising on fair valuation of Investment		(18,286.28)	(20,933.00)
	(ii) Income tax (expense)/credit relating to items that will not be reclassified to profit or loss		5,599.87	14,087.59
	Total (A)		(12,698.40)	(6,888.45)
	B (i) Items that will be reclassified to profit or loss			
	Gain / (Loss) arising on fair value of bonds/debentures		(63.19)	(158.19)
	(ii) Income tax (expense)/credit relating to items that will be reclassified to profit or loss		(7.71)	(13.84)
	Total (B)		(70.90)	(172.03)
	Total Other Comprehensive Income (A+B)		(12,769.30)	(7,060.48)
XI	Total Comprehensive Income for the period (IX+X) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		(10,787.27)	(2,527.72)
XII	Earnings per equity share (Face value per share Rs.10/-)	31		
	(1) Basic (in Rupees)		5.93	13.19
	(2) Diluted (in Rupees)		5.93	13.19
	Accompanying Notes are an integral part of the Financial Statements.	1-57		

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director-Finance & CFO
DIN:00106037

Keshav Tandan
Executive Director
DIN: 10450801

Harsh Consul
Company Secretary
M.No: A-11183

Standalone Statement of Changes in Equity for the year ended 31st March 2026

A. Equity Share Capital (Rupees in Lakhs)		
Particulars	Equity share capital	
	Number of shares (See Note below)	Amount (See Note below)
As at 1st-April-2024	3,47,95,992	3,491.82
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the reporting year	3,47,95,992	3,491.82
Shares Extinguished on Buyback of Equity Shares ³	(7,85,751)	(78.58)
As at 31st-March-2025	3,40,10,241	3,413.25
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the reporting year	3,40,10,241	3,413.25
Shares Extinguished on Buyback of Equity Shares ⁴	(26,31,578)	(263.16)
As at 31st-Mar-2026	3,13,78,663	3,150.09

Note: Equity share capital amount includes Rs. 12.22 Lakhs being the amount forfeited on 4,67,500 equity shares.

(b) Other equity ² (Rupees in Lakhs)

PARTICULARS	Reserves and surplus				Other Comprehensive Income		Total
	General Reserve	Securities Premium ⁽¹⁾	Capital Redemption Reserve ^(3, 4)	Retained Earning	FVTOCI reserve	Re- measurement of Defined Benefits	
As at 1st-April-2024	2,968.84	3,085.50	499.90	1,45,694.43	45,170.95	(8.57)	1,97,411.05
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting year	2,968.84	3,085.50	499.90	1,45,694.43	45,170.95	(8.57)	1,97,411.05
Profit for the year	-	-	-	4,532.76	-	-	4,532.76
Other Comprehensive Income for the year	-	-	-	-	(7,028.27)	(32.21)	(7,060.47)
Total Comprehensive Income for the year	-	-	-	4,532.76	(7,028.27)	(32.21)	(2,527.72)
Transfer from FVTOCI to Retained Earnings (Net of Tax)	-	-	-	18,761.95	(18,761.95)	-	-
Buyback of Equity Shares ³	-	(2,611.16)	-	(296.12)	-	-	(2,907.28)
Transfer from Retained Earnings to Capital Redemption Reserve ³	-	-	78.58	(78.58)	-	-	-
Tax on Buyback of Equity Shares	-	-	-	(563.30)	-	-	(563.30)
Cash Dividend ⁵	-	-	-	(850.26)	-	-	(850.26)
As at 31st-March-2025	2,968.84	474.34	578.48	1,67,200.88	19,380.73	(40.78)	1,90,562.49

(b) Other equity ² (Rupees in Lakhs)

PARTICULARS	Reserves and surplus				Other Comprehensive Income		Total
	General Reserve	Securities Premium ⁽¹⁾	Capital Redemption Reserve ⁽⁴⁾	Retained Earning	FVTOCI reserve	Re- measurement of Defined Benefits	
As at 1st-April-2025	2,968.84	474.34	578.48	1,67,200.88	19,380.73	(40.78)	1,90,562.49
Changes in accounting policy/prior period errors	-	-	-	-	-	-	-
Restated balance at the beginning of the reporting year	2,968.84	474.35	578.48	1,67,200.89	19,380.72	(40.78)	1,90,562.49
Profit for the year	-	-	-	1,982.03	-	-	1,982.03
Other Comprehensive Income for the year	-	-	-	-	(12,760.31)	(8.97)	(12,769.30)
Total Comprehensive Income for the year	-	-	-	1,982.03	(12,760.31)	(8.97)	(10,787.27)
Transfer from FVTOCI to Retained Earnings (Net of Tax)	-	-	-	529.65	(529.65)	-	-
Buyback of Equity Shares ⁴	-	-	-	(9,736.84)	-	-	(9,736.84)
Transfer from Retained Earnings to Capital Redemption Reserve ⁴	-	-	263.16	(263.16)	-	-	-
Cash Dividend ⁶	-	-	-	(510.15)	-	-	(510.15)
As at 31st-March-2026	2,968.84	474.34	841.63	1,59,202.41	6,090.76	(49.75)	1,69,528.23

Foot Notes:

- (1) An amount of ₹ 474.34 lakh is share premium on forfeited shares.
- (2) There is no changes in accounting policy and there is no prior period errors.
- (3) During FY 2024-25, the Company bought back 7,85,751 equity shares of ₹10 each at ₹380 per share through the tender offer route, pursuant to Board approval dated 09 August 2024. The total buy-back consideration of ₹ 2,985.85 lakhs was adjusted against share capital (₹ 78.58 lakhs), securities premium (₹ 2611.16 lakhs) and retained earnings (₹ 296.12 lakhs) . Consequently, ₹ 78.58 lakhs was transferred from retained earnings to the Capital Redemption Reserve. All applicable regulatory compliances, including extinguishment of shares, were completed, and EPS has been computed in accordance with Ind AS 33.
- (4) The Board of Directors of the Company in its meeting held on 22-November-2025 has approved buy-back of its own shares through tender route under stock exchange mechanism in terms of proviso to clause (b) of sub section 2 of section 68 of the Companies Act, 2013 and other applicable regulations. The buyback so approved opened from 18/12/2025 and closed on 24/12/2025. During this period 26,31,578 equity shares of Rs 10/- each have been bought back by the company at a rate of ₹ 380/- per share. A total sum of ₹ 99,99,99,640 (Rupees Ninety Nine Crores ninety nine lakhs ninety nine thousand six hundred forty only)(excluding transaction costs) was utilised for the said buyback. Post buyback the paid up share capital of the Company is ₹ 3150.09 Lakhs (including ₹ 12.22 Lakhs being the amount forfeited on 4,67,500 equity shares) comprising 3,13,78,663 equity shares of ₹ 10/- each. The Requisite compliances under the applicable provisions of the Companies Act, 2013, SEBI regulations, and other relevant laws have been duly made in respect of aforesaid buyback. The equity shares bought back were extinguished on 13 January 2026. Accordingly, EPS has been calculated on weighted average number of shares as on 31-March-2026 in accordance with IND-AS 33. Total consideration of ₹ ₹ 99,99,99,640 paid towards the buyback of equity shares during the financial year 2025-26 is adjusted against share capital to the extent of ₹ 263.16 lakhs and against the retained earnings to the extent of ₹ 9,736.84 lakhs. Further consequent to the aforesaid buyback of 26,31,578 fully paid-up equity shares of ₹ 10/- each during the year ended 31-Mar-2026 for cash, the nominal amount of share capital bought back of ₹ 263.16 lakhs has been transferred to the Capital Redemption Reserve out of the Retained Earnings.
- (5) Dividend amounting to ₹ 850.26 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each and additionally a special dividend of ₹ 1.00 aggregating to ₹ 2.50 per equity share proposed for the year ended March 31,2024 was paid on the outstanding number of shares as on the cut-off date i.e. 20/09/2024, during the financial year 2024-25.
- (6) Dividend amounting to ₹ 510.15 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each proposed for the year ended March 31,2025 was paid on the outstanding number of shares during the financial year 2025-26.

Accompanying Notes are an integral part of the Financial Statements.

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal	Kishan Kumar Soni
Managing Director	Director-Finance & CFO
DIN: 00106763	DIN:00106037

Keshav Tandan	Harsh Consul
Executive Director	Company Secretary
DIN: 10450801	M.No: A-11183

Standalone Statement of Cash Flow For the Year ended 31st-March-2026 (Audited)

(Rupees in Lakhs)

Particulars	For the Year ended 31st-March-2026 (Audited)	For the Year ended 31st-March-2025 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	1,940.69	5,642.57
Adjustment for:		
Depreciation	351.84	443.96
Interest Income	(85.97)	(86.66)
Net gain on fair value Changes on Investments	(465.05)	(2,504.23)
Unrealized (gain)/loss on fair valuation of liquid mutual funds (net)	(30.32)	(457.20)
Loss/(Profit) on sale of Property, plant and equipment	(4.93)	4.25
Dividend Income	(1,713.65)	(1,115.02)
Actuarial gain / (loss) on Defined Employee Benefits	(12.00)	(43.05)
Provision for unspent expenditure on Corporate Social Responsibility	(127.41)	68.22
Provision for Impairment on financial instruments	-	2,009.50
Provision for Employee Benefits	31.78	42.95
	(2,055.71)	(1,637.28)
Operating profit	(115.02)	4,005.29
Adjustment for working capital changes		
1) Increase / (decrease) in borrowings	(56.27)	68.36
2) Increase / (decrease) in other financial liabilities	(36.93)	48.35
3) Increase / (decrease) in trade payables	1,353.77	72.40
4) Increase / (decrease) in Other payables	3.06	3.97
5) (Increase) / decrease in loans	(0.48)	5.41
6) Increase / (decrease) in other non- financial liabilities	(1.33)	(37.35)
7) (Increase) / decrease in other financial assets	(1,130.11)	13,211.66
8) (Increase) / decrease in other non financial asset	(48.50)	948.47
9) (Increase) / decrease in trade receivables	(889.44)	1,642.18
10) (Increase) / decrease in other receivables	15.49	(15.36)
11) (Increase) / decrease in Bank Balance other than cash and cash equivalents	(31.14)	(204.67)
Cash generated / (used) from operations	(936.90)	19,748.71
Direct taxes (Net of refunds)	(525.09)	(2,498.26)
Net cash generated / (used) from operating activities (A)	(1,461.99)	17,250.45
B. CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale /(Purchase) of Investments (Net)	(13,700.38)	12,696.93
Sale/(Purchase) of Property, plant and equipment (net)	(1.08)	(50.26)
Interest received on fixed deposits	85.97	86.66
Dividend Income	1,713.65	1,115.02
Net cash generated / (used) from investing activities (B)	(11,901.84)	13,848.35
C. CASH FLOW FROM FINANCING ACTIVITIES		
Buyback of Equity Shares (including Tax on Buyback)	(10,000.00)	(3,549.15)
Dividend paid (including unclaimed dividend)	(510.15)	(850.26)
Net cash generated / (used) from financing activities (C)	(10,510.15)	(4,399.41)
Net increase / (decrease) in cash and cash equivalents during the period (A +B +C)	(23,873.98)	26,699.39
Cash and cash equivalents		
Cash in hand	4.01	0.96
Scheduled bank - In current account	10.81	10.14
Fixed Deposit with Banks	-	-
In Liquid Funds	5,580.71	29,428.09
Cash and cash equivalents as at end of the period:	5,595.53	29,439.19
Adjustment for Unrealized (gain)/loss on fair valuation of liquid mutual funds (net)	(30.32)	(457.20)
Total	5,565.21	28,981.99
Less: Cash and cash equivalents as at beginning of the period:	29,439.19	2,282.60
Net increase in Cash and Cash equivalents	(23,873.98)	26,699.39

Notes :

- The above Statement of Cash Flows has been prepared under indirect method as set out in Ind AS 7, 'Statement of Cash Flows', as specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015 (as amended).
- Previous Year figures have been regrouped / reclassified wherever necessary to conform to current year classification and rounding off errors have been ignored. The amounts reflected as " 0 " or " - " in the financial information are values with less than rupees five hundred.

Accompanying Notes are an integral part of the Financial Statements.

1-57

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal Kishan Kumar Soni
Managing Director Director-Finance & CFO
DIN: 00106763 DIN:00106037

Keshav Tandan Harsh Consul
Executive Director Company Secretary
DIN: 10450801 M.No: A-11183

Note 1: Corporate Information.

VLS Finance Limited is a public limited company incorporated under the provisions of the Companies Act, 1956. The company's equity shares are listed on the National Stock Exchange of India Limited (NSE), BSE Limited (BSE), and The Calcutta Stock Exchange Limited (CSE). The company is engaged in the business of stockbroking and allied financial activities and is a registered trading member of BSE Limited. It is registered with the Securities and Exchange Board of India (SEBI) under Registration Number: INZ000302836.

Note 2: Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation
(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

The financial statements have been prepared using the material accounting policies and measurement bases summarized as below. These accounting policies have been applied consistently over all the periods presented in these financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain Financial instruments are measured at fair value.
- Assets held for sale – measured at fair value less incidental cost to sell.

(iii) Preparation of financial statements

The Company is covered in the definition of Non-Banking Financial Company as defined in Companies (Indian Accounting Standards) (Amendment) Rules, 2016. As per the format prescribed under Division III of Schedule III to the Companies Act, 2013, the Company presents the Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the order of liquidity.

(iv) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which

the estimate is revised and future periods. The estimates and judgments that have significant impact on carrying amount of assets and liabilities at each balance sheet date are discussed at Note 3.

2.2 Revenue Recognition

The Company recognizes revenue from contracts with customers based on a five step model as set out in Ind AS 115, Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognized when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur. Revenue is measured at fair value of the consideration received or receivable. Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

(i) Brokerage fee income

It is recognized on trade date basis and is exclusive of goods and service tax and securities transaction tax (STT) wherever applicable.

(ii) Interest income

Interest income is recognised on financial assets, that are not credit-impaired, on accrual basis provided there is reasonable certainty of collection.

(iii) Dividend income

Dividend income is recognized in the statement of profit or loss on the date that the Company's right to receive payment is established.

(iv) Gain / losses on dealing in securities

Gains / losses on dealing in securities are recognized on a trade date basis.

2.3 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in "other comprehensive income" or directly in "other equity". In this case, the tax is also recognized in "other comprehensive income" or directly in "other equity", respectively.

2.3.1. Current Tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.3.2. Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are generally recognised for all taxable temporary differences to the extent that it is probable that taxable profit will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets relating to unabsorbed depreciation/ business losses are recognised and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities. Transaction or event which is recognised outside profit or loss, either in "other comprehensive income" or in "other equity", is recorded along with the tax as applicable.

Current and deferred tax for the year: Current and deferred tax are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in "other comprehensive income" or directly in "other equity", in which case, the current and deferred tax are also recognised in "other comprehensive income" or directly in "other equity" respectively.

2.4 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, cash at banks, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less and investment in liquid mutual funds that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated in the Cash flow statement.

2.6 Financial instruments
(i) Initial recognition and measurement:

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. In regular way, purchases and sales of financial assets are recognized on trade-

date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability which are not carried through profit and loss statement at its fair value plus or minus, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- a) When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.
- b) In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.

When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

(ii) Fair value of financial instruments:

Some of the Company's assets and liabilities are measured at fair value for financial reporting purpose. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in Note 42.

2.6.1. Financial assets
(i) Classification and subsequent measurement

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL):

Instruments that do not meet the amortised cost or FVTOCI criteria are measured at FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit and loss statement. The gain or loss on disposal is recognised in the profit and loss statement. Interest income is recognised in the profit and loss statement for FVTPL debt instruments. Dividend on financial assets at FVTPL is recognised when the Company's right to receive dividend is established.

- Fair value through other comprehensive income (FVTOCI):

Debt instruments that meet the following criteria are measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition)

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognised in profit or loss for FVTOCI debt instruments. Other changes in fair value of FVTOCI financial assets are recognised in other comprehensive income. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings.

- Amortised cost:

Financial asset is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

(ii) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All investments in equity instruments classified under financial assets are initially measured at fair value, the Company may, on initial recognition, elect to measure the same either at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised as revenue from operations in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVTOCI. Fair value changes excluding dividends, on an equity instrument measured at FVTOCI are recognized in OCI for its fair value changes. Amounts recognized in OCI are not subsequently reclassified to the Statement of Profit and Loss. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings. Dividend income on the investments in equity instruments are recognized as 'Revenue from operations' in the Statement of Profit and Loss.

The investments in equity instruments of the subsidiary company and associates are measured at amortized cost.

(iii) Investments in mutual funds

Investments in mutual funds are measured at fair value through other comprehensive income (FVTOCI)/ at fair value through profit and loss (FVTPL).

(iv) Impairment

The Company recognizes impairment allowances using Expected Credit Losses ("ECL") method on all the financial assets that are not measured at FVTPL:

ECL are probability-weighted estimate of credit losses. They are measured as follows:

- Financials assets that are not credit impaired (the present value of all cash shortfalls that are possible within 12 months after the reporting date).
- Financials assets with significant increase in credit risk (the present value of all cash shortfalls that result from all possible default events over the expected life of the financial assets).
- Financials assets that are credit impaired (the difference between the gross carrying amount and the present value of estimated cash flows).

Financial assets are written off / fully provided for when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof.

However, financial assets that are written off could still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in the Statement of Profit and Loss.

(v) Derecognition

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more party/parties.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

2.7 Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are

measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in Statement of Profit or loss.

(ii) Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss is measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

(iii) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and even in the event of default, insolvency or bankruptcy of the Company or the counterparty.

2.8 Property, plant and equipment

- (i) Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(ii) Depreciation methods, estimated useful lives and residual value

Depreciation is calculated as per WDV method by company. Under this method, the depreciation is calculated at a certain fixed percentage each year on the decreasing book value commonly known as WDV of the asset (book value less depreciation).

The Company follows a procedure of writing off all capital expenses which do not exceed Rs.1000/- in each case.

(iii) Assets Useful life

The economic useful life of the asset is ascertained by the management as per Schedule II (Part-c) of the Companies Act, 2013.

Furniture and Fixtures:10 years
Office Equipment:5 years
Computers: 3 years/Servers:6 years
Vehicles: 8 to 10 years
Buildings: 30 to 60 years

Leasehold Improvements- Over the primary lease period or useful life, whichever is less.

The Company, based on technical assessment made by technical expert and management estimate, depreciates the certain items of building, plant and equipment over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

(iv) Derecognition:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

2.9 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization.

Development expenditure on software is capitalized as part of the cost of the resulting intangible asset only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise it is recognized in the profit or loss as incurred. Subsequent to initial recognition, the asset is measured at cost less accumulated amortization and any accumulated impairment losses.

Amortisation

Amortisation is calculated using the WDV method to write down the cost of intangible assets to their residual values over their estimated useful lives and is included in the depreciation and amortization in the statement of profit and loss.

<u>Intangible asset</u>	<u>Useful life / amortization period</u>
Computer Software	5 Years

2.10 Investment Property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not used by the group for business purposes, is classified as investment property. Investment property is measured initially at its cost, including related transaction costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

The Company depreciates the building component of investment properties over 30 -60 years from the date of original construction/purchase.

Depreciation on investment property is calculated using the WDV method to write down the cost of property to their residual values over their estimated useful life in the manner prescribed in Schedule II of the Act.

The company, based on technical assessment made by technical expert and management estimate, depreciates the building over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies

Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

2.11 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

2.12. Provisions and contingencies:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost. Expected future operating losses are not provided for. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.13 Earnings per share

a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

b) Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the

weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive assets acquired and liabilities assumed.

2.14 Leases

The Company lease asset classes primarily consist of leases for buildings taken on lease for operating its office. The Company assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term. The lease liability is initially measured at amortized cost at the present value of the future lease payments.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

2.15 Foreign exchange transactions

The functional currency and the presentation currency of the Company is Indian Rupees. Transactions in foreign currency are recorded on initial recognition using the exchange rate at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on the settlement or translation of monetary items are recognized in the statement of profit and loss in the period in which they arise.

2.16 Borrowing costs

Borrowing costs include interest expense as per the effective interest rate (EIR) and other costs incurred by the Company in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are recognized as an expense in the year in which they are incurred.

The difference between the discounted amount mobilized and redemption value of securities is recognized in the statement of profit and loss over the life of the instrument using the EIR.

2.17 Retirement and other employee benefits

(i) Short-term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service.

(ii) Post-employment benefits

(ii) (a). Defined contribution plans:

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The company makes specified monthly contributions towards Provident Fund and Employees State Insurance Corporation ('ESIC'). The contribution of company is recognized as an expense in the Statement of Profit and Loss during the period in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund and Employee State Insurance Scheme. These contributions are recognized as an expense in the statement of profit and loss during the period during the period in which the employee renders the related service.

(ii) (b). Defined benefit plan:

Gratuity liability, wherever applicable, is provided for on the basis of an actuarial valuation done as per projected unit credit method, carried out by an independent actuary at the end of the year. The Company's gratuity benefit scheme is a defined benefit plan.

(iii) Other Long-term Benefits:
Compensated absences:

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

Note. 3 Key accounting estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on ongoing basis. Any changes to accounting estimates are recognized prospectively. Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- (a) Provision and contingent liability: On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.
- (b) Allowance for impairment of financial asset: Judgments are required in assessing the recoverability of overdue loans and determining whether a provision against those loans is required. Factors considered include the aging of past dues, value of collateral and any possible actions that can be taken to mitigate the risk of non-payment.
- (c) Recognition of deferred tax assets: Deferred tax assets are recognized for unused tax-loss carry forwards and

unused tax credits to the extent that realization of the related tax benefit is probable. The assessment of the probability with regard to the realization of the tax benefit involves assumptions based on the history of the entity and applicable laws.

- (d) Property, plant and equipment and Intangible Assets: Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful life and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.
- (e) The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.
- (f) Defined benefit plans: The cost of defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long - term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
4	Cash and cash equivalents		
	a) Cash on hand	4.01	0.96
	b) Balances with Banks		
	-In Current Accounts	10.81	10.14
	-In Deposits Accounts	-	-
	(Original Maturity of Less than or equal to 3 months)		
	c) Liquid mutual funds measured at FVTPL (Unquoted and Fully paid)	5,580.71	29,428.09
	Total	5,595.53	29,439.19
5	Bank Balance other than cash and cash equivalents		
	a) Fixed deposits with bank (Refer note below)	888.40	246.29
	(Original Maturity of more than 3 months and less than or equal to 12 months) *#		
	b) Fixed deposits with bank (Maturity more than 12 months) *#	336.93	949.33
	c) Bank balances in Unpaid dividend accounts	231.23	244.20
	d) Bank balances in Unspent CSR Account	152.93	138.54
	Total	1,609.49	1,578.36

Note: * Pledged with banks as security for overdraft facility

Balance of fixed deposits also include interest accrued on fixed deposit

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
6	Receivables ⁽¹⁾		
	I) Trade Receivables		
	Unsecured, considered good		
	a) Receivable from share brokers	661.70	45.94
	b) Others	317.76	44.08
	Total ⁽¹⁾	979.46	90.02
	II) Other Receivables		
	Secured, considered good		
	Interest accrued	224.18	224.18
	Unsecured, considered good		
	a) Interest accrued	9.88	25.37
	Less: Allowance for Expected credit losses on Interest accrued	(9.50)	(9.50)
	Total	224.56	240.05
	1) Pl. refer Note No 46: Ageing of Trade & Other Receivables		
7	Loans		
	(Unsecured and considered good)		
	a) Loan to employees (including deferred cost) ⁽²⁾	7.92	7.44
	b) Others	800.00	800.00
	Total	807.92	807.44
	2) Pl. refer Note No 47		

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
8	Other Financial Assets		
	(Unsecured, considered good)		
	a) Margin Money Deposits		
	-Share brokers	2,250.00	1,125.00
	-Others	75.00	75.00
	b) Security deposits	38.47	37.82
	c) Dividend Receivable	21.49	17.03
	d) Application money for investments	-	-
	e) Others	2,000.11	2,000.11
	Allowance for Expected credit losses on Other Financial Assets	(2,000.00)	(2,000.00)
	Total	2,385.07	1,254.96
9	Current Tax Assets (Net)		
	Advance Tax and Tax Deducted at source	1,470.14	15,047.98
	Less: Tax Provisions	(1,325.10)	(14,559.50)
	Total	145.03	488.48

Note 10: Investments

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
A) (Investment at fair value through other comprehensive income (at FVTOCI))					
i) Investment in Equity instruments					
i) Investment in Quoted Equity Shares					
1) Alchemist Limited	10	9,690	0.00	9,690	0.00
2) Axis Bank Limited	2	48,821	566.96	48,821	538.01
3) Bajaj Healthcare Limited	5	-	-	63,109	422.99
4) Ballarpur Industries Limited	10	31,923	0.00	31,923	0.00
5) Bank of Maharashtra Limited	10	-	-	9,40,000	435.60
6) BSE Limited	2	67,500	1,811.36	28,600	1,567.22
7) CG Power And Industrial Solutions Limited	2	80,554	527.67	7,29,000	4,654.67
8) Cox & Kings Limited	5	1,61,900	0.00	1,61,900	0.00
9) Cox & Kings Financial Service Limited	10	33,185	0.00	33,185	0.00
10) Cyient Limited	5	-	-	5,000	63.25
11) Dhampur Bio Organics Limited	10	93,000	107.97	93,000	61.45
12) Kashipur Sugar Mills Limited	10	89,767	0.00	89,767	1.89
13) Dhampur Sugar Mills Limited	10	-	-	2,00,000	239.52
14) DLF Limited	2	40,000	201.64	40,000	272.20
15) Dwarikesh Sugar Industries Limited	1	2,56,268	117.68	9,73,052	358.18
16) EIH Limited	2	-	-	2,10,000	742.35
17) Epigral Limited	10	8,23,778	6,676.31	8,10,753	15,437.55
18) HCL Technologies Limited	2	58,721	787.80	56,021	892.13
19) ICICI Bank Limited	2	2,31,500	2,791.66	1,43,800	1,938.93
20) Indian Bank Limited	10	1,80,700	1,528.18	1,80,700	978.13
21) Jaypee Infratech Limited	10	-	-	3,98,730	0.00
22) Jindal Stainless Limited	2	4,32,500	3,074.86	4,32,500	2,515.42
23) MBL Infrastructure Limited	10	11,72,136	227.86	11,72,136	529.69
24) Meghmani Organics Limited	1	9,33,408	342.93	13,10,000	804.21
25) Mercator Limited	1	8,00,000	0.00	8,00,000	0.00
26) Mtar Technologies Limited	10	-	-	13,700	175.52
27) Orissa Sponge Iron & Steel Limited	10	2,936	0.00	2,936	0.00
28) Parag Milk Foods Limited	10	3,27,100	588.32	16,76,809	2,505.99
29) Relaxo Footwears Limited	1	77,87,077	18,525.46	77,87,077	31,689.51
30) State Bank of India Limited	1	3,67,750	3,601.74	3,05,250	2,355.00
31) Surana Industries Limited	10	4,50,000	0.00	4,50,000	0.00
32) Suzlon Energy Limited	2	19,34,000	765.09	19,34,000	1,095.80
33) Tata Motors Limited	2	-	-	85,000	573.28
34) Tata Power Company Limited	1	1,44,500	547.29	1,44,500	542.45
35) TCI Industries Limited	10	3,290	44.12	8,549	105.15
36) Triveni Engineering & Industries Limited	1	2,00,000	758.80	2,00,000	768.90
37) Tube Investments of India Limited	1	-	-	200	5.54
38) UTI Asset Management Company Limited	10	-	-	19,000	200.50
39) VIP Clothing Limited	2	-	-	5,43,517	153.22
Total A(1)(i)			43,593.71		72,624.24
ii) Investment in Unquoted Equity Shares- Fully Paid up					
1) Dewdrop Career Solutions Private Ltd	10	10,000	-	10,000	-
2) Indhradhan Agro Ltd.	10	1,50,000	-	1,50,000	-
3) Invest India Economic Foundation Private Ltd.	10	2,000	-	2,000	-
4) Lava International Ltd.	5	10,00,000	380.00	10,00,000	480.00
5) MPL Enterprises Ltd.	10	5,482	-	5,482	-

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	Face Value (in Rs)	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)	Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)
6) National Stock Exchange of India Limited	1	1,75,000	3,256.75	1,75,000	2,170.00
7) Orbis Financial Corp. Ltd.	10	65,000	282.75	65,000	292.50
8) Runeecha Textiles Ltd.	10	3,57,600	-	3,57,600	-
9) Sunair Hotels Ltd.	10	95,94,824	4,141.13	95,94,824	3,998.16
Total A(1)(ii)			8,060.63		6,940.66
Total Investment in Equity instruments Total A(1)			51,654.34		79,564.90
2) Investment in Debt securities					
i) Investment in Tax free Bonds* (Quoted & Fully Paid-up)					
1) Indian Railway Finance Corp Ltd. (IRFC-NO)	1000	16,507	178.47	16,507	180.28
2) Indian Railway Finance Corp. Ltd. (IRFC-N2)	1000	1,00,000	1,017.72	1,00,000	1,039.72
3) National Highways Authority Of India (NHAI-NA)	1000	1,11,528	1,214.26	1,11,528	1,217.89
4) National Highways Authority Of India (NHAI-NE)	1000	86,668	937.88	86,668	949.15
5) National Housing Bank (NHBTF2014-N2)	5000	7,000	378.90	7,000	382.68
6) Rural Electrification Corp Ltd. (RECLTD-NI)	1000	1,00,000	1,019.60	1,00,000	1,040.29
Total A(2)(i)			4,746.83		4,810.01
ii) Investment in Treasury Bills -Unquoted - Fully paid-up					
1) Government of India (T-Bill)	100	5,00,000	496.91	5,00,000	494.89
Total A(2)(ii)			496.91		494.89
Total Investment in Debt securities Total A(2)			5,243.74		5,304.90
3) Investment in AIF /PMS/ Mutual Funds					
i) Investment in Alternative Investment Funds (AIF)- Unquoted - Fully paid-up					
1) IIFL Real Estate Fund Domestic Series 3		-	-	-	74.10
2) IvyCap Ventures Trust Fund III		-	1,069.80	-	527.45
3) UTI Structured Debt Opportunities Fund -II		-	-	-	47.90
Total A(3)(i)			1,069.80		649.45
ii) Investment through Portfolio Management Services (PMS)					
1) Accuracap Consultancy Services Pvt. Ltd.		-	142.69	-	149.10
2) Globe Capital Market Ltd		-	6,636.65	-	7,372.97
Total A(3)(ii)			6,779.33		7,522.08
iii) Investment in units of Mutual Funds - Unquoted - Fully paid-up					
1) Baroda BNP Paribas Business Cycle Fund - Direct Growth		19,99,900	301.20	19,99,900	305.83
2) Baroda BNP Paribas Balanced Advantage Fund - Direct IDCW		10,75,998	175.83	10,75,998	177.24
3) Baroda BNP Paribas Equity Saving Fund - Direct Plan IDCW		13,02,762	169.85	12,17,093	164.60
4) Baroda BNP Paribas Money Market Fund - Direct Plan Growth		71,025	1,039.46	2,66,973	3,662.21
5) Baroda BNP Paribas Large & Mid Cap Fund - Direct Growth		6,71,568	174.20	6,71,568	179.32
Total A(3)(iii)			1,860.54		4,489.21
Total Investment in AIF /PMS/ Mutual Funds Total A(3)			9,709.67		12,660.74
Total Investment at fair value through other comprehensive income (at FVTOCI) A			66,607.74		97,530.54
B) Investment at fair value through profit and loss (at FVTPL)					
1) Investment in Equity instruments					
i) Investment in Quoted Equity Shares					
1) ACC Limited	10	1,000	12.55	-	-
2) Acutaas Chemicals Limited (Formely AMI Organics Ltd.)	5 (P.Y.10)	21,500	550.10	22,425	547.35
3) Adani Wilmar Limited	1	-	-	56,000	144.66
4) Aditya Birla Real Estate Limited	10	-	-	8,000	156.79
5) Aditya Vision Limited	1	13,846	66.20	-	-
6) Aegis Logistics Limited	1	34,300	205.34	-	-
7) Amber Enterprises India Limited	10	667	43.68	-	-
8) Anup Engineering Limited	10	-	-	21,200	736.81
9) Apcotex Industries Limited	2	-	-	56,169	187.46
10) Avanti Feeds Limited	1	25,000	294.00	63,581	580.91
11) Awfis Space Solutions Limited	10	-	-	500	3.31
12) AWL Agri Business Limited	1	4,64,968	826.57	-	-
13) Azad Engineering Limited	2	1,000	14.84	-	-
14) Bajaj Auto Limited	10	-	-	500	39.39
15) Bajaj Finance Limited	1	41,000	328.64	-	-
16) Bajaj Holdings & Investment Limited	10	4,700	411.06	-	-
17) Balrampur Chini Mills Limited	1	98,600	490.14	-	-
18) Bandhan Bank Limited	10	30,000	42.41	-	-
19) BEML Limited	5	-	-	300	9.66
20) Bharat Dynamics Limited	5	1,000	10.97	1,800	23.07
21) Bharat Electronics Limited	1	11,250	45.07	-	-
22) Bharat Forge Limited	2	39,000	653.09	-	-
23) Bharti Airtel Limited	5	1,62,989	2,905.12	1,22,089	2,116.29
24) Britannia Industries Limited	1	5,832	316.27	5,832	287.92
25) Brookfield India Real Estate Trust	100000	81,000	262.19	81,000	234.60
26) Central Depository Services (India) Limited	10	24,100	269.78	6,900	84.18
27) CIE Automotive India Limited	10	-	-	25,987	103.47
28) Cipla Limited	2	-	-	1,500	21.63
29) CMS Info Systems Limited	10	-	-	2,000	9.23
30) Coal India Limited	10	1,79,500	808.56	-	-
31) Computer Age Management Services Limited	2 (P.Y.10)	61,190	382.93	1,600	59.57
32) DCM Shriram Fine Chemicals Limited	2	39,000	6.77	-	-
33) DCM Shriram Industries Limited	2	39,000	13.37	-	-
34) DCM Shriram International Limited	2	39,000	26.66	-	-
35) Deepak Fertilizers And Petrochemicals Corp Limited	10	1,20,100	1,091.71	1,50,000	1,674.30

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
36) Dixon Technologies (India) Limited	2	425	41.11	-	-
37) EID Parry India Limited	1	-	-	1,05,000	824.88
38) Embassy Office Parks REIT	500000	7,87,000	3,307.68	7,87,000	2,876.41
39) Endurance Technologies Limited	10	1,000	22.14	-	-
40) Esab India Limited	10	300	14.87	-	-
41) Eternal Limited	1	8,19,500	1,876.49	-	-
42) FDC Limited	1	-	-	53,178	209.49
43) Federal Bank Limited	2	40,000	103.76	40,000	77.09
44) Fiem Industries Limited	10	1,000	19.11	-	-
45) General Insurance Corporation Of India	5	-	-	1,00,000	421.10
46) Glenmark Pharmaceuticals Limited	1	10,000	213.17	11,500	177.22
47) Godawari Power & Ispat Limited	1	2,41,500	649.15	2,00,000	360.24
48) Granules India Limited	1	55,000	341.22	-	-
49) Graphite India Limited	2	-	-	1,600	7.65
50) Gravita India Limited	2	88,000	1,159.93	22,100	404.86
51) Havells India Limited	1	3,550	42.27	-	-
52) HBL Engineering Limited	1	5,500	33.81	-	-
53) HDFC Asset Management Company Limited	5	12,100	268.18	-	-
54) HDFC Bank Limited	1	2,53,400	1,853.75	1,17,300	2,144.48
55) HEG Limited	2	69,000	374.26	69,000	333.17
56) Hexaware Technologies Limited	1	1,400	5.95	-	-
57) Hindalco Industries Limited	1	87,800	776.55	87,800	599.19
58) Hindustan Aeronautics Limited	5	10,000	348.72	10,000	417.75
59) Hindustan Unilever Limited	1	1,000	20.55	-	-
60) Hindustan Zinc Limited	2	3,71,405	1,865.01	75,405	348.30
61) ICICI Prudential Life Insurance Company Limited	10	53,000	270.06	53,000	299.11
62) IG Petrochemicals Limited	10	-	-	14,200	60.37
63) Indian Metals & Ferro Alloys Limited	10	7,880	94.76	-	-
64) Indusind Bank Limited	10	-	-	25,000	162.46
65) Ingersoll-Rand (India) Limited	10	500	17.44	-	-
66) Interarch Building Products Limited	10	-	-	37,215	553.96
67) Interarch Building Solutions Limited	10	37,215	619.63	-	-
68) Inventurus Knowledge Solutions Limited	1	1,000	13.28	-	-
69) ITC Hotels Limited	1	-	-	13,500	26.66
70) ITC Limited	1	1,35,000	388.40	1,35,000	553.16
71) Jaiprakash Power Ventures Limited	10	-	-	3,25,000	46.31
72) Jana Small Finance Bank Limited	10	2,42,405	873.02	2,42,405	986.71
73) Jindal Steel Limited	1	1,33,500	1,485.99	-	-
74) Jindal Steel & Power Limited	1	-	-	1,33,500	1,217.92
75) Jio Financial Services Limited	10	2,14,500	480.69	68,500	155.84
76) JK Tyre & Industries Limited	2	5,800	22.09	-	-
77) JM Financial Limited	1	18,000	20.45	-	-
78) JSW Energy Limited	10	54,000	254.66	54,000	290.47
79) JSW Infrastructure Limited	2	2,29,200	551.91	-	-
80) Jubilant Ingrevia Limited	1	11,551	62.80	-	-
81) Jubilant Pharmova Limited	1	-	-	16,000	143.34
82) K M Sugar Mills Limited	2	5,00,000	125.75	-	-
83) Kaynes Technology India Limited	10	-	-	500	23.74
84) KEI Industries Limited	2	-	-	300	8.68
85) Kernex Microsystems Limited	10	-	-	800	6.24
86) Kirloskar Pneumatic Company Limited	2	41,500	431.60	-	-
87) KPIT Technologies Limited	10	-	-	500	6.54
88) Kwaliti Wall'S (India) Limited	1	3,600	0.81	-	-
89) Le Travenues Technology Limited	1	-	-	25,000	35.40
90) Lodha Developers Limited	10	1,000	6.77	-	-
91) LTIMindtree Limited	1	-	-	6,300	282.96
92) Lupin Limited	2	-	-	18,500	375.17
93) Mahindra & Mahindra Limited	5	33,050	976.53	11,800	314.56
94) Mahindra Lifespace Developers Limited	10	-	-	32,360	96.77
95) Mahindra Logistics Limited	10	-	-	32,000	83.71
96) Mankind Pharma Limited	1	44,164	885.84	34,214	829.60
97) Max Estates Limited	10	-	-	51,523	200.53
98) Mindspace Business Parks REIT	500000	65,500	294.20	65,500	245.45
99) Mrs Bectors Food Specialities Limited	10	-	-	12,500	182.68
100) Multi Commodity Exchange Of India Limited	2	2,050	48.98	-	-
101) Narayana Hrudayalaya Limited	10	83,500	1,340.43	-	-
102) Netweb Technologies India Limited	2	500	15.49	-	-
103) Nexus Select Trust	500000	9,90,783	1,494.00	9,90,783	1,290.40
104) Nippon Life India Asset Management Limited	10	57,200	458.54	-	-
105) NLC India Limited	10	2,16,500	581.52	2,16,500	529.71
106) NTPC Limited	10	1,93,000	715.35	1,93,000	690.17
107) One 97 Communications Limited	1	1,000	9.59	1,000	7.83
108) Paramount Communications Limited	2	20,16,499	575.91	22,80,600	1,126.62
109) PG Electroplast Limited	1	12,000	56.39	-	-
110) PI Industries Limited	1	24,400	663.39	-	-
111) Piramal Enterprises Limited	2	-	-	22,000	217.33
112) Piramal Finance Limited	2	22,000	403.59	-	-

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
113) Power Grid Corp. Of India Limited	10	30,000	88.83	30,000	87.11
114) Power Mech Projects Limited	10	500	8.66	-	-
115) Radiant Cash Management Services Limited	1	-	-	1,14,000	58.23
116) REC Limited	10	1,21,300	370.09	50,000	214.60
117) Reliance Industries Limited	10	3,01,500	4,051.86	2,36,500	3,015.61
118) Religare Enterprises Limited	10	1,00,000	202.15	1,00,000	234.99
119) Restaurant Brands Asia Limited	10	-	-	1,00,000	60.45
120) SJS Enterprises Limited	10	2,600	40.32	-	-
121) Sadhana Nitrochem Limited	1	32,25,701	44.19	2,11,324	35.61
122) Samhi Hotels Limited	1	3,87,050	496.00	1,11,000	156.31
123) Sanofi Consumer Healthcare India Limited	10	5,000	214.91	5,000	241.34
124) Sanofi India Limited	10	-	-	5,000	286.27
125) Satin Creditcare Network Limited	10	80,000	111.90	-	-
126) Schneider Electric Infrastructure Limited	2	62,700	530.32	-	-
127) Shaily Engineering Plastics Limited	2	500	10.42	-	-
128) Sheela Foam Limited	5	58,400	271.59	30,500	216.55
129) Shilpa Medicare Limited	1	-	-	500	3.32
130) Shriram Finance Limited	2	1,87,465	1,634.88	1,05,500	692.08
131) SRF Limited	10	8,500	207.23	8,500	249.83
132) Sterling And Wilson Renewable Energy Limited	1	-	-	2,500	6.26
133) Styrenix Performance Materials Limited	10	-	-	29,000	791.70
134) Sula Vineyards Limited	2	-	-	47,000	126.59
135) Sumitomo Chemical India Limited	10	-	-	41,000	229.33
136) Sun Pharmaceutical Industries Limited	1	-	-	2,500	43.37
137) Suprajit Engineering Limited	1	1,08,036	432.25	-	-
138) Supriya Lifescience Limited	2	69,000	387.71	41,300	303.20
139) Swiggy Limited	1	1,44,210	375.02	-	-
140) Tata Consumer Products Limited	1	47,500	482.03	36,170	362.39
141) Tejas Networks Limited	10	-	-	12,200	92.77
142) Thermax Limited	2	-	-	300	10.96
143) Torrent Pharmaceuticals Limited	5	6,500	274.31	6,500	209.82
144) Torrent Power Limited	10	-	-	500	7.43
145) Trent Limited	1	11,500	379.02	11,500	612.39
146) TVS Motor Company Limited	1	1,300	43.73	-	-
147) Ugro Capital Limited	10	5,35,096	435.03	24,369	40.18
148) Ultratech Cement Limited	10	4,850	521.13	-	-
149) VA Tech Wabag Limited	2	39,850	461.22	19,000	276.38
150) Varun Beverages Limited	2	1,21,500	466.68	1,02,000	550.44
151) Vedanta Limited	1	1,67,000	1,093.52	35,500	164.51
152) Voltas Limited	1	-	-	1,000	14.59
153) Zen Technologies Limited	1	5,600	71.62	7,100	104.98
154) Eternal Limited	1	-	-	8,19,500	1,652.93
Total B(1)(i)			51,362.19		38,425.35
ii) Investment in Unquoted Equity Shares- Fully Paid up					
1) Api Holding Ltd.	1	15,00,000	97.50	15,00,000	142.50
2) Care Health Insurance Ltd.	10	50,000	59.00	50,000	89.00
3) Deepak Houseware & Toys Ltd.	1	25,000	14.50	25,000	16.50
4) Dolomite Restaurants Private Limited	10	100	0.00	100	0.00
5) Eqaro Surety Private Limited	10	1,000	0.41	1,000	0.41
6) Fairvalue Insuretech Pvt. Ltd.	10	1	0.48	1	0.32
7) Infobay Ai Limited	10	10	24.64	-	-
8) National Stock Exchange of India Limited	1	5,50,000	10,235.50	4,50,000	5,580.00
9) Sterlite Electric Ltd. (Formerly Sterlite Power Transmission Ltd.)	2	15,000	65.25	15,000	80.25
10) Sterlite Grid 5 Limited	2	15,000	43.20	-	-
11) Swiggy Limited	1	-	-	2,94,210	971.48
12) Utkarsh Coreinvest Ltd.	10	3,50,000	250.03	3,50,000	538.23
13) Veeda Clinical Research Ltd	2	1,36,158	571.86	1,36,158	500.00
Total B(1)(ii)			11,362.38		7,918.69
Total Investment in Equity instruments B(1)			62,724.57		46,344.04
2) Investment in Preference Shares					
i) Investment in Compulsory Convertible Preference Shares - Unquoted - Fully paid-up					
1) Eqaro Surety Private Limited.	10	12,03,440	499.07	12,03,440	499.07
2) Eroute Technologies Private Limited	10	1,06,444	558.83	1,05,714	518.00
3) Fairvalue Insuretech Private Limited	10	2,092	994.45	1,894	600.28
Total B(2)(i)			2,052.35		1,617.35
Total Investment in Preference Shares B(2)			2,052.35		1,617.35
3) Investment in Debt securities					
i) Investment in Non Convertible Debentures - Unquoted					
1) Manipal Education And Medical Group India Private Limited	1000000	100	507.49	100	481.23
2) Mpokket Financial Services Private Limited	100000	-	-	750	750.00
Total B(3)(i)			507.49		1,231.23
ii) Investment in Compulsory Convertible Debentures - Unquoted - Partly paid-up					
1) Eqaro Surety Private Limited	41	10,00,000	0.50	10,00,000	0.50
Total B(3)(ii)			0.50		0.50
iii) Investment in Compulsory Convertible Debentures - Unquoted - Fully paid-up					
1) Dolomite Restaurants Private Limited	10	50,00,000	80.00	50,00,000	80.00
Total B(3)(iii)			80.00		80.00
Total Investment in Debt securities B (3)			587.99		1,311.73

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	Face Value (in Rs)	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)	Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)
4) Investment in Mutual Funds/PMS/AIF					
i) Investment in units of Mutual Funds - Unquoted - Fully paid-up					
1) Baroda BNP Paribas Nifty200 Momentum 30 Index Fund - Direct Growth		19,99,900	143.12	19,99,900	150.07
2) Baroda BNP Paribas Ultra Short Duration Fund - Direct Plan Growth		30,679	500.97	-	-
3) Nippon India Income Plus Arbitrage Active Fund Of Fund - Direct Growth Plan		4,99,975	52.00	-	-
4) Invesco India Ultra Short Duration Fund - Direct Plan Growth		5,117	154.12	-	-
5) Axis Money Market Fund - Direct Growth		3,368	50.94	-	-
6) Baroda BNP Paribas Income Plus Arbitrage Active FOF - Direct Growth		74,99,625	782.47	-	-
Total B(4)(i)			1,683.61		150.07
ii) Investment through Portfolio Management Services (PMS)					
1) 360 One Asset Management Ltd.		-	2,070.36	-	1,373.58
2) Nuvama Asset Management Ltd. (NDPMS)		-	1,916.70	-	-
Total B(4)(ii)			3,987.07		1,373.58
iii) Investment in alternative investment funds- Unquoted - Fully paid-up					
1) 360 One Income Opportunities Fund Series-6			1,012.89		635.22
2) Alphamine Absolute Return Fund			-		1,108.00
3) Ascertis Credit Select Term Income Fund-I-Scheme-I			1,061.64		547.00
4) Emerging India Credit Opportunities Fund II			573.31		615.00
5) ISAF III Onshore Fund			260.88		177.46
6) Rental Yield Plus			1,172.87		435.00
7) RV Capital India Credit Plus Fund			216.26		110.00
8) Samara Alternate Investment Fund III India			163.32		185.93
9) True North Credit Opportunities Fund I			867.37		536.12
10) ISAF IV Onshore FOF			50.00		-
11) Kotak Yield and Growth Fund			250.61		-
12) NEO Secondaries Fund			576.10		-
13) UTI Asset Reconstruction Opportunities Fund I			4,499.78		-
14) Vardan Venus Investment Fund Series 1			180.00		-
Total B(4)(iii)			10,885.02		4,349.72
Total Investment in Mutual Funds/PMS/AIF B(4)			16,555.70		5,873.37
5) Investment in Participating Insurable policies					
i) Investment in Participating Insurable policies -Unquoted					
1) Linked Investment Trust 2			164.64		200.00
Total B(5)(i)			164.64		200.00
Total Investment in Participating Insurable policies B(5)			164.64		200.00
Total Investment at fair value through profit and loss (at FVTPL) B			82,085.25		55,346.50
C) Investments At Amortised cost					
(i) Investment in Non Convertible Debentures Unquoted & Fully Paid-up :					
1) SRGP Corporation Limited	100	3,50,000	350.00	3,50,000	350.00
Total C(i)			350.00		350.00
ii) Unquoted & Fully Paid-up : Equity shares					
(a) Subsidiary Company (Refer Note 10.1)					
1) VLS Asset Management Ltd.	10	70,100	7.01	70,100	7.01
2) VLS Sunnivesh Ltd (Formerly Known As VLS Real Estate Ltd.)	10	1,00,000	10.00	1,00,000	10.00
3) VLS Securities Ltd.	10	3,00,00,000	3,483.16	3,00,00,000	3,483.16
Total C(ii)			3,500.17		3,500.17
Total Investments At Amortised cost C			3,850.17		3,850.17
Grand Total (D = A+B+C)			1,52,543.17		1,56,727.21
Less: Aggregate amount of provision for impairment in the value of investments (Expected credit losses on Investment) (E)			(350.00)		(350.00)
Net Grand Total (F = D - E)			1,52,193.17		1,56,377.21
(i) Investments in India			1,52,193.17		1,56,377.21
(ii) Investments outside India			-		-
Total			1,52,193.17		1,56,377.21

* Excludes interest accrued on tax-free bonds, if any

Note 10.1: Investments in equity instruments of subsidiaries

S No	Particulars	As at 31st-March-2026				As at 31st-March-2025			
		Proportion of ownership Interest/Voting Right	Face Value	Holding	Value	Proportion of ownership Interest/Voting Right	Face Value	Holding	Value
		%	(in Rs)	No. of shares	(Rs in Lakhs)	%	(in Rs)	No. of shares	(Rs in Lakhs)
1	2	3	4	5	6	7	8	9	
	Investments in Equity shares of subsidiaries: (Unquoted & Fully paid up) (Measured at amortized cost)								
1	VLS Securities Ltd.	100%	10	3,00,00,000	3,483.16	100%	10	3,00,00,000	3,483.16
2	VLS Sunnivesh Ltd (formerly known as VLS Real Estate Ltd.)	100%	10	1,00,000	10.00	100%	10	1,00,000	10.00
3	VLS Asset Management Ltd.	99.15%	10	70,100	7.01	99.15%	10	70,100	7.01
	Total - (A)				3,500.17				3500.17

Principal Place of all subsidiaries & Associate are in India

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Note No 11a : Property, Plant and Equipment

Description	Building	Land	Vehicles	Office Equipments	Furniture & fixtures	Air Conditioners	Computers	Electrical Installations	Generator	Assets on Lease	Leasehold Improvement	Right of use Assets (IndAs 116)	Total
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Gross Carrying Amount

Balance as at 31.03.2024	1,423.36	4,818.72	202.07	148.05	239.12	71.15	83.17	204.83	104.45	12,066.67	243.74	64.76	19,670.09
Additions during the year	-	-	103.84	1.18	5.83	-	4.28	-	-	-	-	-	115.13
Sales/Adjustments during the year	-	-	(61.23)	-	-	-	-	-	-	-	(243.74)	(64.76)	(369.73)
Balance as at 31.03.2025	1,423.36	4,818.72	244.68	149.23	244.95	71.15	87.45	204.83	104.45	12,066.67	-	-	19,415.49

Balance as at 31.03.2025	1,423.36	4,818.72	244.68	149.23	244.95	71.15	87.45	204.83	104.45	12,066.67	-	-	19,415.49
Additions during the year	-	-	4.59	5.71	-	-	1.44	-	-	-	-	-	11.74
Sales/Adjustments during the year	-	-	(25.68)	(13.71)	-	-	(2.70)	-	-	-	-	-	(42.09)
Balance as at 31.03.2026	1,423.36	4,818.72	223.60	141.23	244.95	71.15	86.19	204.83	104.45	12,066.67	-	-	19,385.15

Accumulated Depreciation/Amortization

Balance as at 31.03.2024	128.00	-	117.74	105.41	118.55	36.19	62.44	104.13	6.02	12,065.67	214.17	46.23	13,004.56
Depreciation for the year	85.29	-	30.19	19.62	31.59	9.20	10.96	26.07	30.26	-	0.20	0.24	243.61
Sales/Adjustments during the year	-	-	(39.77)	-	-	-	-	-	-	-	(214.37)	(46.47)	(300.61)
Balance as at 31.03.2025	213.29	-	108.16	125.03	150.14	45.39	73.40	130.20	36.28	12,065.67	-	-	12,947.56

Balance as at 31.03.2025	213.29	-	108.16	125.03	150.14	45.39	73.40	130.20	36.28	12,065.67	-	-	12,947.56
Depreciation for the year	69.21	-	46.42	11.92	24.51	6.67	6.68	19.32	17.65	1.00	-	-	203.37
Sales/Adjustments during the year	-	-	(21.05)	(12.79)	-	-	(2.56)	-	-	-	-	-	(36.40)
Balance as at 31.03.2026	282.50	-	133.53	124.15	174.65	52.06	77.52	149.52	53.93	12,066.67	-	-	13,114.53

Net Carrying Amount

Balance as at 31.03.2025	1,210.07	4,818.72	136.52	24.20	94.81	25.76	14.05	74.63	68.17	1.00	-	-	6,467.93
Balance as at 31.03.2026	1,140.86	4,818.72	90.07	17.08	70.30	19.09	8.67	55.31	50.52	-	-	-	6,270.62

Note No: 11b Other Intangible assets

Description	Computer Software	Total
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Gross Carrying Amount

Balance as at 31.03.2024	2.04	2.04
Additions during the year	-	-
Sales/Adjustments during the year	-	-
Balance as at 31.03.2025	2.04	2.04
Balance as at 31.03.2025	2.04	2.04
Additions during the year	-	-
Sales/Adjustments during the year	(1.01)	(1.01)
Balance as at 31.03.2026	1.03	1.03

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Accumulated Depreciation/Amortization

Balance as at 31.03.2024	1.91	1.91
Depreciation for the year	0.03	0.03
Sales/Adjustments during the year	-	-
Balance as at 31.03.2025	1.94	1.94

Balance as at 31.03.2025	1.94	1.94
Depreciation for the year	0.01	0.01
Sales/Adjustments during the year	(0.95)	(0.95)
Balance as at 31.03.2026	0.98	0.98

Net Carrying Amount

Balance as at 31.03.2025	0.10	0.10
Balance as at 31.03.2026	0.05	0.05

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st- March-2025
12	Other non-financial assets		
	Unsecured and considered good		
	Prepaid Expenses	44.70	20.54
	Receivable from subsidiaries ⁽²⁾	50.27	56.51
	Advances recoverable in cash or kind	21.01	1.34
	Secured and considered good		
	Taxes due from Government	73.09	62.17
	Total	189.07	140.56
	⁽²⁾ Pl. refer note no. 47		
12.1	Reconciliation for provision of expected credit losses is as follows:		
	Balance at the beginning	2,359.50	350.00
	Allowances made during the year	-	2,009.50
	Provision for expected credit losses adjusted with Bad Debt Written off	-	-
	Balance at the end	2,359.50	2,359.50
13	Payables⁽³⁾		
	Trade Payables		
	a) Total outstanding dues of micro enterprises and small enterprises	-	-
	Total	-	-
	b) Total outstanding dues of creditors other than micro enterprises and small enterprises		
	- Payable to share brokers	0.00	-
	- other payables	1,438.25	84.48
	Total	1,438.25	84.48
	Other Payables		
	a) Total outstanding dues of micro enterprises and small enterprises	-	-
	Total	-	-

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st- March-2025
	b) Total outstanding dues of creditors other than micro enterprises and small enterprises	22.40	19.34
	Total	22.40	19.34
	3) Pl. refer Note No 45: Ageing of Trade & Other Payables		
14	Borrowings (Other than debt securities)		
	(A) Borrowings in India		
	Secured Loans from Banks		
	Overdraft against Deposit with Banks	29.94	86.21
	(Secured against Pledge of Fixed Deposit)		
	Total	29.94	86.21
15	Other financial liabilities		
	a) Unpaid dividends accounts	231.23	244.20
	b) Creditors for capital goods	15.69	15.69
	c) Security deposit (against premises given on lease)	104.22	128.18
	d) Lease liabilities ⁽⁴⁾	-	-
	e) Employee benefits payable.	23.22	23.22
	Total	374.36	411.29
	4) Pl. refer Note No 51: Disclosure under Ind As 116 Lease:		
16	Provisions		
	Provisions for employee benefits ⁽⁵⁾	200.94	169.16
	Provision for unspent expenditure on Corporate Social Responsibility ⁽⁵⁾	162.93	290.34
	Total	363.87	459.50
	5) Pl. refer Note No: 32 on Corporate Social Responsibility		
	6) Pl. refer Note No 40 on Employees Benefits		
17	Other non-financial liabilities		
	Statutory dues payable	38.50	42.13
	Advance interest received on Security deposit (against premises given on lease)	10.04	7.74
	Total	48.54	49.87

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Note 18 : Deferred tax assets / liabilities

Particulars	As at 31st-March-2026	As at 31st-March-2025
Deferred tax liability on account of :		
Timing difference on Property, plant and equipment as per books and Income Tax Act, 1961	(19.09)	(12.86)
Deferred Tax on Ind AS Adjustments	2,130.34	8,608.16
Total deferred tax liabilities (A)	2,111.25	8,595.30
Deferred tax assets on account of:		
On Employee Benefits (loans)	0.23	0.23
Provision for leave encashment/Gratuity (Employee benefits)	50.57	32.59
On Provision for impairment (Expected Credit Loss)	593.84	593.84
Total deferred tax assets (B)	644.64	626.66
Net deferred tax assets / (liability) (B-A)	(1,466.61)	(7,968.64)

Note 18.1: Movement of Deferred Tax

Particulars	As at 31st-March-2026	Recognised through profit and loss	Recognised through Other comprehensive income	As at 31 March-2025	Recognised through profit and loss	Recognised through Other comprehensive income	As at 31st-March-2024
Deferred tax liabilities on account of:							
Timing difference on Property, plant and equipment as per books and Income Tax Act, 1961	(19.09)	(6.24)	-	(12.86)	41.05	-	(53.91)
Deferred tax on IND AS adjustments	2,130.34	(168.68)	(6,309.14)	8,608.16	307.67	(16,106.91)	24,407.40
Total deferred tax liabilities (C)	2,111.25	(174.92)	(6,309.14)	8,595.30	348.72	(16,106.91)	24,353.49
Deferred tax assets on account of:							
On Employee Benefits (loans)	0.23	(0.00)	-	0.23	0.17	-	0.06
On Provision for impairment (Expected Credit Loss)	593.84	-	-	593.84	505.75	-	88.09
Provision for leave encashment/Gratuity (Employee benefits)	50.57	14.97	3.02	32.59	(10.01)	10.83	31.77
Total deferred tax assets (D)	644.64	14.96	3.02	626.66	495.91	10.84	119.91
Total deferred tax Assets/(liability) (net) (D-C)	(1,466.61)	189.88	6,312.16	(7,968.64)	147.19	16,117.75	(24,233.58)

Note No 19 : Equity share capital

Particulars	As at 31st-March-2026		As at 31st-March-2025	
	Number	Amount	Number	Amount
Authorised Share Capital:				
Equity Shares of Rs.10/- each	15,00,00,000	15,000.00	15,00,00,000	15,000.00
Total	15,00,00,000	15,000.00	15,00,00,000	15,000.00
Issued share capital:				
Equity Shares of Rs.10/- each	3,18,46,163	3,184.62	3,44,77,741	3,447.77
Total	3,18,46,163	3,184.62	3,44,77,741	3,447.77

Particulars	As at 31st-March-2026		As at 31st-March-2025	
	Number	Amount	Number	Amount
Subscribed & Paid-Up Capital:				
Equity Shares of Rs.10/- each fully paid up	3,13,78,663	3,137.87	3,40,10,241	3,401.02
Forfeited shares:				
Amount paid up on forfeited equity shares	4,67,500	12.22	4,67,500	12.22
Total		3,150.09		3,413.25

19.1 Terms / rights attached to shares

The Company has one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
19.2 Reconciliation of number of shares outstanding at the beginning and at the year end:

Particulars	Year ended 31st-March-2026		Year ended 31st-March-2025	
	Number	Amount	Number	Amount
Issued Equity Share capital:				
At beginning of the year	3,44,77,741	3,447.77	3,52,63,492	3,526.35
Shares Extinguished on Buyback of Equity Shares ⁽⁵⁾	(26,31,578)	(263.16)	(7,85,751)	(78.58)
At the end of the year	3,18,46,163	3,184.62	3,44,77,741	3,447.77
Subscribed & Paid-Up Equity Share Capital:				
At beginning of the year	3,40,10,241	3,401.02	3,47,95,992	3,479.60
Shares Extinguished on Buyback of Equity Shares ⁽⁵⁾	(26,31,578)	(263.16)	(7,85,751)	(78.58)
At the end of the year	3,13,78,663	3,137.87	3,40,10,241	3,401.02

\$ Pl. refer foot note no. 3 and 4 of Note No 20: Other Equity

19.3 List of shareholders holding more than 5% of the total number of equity shares issued by the Company:

Name of shareholder	As at 31st-March-2026		As at 31st-March-2025	
	No. of shares held	% of holding (*)	No. of shares held	% of holding (*)
VLS Capital Limited	1,33,36,438	42.50	1,33,36,538	39.21
Mahesh Prasad Mehrotra (HUF)	19,84,262	6.32	19,84,262	5.83

* Pl. refer foot note no. 44: Showing shareholding of Promoters and Promoters Group.

19.4 Disclosure as to aggregate number and class of shares allotted pursuant to contract(s) without payment being received in cash, shares issued as fully paid up by way of bonus shares and shares bought back.

Particulars	Fully paid up pursuant to contract(s) without payment being received in cash	Fully paid up by way of bonus shares	Shares bought back
	Number	Number	Number
Equity Shares :			
1) 2025-2026	Nil	Nil	26,31,578
2) 2024-2025	Nil	Nil	7,85,751
3) 2023-2024	Nil	Nil	4,31,790
4) 2022-2023	Nil	Nil	34,34,235
5) 2021-2022	Nil	Nil	Nil

Note No 20 : Other Equity ⁽²⁾

PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
a) General Reserve		
Balance at the beginning of the year	2,968.84	2,968.84
Add: during the year	-	-
Balance as at end of the year	2,968.84	2,968.84
b) Securities Premium ⁽¹⁾		
Balance at the beginning of the year	474.34	3,085.50
Buyback of Equity Shares ⁽³⁾	-	(2,611.16)
Balance as at end of the year	474.34	474.34
c) Capital Redemption Reserve		
Balance at the beginning of the year	578.48	499.90
Transfer from Retained Earnings to Capital Redemption Reserve ^(3, 4)	263.16	78.58
Balance as at end of the year	841.63	578.48
d) Retained earnings		
Balance at the beginning of the year	1,67,200.88	1,45,694.43
Add: Profit/(loss) during the year	1,982.03	4,532.76
Transfer from FVTOCI to Retained Earnings (Net of Tax)	529.65	18,761.95
Less: Cash Dividend ^(5, 6)	(510.15)	(850.26)
Buyback of Equity Shares ^(3, 4)	(9,736.84)	(296.12)
Transfer from Retained Earnings to Capital Redemption Reserve ^(3, 4)	(263.16)	(78.58)
Tax on Buyback of Equity Shares	-	(563.30)
Balance as at end of the year	1,59,202.41	1,67,200.88

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
e) Fair value gain on equity and other instruments carried through other comprehensive income		
Balance at the beginning of the year	19,380.73	45,170.95
Other Comprehensive Income for the year	(12,760.33)	(7,028.27)
Transfer from FVTOCI to Retained Earnings (Net of Tax)	(529.65)	(18,761.95)
Balance as at end of the year	6,090.75	19,380.73
f) Remeasurement of Defined Benefit Plans		
Balance at the beginning of the year	(40.78)	(8.57)
Other comprehensive income	(8.97)	(32.21)
Balance as at end of the year	(49.75)	(40.78)
TOTAL (a to f)	1,69,528.23	1,90,562.49

Foot notes:

- 1) An amount of ₹ 474.34 lakh is share premium on forfeited shares.
- 2) There is no changes in accounting policy and there is no prior period errors.
- 3) During FY 2024-25, the Company bought back 7,85,751 equity shares of ₹10 each at ₹380 per share through the tender offer route, pursuant to Board approval dated 09 August 2024. The total buy-back consideration of ₹ 2,985.85 lakhs was adjusted against share capital (₹ 78.58 lakhs), securities premium (₹ 2611.16 lakhs) and retained earnings (₹ 296.12 lakhs). Consequently, ₹ 78.58 lakhs was transferred from retained earnings to the Capital Redemption Reserve. All applicable regulatory compliances, including extinguishment of shares, were completed, and EPS has been computed in accordance with Ind AS 33.
- 4) The Board of Directors of the Company in its meeting held on 22-November-2025 has approved buy-back of its own shares through tender route under stock exchange mechanism in terms of proviso to clause (b) of sub section 2 of section 68 of the Companies Act, 2013 and other applicable regulations. The buyback so approved opened from 18/12/2025 and closed on 24/12/2025. During this period 26,31,578 equity shares of Rs 10/- each have been bought back by the company at a rate of ₹ 380/- per share. A total sum of ₹ 99,99,99,640 (Rupees Ninety Nine Crores ninety nine lakhs ninety nine thousand six hundred forty only)(excluding transaction costs) was utilised for the said buyback. Post buyback the paid up share capital of the Company is ₹ 3150.09 Lakhs (including ₹ 12.22 Lakhs being the amount forfeited on 4,67,500 equity shares) comprising 3,13,78,663 equity shares of ₹ 10/- each. The Requisite compliances under the applicable provisions of the Companies Act, 2013, SEBI regulations, and other relevant laws have been duly made in respect of aforesaid buyback. The equity shares bought back were extinguished on 13 January 2026. Accordingly, EPS has been calculated on weighted average number of shares as on 31-March-2026 in accordance with IND-AS 33. Total consideration of ₹ ₹ 99,99,99,640 paid towards the buyback of equity shares during the financial year 2025-26 is adjusted against share capital to the extent of ₹ 263.16 lakhs and against the retained earnings to the extent of ₹ 9,736.84 lakhs. Further consequent to the aforesaid buyback of 26,31,578 fully paid-up equity shares of ₹ 10/- each during the year ended 31-Mar-2026 for cash, the nominal amount of share capital bought back of ₹ 263.16 lakhs has been transferred to the Capital Redemption Reserve out of the Retained Earnings.
- 5) Dividend amounting to ₹ 850.26 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each and additionally a special dividend of ₹ 1.00 aggregating to ₹ 2.50 per equity share proposed for the year ended March 31,2024 was paid on the outstanding number of shares as on the cut-off date i.e. 20/09/2024, during the financial year 2024-25.
- 6) Dividend amounting to ₹ 510.15 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each proposed for the year ended March 31,2025 was paid on the outstanding number of shares during the financial year 2025-26.

Nature and purpose of reserves :
(A) Securities premium:

Securities premium is used to record the premium received on issue of shares. The Securities premium can be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013.

(B) Retained earnings:

Retained earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

(C) General reserve:

General reserve is free reserve available for distribution as recommended by Board in accordance with requirements of the Companies Act, 2013.

(D) Capital redemption reserve:

The Companies Act, 2013 requires that when a Company purchases its own shares out of free reserves or securities premium account or both, a sum equal to the nominal value of the shares so purchased shall be transferred to a capital redemption reserve. The reserve is utilised in accordance with the provisions of Section 69 of the Companies Act, 2013.

(E) Other comprehensive income (OCI):

The Company has elected to recognise changes in the fair value of certain investments in equity securities and other instruments in other comprehensive income. These changes are accumulated within the FVTOCI reserve under the head "other equity". The Company transfers amounts from this reserve to retained earnings when those investments have been disposed off. Further this also represents the gain/(loss) on remeasurement of defined benefit obligations and of plan assets.

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

NOTE NO.	PARTICULARS	For the Year ended	
		31st-March-2026	31st-March-2025
21	Interest Income		
	Interest income from Investments:-		
	-From Tax Free Bonds	350.56	349.86
	-From PMS/MF investments	772.42	138.07
	-From Others	112.76	178.41
	On Margin Deposits with Share Brokers/stock exchange	99.36	421.12
	On deposits with Banks	85.97	86.66
	Other interest income	-	95.00
	Total	1,421.07	1,269.12
22	Dividend Income		
	Dividend on Investments	1,713.65	1,115.02
	Total	1,713.65	1,115.02
23	Net gain on fair value changes		
	(i) Net gain/ (loss) on financial instruments at fair value through Profit and loss account		
	(a) - Investment		
	- On Investment	465.04	2,504.23
	(b) - Trading		
	- On Securities	24.34	3.79
	- On Future & Option	(838.00)	3,626.45
	- On Liquid Mutual Funds	724.79	1,119.89
	(ii) Others		
	(a) Gain/(Loss) on sale of debt FVTOCI Instruments	-	-
	Total	376.17	7,254.36
	Fair Value changes:		
	-Realised	(766.24)	4,564.68
	Unrealised	1,142.41	2,689.68
	Total	376.17	7,254.36
24	Other Operating Income		
	Income from Securities Lending	-	-
	Total	-	-
25	Other Income		
	Rental income from other assets *	108.92	120.65
	Rental income from Investment properties *	539.69	523.91
	Interest on staff loans and advances	0.39	0.63
	On Financial Assets measured at Amortised Cost	0.99	1.63
	Interest on Income Tax Refund	76.23	-
	Profit on sale/transfer of assets (net)	5.93	-
	Interest Income Others	0.69	0.67
	Others	78.03	76.33
	Total	810.87	723.82
	* Pl. refer Note No 51: Disclosure under Ind As 116 Lease and Note No 50: Investment Property		
26	Employee benefits expense		
	Salaries	647.56	578.38
	Staff Amenities/welfare expenses	25.48	20.62
	Directors' Sitting Fees	32.60	32.05
	Employer's Contribution to PF, ESI, Gratuity Fund etc.	72.51	65.96
	Total	778.15	697.01
27	Finance Costs		
	Bank / Finance Charges	0.02	0.04
	Interest Payment on Loans/overdraft facilities	2.05	3.92
	Interest on lease liabilities	-	0.02
	Other interest expenses	14.16	12.73
	Total	16.23	16.71
28	Impairment on financial instruments		
	Bad Debts	-	-
	Provision for expected credit losses	-	2,009.50
	Total	-	2,009.50
29	Depreciation and amortization expenses		
	Depreciation on Property, plant & equipment	203.37	243.37
	Amortisation of Right of use Assets (Refer note 11a)	-	0.24
	Amortisation on other intangible assets	0.01	0.03
	Depreciation on investment property	148.46	200.32
	Total	351.84	443.96
30	Other expenses		
	Advertisement & Business Promotion	26.81	27.68
	Consultancy, Legal & Service Charges	370.36	395.74
	Communication Expenses	6.84	6.65
	Electricity & Water Charges	47.47	58.61
	Insurance	6.28	4.59
	Office Expenses	48.35	47.16
	Shares Transaction Charges	0.22	0.14
	Securities Transaction Tax on Investment	67.13	125.11
	Securities Transaction Tax on others	44.55	89.81
	Travelling Expenses & Conveyance	16.28	14.42

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

NOTE NO.	PARTICULARS	For the Year ended	
		31st-March-2026	31st-March-2025
	Rates & Taxes	74.91	77.35
	Short-term leases	11.34	11.34
	Repairs & Maintenance		
	--Building	0.48	-
	--Others	59.13	87.93
	Donation & Charity	0.25	5.87
	Miscellaneous Expenses	39.11	38.53
	Share Buyback expenses	97.19	97.61
	CSR Expenditure ^(#)	300.83	446.96
	Statutory Auditors' Remuneration		
	a) Audit Fees	4.25	3.25
	b) For Other Services		
	--For Tax audit	1.00	0.90
	-- For certification	6.66	3.99
	--Out of pocket expenses	0.35	0.35
	Secretarial Auditors' Remuneration		
	--- Audit Fees	0.40	0.40
	--- For certification	1.97	1.94
	Internal Auditors' Remuneration		
	-- Fees	1.50	1.50
	--For certification	0.20	0.49
	Loss on sale/transfer of assets	0.99	4.25
	Total	1,234.85	1,552.57
	# Refer Note No: 32 on Corporate Social Responsibility		
31	Earnings per equity share		
	Net profit/(Loss) attributable to equity shareholders	1,982.03	4,532.76
	Total (A) (Rupees in Lakhs)	1,982.03	4,532.76
	Weighted average number of equity shares issued (face value of Rs 10/- each) (Numbers in Lakhs)	334.48	343.76
	Total (B) (Numbers in Lakhs)	334.48	343.76
	Basic earnings per share [A/B] (In Rupees)	5.93	13.19
	Net Profit/(Loss) attributable to equity shareholders [C]	1,982.03	4,532.76
	(Rupees in Lakhs)		
	Less : Impact on net profit due to exercise of diluted potential equity shares [D]	-	-
	Net profit/(Loss) attributable to equity shareholders for calculation of diluted EPS [C-D] (Rupees in Lakhs)	1,982.03	4,532.76
	Weighted average of equity shares issued (face value of Rs 10/- each) (Numbers in Lakhs) [E]	334.48	343.76
	Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lakhs) [F]	-	-
	Weighted number of equity shares outstanding for diluted EPS (Numbers in lakhs) [E+F]	334.48	343.76
	Diluted earnings per share [C-D/E+F] (In Rupees)	5.93	13.19

Note No: 32 Corporate Social Responsibility

- 1) The Ministry of Corporate Affairs has notified Section 135 of the Companies Act, 2013 on Corporate Social Responsibility with effect from 1st April 2014. As per the provisions of the said section, the Company has undertaken the following CSR initiatives during the financial year 2025-26 and 2024-25. CSR initiatives majorly includes promoting education and supporting under privileged in medical treatments and various other charitable and noble aids.

a) Amount required to be spent by the company during the year 2025-26 of Rs. 300.83 Lakhs (Previous year Rs. 446.96 Lakhs) has been computed in accordance with applicable regulations.

b) Amount spent during the year ended 31st March 2026 and 31st March 2025 as follows:

Particulars	As at	
	31st March 2026	31st March 2025
(i) Amount required to be spent by the company during the year	300.83	446.96
(ii) Excess amount spent in previous year(s) (set off)		
(iii) Amount available for spending under CSR for the year, after set off	300.83	446.96
(iv) Amount of expenditure incurred	300.83	446.96
a) Construction/acquisition of any asset	5.00	15.00
b) on purposes other than (a) above	285.83	280.16
(v) Details related to spent / unspent obligations:		
a) Directly by the Company	-	-
b) Contribution to eligible entity	290.83	295.16
c) Unspent amount in relation to:		
- Ongoing project	10.00	151.80
- Other than ongoing project	-	-
(vi) Shortfall/(Excess) at the end of the year	10.00	151.80
(vii) Total of previous years shortfall		-

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	As at	
	31st March 2026	31st March 2025
(viii) Reason for shortfall	Allocated to ongoing projects	
(ix) Nature of CSR activities	CSR initiatives majorly includes promoting education and supporting under privileged in medical treatments and various other charitable and noble aids.	
(x) Details of related party transactions as per relevant Accounting Standard	**	
(xi) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision.	As given below	

2) Movements in the provision with respect to a liability incurred by entering into a contractual obligation during the year.

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening provision balance	290.34	222.12
Provision created during the year (for ongoing projects, in case of S. 135(6))	10.00	151.80
Provision created during the year (for other than ongoing project, In case of S. 135(5))	-	-
Amount spent during the year	(137.41)	(83.58)
Closing Provision balance	162.93	290.34

3) Details of other than ongoing project, in case of S. 135(5)

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening Balance	-	-
Amount required to be spent during the year (after set off of Excess amount spent in previous year)	290.83	295.16
Amount deposited in Specified Fund of Sch. VII within 6 months	-	-
Amount spent during the year	(290.83)	(295.16)
Closing Balance	-	-

4) Details of ongoing projects, in case of S. 135(6)

Particulars		For the year ended	
		31st March 2026	31st March 2025
Opening Balance	With Company	151.80	144.64
	In Separate CSR Unspent A/c	138.54	77.48
Transfer to Separate CSR unspent A/c		151.80	144.64
Amount required to be spent during the year		15.00	151.80
Amount spent during the year	From Company's Bank A/c	5.00	-
	From Separate CSR Unspent A/c	137.41	83.58
Closing balance *	With Company	10.00	151.80
	In Separate CSR Unspent A/c	152.93	138.54

Notes

* The corpus of Rs 15.00 lakhs (Previous Year Rs 151.80 Lakhs) under CSR for the year 2025-2026 (Previous Year 2024-2025) had been allocated to projects identified for ongoing project out of which Rs 5.00 Lakh disbursed during the year 2025-26. Accordingly, the balance amount of Rs 10.00 lakhs (Previous Year Rs 151.80 Lakhs) has not been considered as spent and shown in the shortfall Column. The amount has already been transferred with in 30 days of close of the financial year in to the separate bank account maintained for unspent CSR and will be disbursed in accordance with the applicable regulations.

** The Company has not made any transaction with related parties in relation to CSR expenditure as per Ind AS 24.

Note No: 33 Related party transactions:
List of Related Parties and Relationships during the year ended 31st March 2026:
a) Subsidiary Companies:

1. VLS Securities Limited (VLSSL) (100.00%)
2. VLS Asset Management Limited (VAML) (99.15%)
3. VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited (VREL)) (100.00%)

b) Key Managerial Personnel (KMP):

1. Late Shri M.P.Mehrotra (Former Executive Vice Chairman) ('Exec. VC') (cessation w.e.f. 5th April 2024 on account of his demise*)
2. Shri S. K. Agarwal (Managing Director)
3. Late Shri Vikas Mehrotra (Former Managing Director -International Operations) (cessation w.e.f. 13th July 2023 on account of his demise*)
4. Shri K. K. Soni (Director Finance & CFO)
5. Shri H Consul (Company Secretary)
6. Shri Vishesh Jain (CS in VLS Securities Ltd.) appointed w.e.f. 28th Dec 2022 - ('CS VLS Sec.') resigned w.e.f. 28th Feb 2025
7. Shri Aditya Kumar Bansal (CFO in VLS Securities Limited) ('CFO VLS Sec') appointment w.e.f. 15th June 2023
8. Shri Keshav Tandan (Executive Director) appointed w.e.f. 29th Mar 2024

c) Others:

1. VLS Capital Limited (Associate of VLS Securities Ltd.)
2. M/s Vinayak Pharma – related to Mr SK Agarwal, Managing Director
3. Shri. D. K. Mehrotra (Independent Director)
4. Late Ms. Divya Mehrotra (Non-Executive Director & Constituent of Promoter Group) cessation w.e.f. 04/01/2024 on account of her demise)
5. Shri Anoop Mishra (Independent Director) appointment w.e.f. 10th Aug 2023
6. Shri Adesh Kumar Jain (Independent Director) appointment w.e.f. 10th Aug 2023
7. Adesh Kumar Jain and Sons (HUF) (Enterprises in which Non-executive Independent Director Shri Adesh Kumar Jain and their relatives exercises Significant Influence)
8. Smt Alka Jain (Wife of Shri Adesh Kumar Jain (Non-executive Independent Director))
9. Smt Priyanka Jain (Daughter in law of Shri Adesh Kumar Jain (Non-executive Independent Director))
10. Shri Shashank Jain (Son of Shri Adesh Kumar Jain (Non-executive Independent Director))
11. Smt Sudha Aggarwal (Wife of Shri S. K. Agarwal (Managing Director))
12. Ms. Daya Mehrotra (Promoter Group)
13. Pragati Moulders Ltd (Promoter Group)
14. Smt Uma Soni (Wife of Shri K. K. Soni (Director Finance & CFO))
15. M/s Mehrotra & Mehrotra (Firm in which Subsidiaries Director (Shri Rajesh Jhalani) is a Partner)
16. Ms. Sadhana Mehrotra (Promoter Group)
17. Mahesh Prasad Mehrotra (HUF) (Promoter Group)
18. Chai Thela Pvt Ltd up to 27-Mar-2025 (Subsidiary of South Asian Enterprises Limited which is constituent of Promoter Group)
19. South Asian Enterprises Ltd (Promoter Group)
20. VLS Commodities Private Limited (Promoter Group)
21. Shri Shivesh Ram Mehrotra (Non-executive Non-Independent Director) resigned w.e.f. 15-Aug-2024
22. Shri Najeeb Hamid Jung (Non-executive Independent Director) appointment w.e.f. 13-Feb-2024
23. Shri Gaurav Goel (Non-executive Non-Independent Director) appointment w.e.f. 13-Feb-2024, ceased on 21/11/2025
24. Shri Gaurav Goel (Non-executive Independent Director) appointment w.e.f. 22-Nov-2025, ceased on 19-Jan-2026
25. Mrs. Neeraj Vinay Bansal (Non-executive Independent Director) appointment w.e.f. 29-Mar-2024
26. Maxim Infracon Private Limited (Private Company in which a Director or his relative is a Member or Director)
27. Shri Rajesh Jhalani ((Non-Executive Non-Independent Director in Subsidiaries i.e. VSL and VAML)
28. Venus Vardan Partners LLP (Firm/LLP in which a Director (Shri Keshav Tandan) is a designated partner)
29. Shri Tej Bhan Gupta (Non-Executive Non-Independent Director in Subsidiary i.e. VLSSL)

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

30. Dhampur Sugar Mills Ltd. (Public company in which Non-Executive Independent Director of the Company is a Director and together with relatives holds more than 2% of its paid-up share capital)
31. Vardan Ceqube Advisors Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
32. Bigtel Insurance Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
33. Bigtel IT Solutions Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
34. Parshnath Manufacturers Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
35. Vivadi Mangement Services Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
36. Venus India Asset-Finance Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
37. Saraswati Properties Ltd. (Public company in which Non-Executive Independent Director of the Company is a Director and together with relatives holds more than 2% of its paid-up share capital)
38. VCM Portfolio Management Services Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
39. Ujjwal Rural Services Ltd. (Public company in which Non-Executive Independent Director of the Company is a Director and together with relatives holds more than 2% of its paid-up share capital)

Transactions with Related Parties:

S No	Name of Related Party	Relationship of the counterparty with the listed entity.	Nature of Transaction	Year Ended March 31, 2026 (#)	Year Ended March 31, 2025 (#)
1	VLS Securities Limited	Wholly Owned Subsidiary Company	Purchase of Securities (as share broker)	1,61,746.33	4,79,238.25
2	VLS Securities Limited	Wholly Owned Subsidiary Company	Sale of Securities (as share broker)	1,55,296.72	5,06,213.58
3	VLS Securities Limited	Wholly Owned Subsidiary Company	Rent and other Charges received	24.00	24.00
4	VLS Capital Limited	Promoter Group	Rent and other Charges received	4.80	4.80
5	M/s Mehrotra And Mehrotra	Firm in which Subsidiaries Director is a Partner	Rent and other Charges received	9.00	9.00
6	VLS Securities Limited	Wholly Owned Subsidiary Company	Other charges Paid (GST, STT, Stamp Duty)	108.56	219.81
7	VLS Securities Limited	Wholly Owned Subsidiary Company	Interest received on Margin Money Deposits	98.13	419.74
8	Shri S. K. Agarwal	Key Managerial Personnel	Remuneration ⁴	62.94	58.57
9	Shri K. K. Soni	Key Managerial Personnel	Remuneration ⁴	60.29	56.10
10	Shri H Consul	Key Managerial Personnel	Remuneration ⁴	40.97	38.42
11	Shri Keshav Tandan	Key Managerial Personnel	Remuneration ⁴	71.35	66.92
12	Shri Aditya Kumar Bansal	Key Managerial Personnel of Subsidiary Company	Remuneration ⁴	29.75	27.19
13	Shri M.P.Mehrotra	Promoter	Remuneration Payable	23.22	23.22
14	Shri Najeeb Hamid Jung	Non-executive Independent Director	Sitting Fees	5.30	4.70
15	Shri Gaurav Goel	Non-executive Non-Independent Director	Sitting Fees	3.00	4.50
16	Mrs. Neeraj Vinay Bansal	Non-executive Independent Director	Sitting Fees	5.65	5.60
17	Shri Anoop Mishra	Non-executive Independent Director	Sitting Fees	6.75	6.55
18	Shri Adesh Kumar Jain	Non-executive Independent Director	Sitting Fees	6.20	6.20
19	Shri Dinesh Kumar Mehrotra	Non-executive Independent Director	Sitting Fees	5.70	4.50
20	South Asian Enterprises Ltd	Promoter Group	Rent and other Charges received	1.20	1.20
21	VLS Capital Limited	Promoter Group	Dividend	200.05	333.41
22	Mahesh Prasad Mehrotra (HUF)	Promoter Group	Dividend	29.76	49.61
23	Ms. Sadhana Mehrotra	Promoter Group	Dividend	13.27	22.12
24	Ms. Divya Mehrotra	Director	Dividend	8.12	13.53
25	Vls Commodities Private Limited	Promoter Group	Dividend	6.87	11.44
26	Shri Vikas Mehrotra	Key Managerial Personnel	Dividend	7.29	12.14
27	Shri Adesh Kumar Jain	Non-executive Independent Director	Dividend	0.03	0.05
28	Adesh Kumar Jain and Sons (HUF)	Enterprises in which Non-executive Independent Director and their relatives exercises Significant Influence	Dividend	0.03	0.05
29	Smt Alka Jain	Relative Non-executive Independent Director	Dividend	0.03	0.05
30	Smt Priyanka Jain	Relative Non-executive Independent Director	Dividend	0.01	0.01

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

S No	Name of Related Party	Relationship of the counterparty with the listed entity.	Nature of Transaction	Year Ended March 31, 2026 (#)	Year Ended March 31, 2025 (#)
31	Shri Shashank Jain	Relative Non-executive Independent Director	Dividend	0.03	0.05
32	Smt Sudha Aggarwal	Relative of Managing Director	Dividend	-	-
33	Smt Uma Soni	Relative of Director Finance & CFO	Dividend	-	-
34	South Asian Enterprises Ltd	Promoter Group	Dividend	0.02	0.04
35	Shri S. K. Agarwal	Key Managerial Personnel	Dividend	-	-
36	Shri M.P.Mehrotra	Promoter	Dividend	-	-
37	Shri K. K. Soni	Key Managerial Personnel	Dividend	-	-
38	Shri Rajesh Jhalani	Non-Executive Non-Independent Director in Subsidiary Company (VSL and VAML)	Professional Consultancy Fee paid	4.00	-
39	Shri Rajesh Jhalani	Non-Executive Non-Independent Director in Subsidiary Company (VSL and VAML)	Reimbursement of expenses Paid	0.38	-
40	M/s Mehrotra And Mehrotra	Firm in which Subsidiaries Director is a Partner	Professional Consultancy Fee paid	44.00	-
41	M/s Mehrotra And Mehrotra	Firm in which Subsidiaries Director is a Partner	Reimbursement of expenses Paid	0.16	-
42	Venus Vardan Partners LLP	Firm/LLP in which a director is a partner	Advance Given	20.00	-
43	VLS Asset Management Limited	Subsidiary Company	Investment in Subsidiary at the end of year	7.01	7.01
44	VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)	Wholly Owned Subsidiary Company	Investment in Subsidiary at the end of year	10.00	10.00
45	VLS Securities Limited	Wholly Owned Subsidiary Company	Investment in Subsidiary at the end of year	3,483.16	3,483.16
46	VLS Securities Limited	Wholly Owned Subsidiary Company	Outstanding Balance at the end of year (excluding margin money deposits)	40.58	46.82
47	VLS Asset Management Limited	Subsidiary Company	Receivables Outstanding Balance at the end of year	9.69	9.69
48	Shri M.P.Mehrotra	Promoter	Remuneration ⁴	-	28.32
49	Shri Vikas Mehrotra	Key Managerial Personnel	Remuneration ^{4,*}	-	3.87
50	Chai Thela Pvt Ltd	Private Company in which a Director or his relative is a Member or Director (in Previous Year)	Rent/Food Beverages received/Paid	-	2.36
51	Shri Vishesh Jain	Key Managerial Personnel of Subsidiary Company	Remuneration ⁴	-	5.87
52	Shri M.P.Mehrotra	Promoter	Rent Paid (as legal Heir of Ms Divya Mehrotra)	-	0.29
53	VLS Asset Management Limited	Subsidiary Company	Filling Fee & related expenses paid on behalf of subsidiary	-	0.05
54	Shri H Consul	Key Managerial Personnel	Loan given to Company Secretary	-	0.75
55	Shri H Consul	Key Managerial Personnel	Repayment of Loan by Company Secretary	-	0.42
56	VLS Securities Limited	Wholly Owned Subsidiary Company	Miscellaneous advance given ⁵	-	1,100.00
57	VLS Securities Limited	Wholly Owned Subsidiary Company	Miscellaneous advance Received ⁵	-	1,100.00
58	M/s Vinayak Pharma	Enterprises in which Key Management Personnel and their relatives exercise Significant Influence	Sanitizer & Medical consumables/ equipments purchased (COVID-19 preventive measures)	-	0.01

* Late Shri Vikas Mehrotra (Managing Director -International Operations) ceased as KMP w.e.f. 13th July 2023 on account of his demise and the gratuity paid to his legal heirs during the year is shown above under the head remuneration paid for the Financial Year 2024-25.

Notes:

- The value of transaction represents the value of transaction with related party from the date the party became related party.
- If the amount is less than Rs 500 then the figure is shown as "-" or "0"
- The value of related party transactions are given, excluding applicable taxes if any.
- Key Managerial Personnel Remuneration value is in the nature of Short term employee benefits as per IND AS 24. Key Managerial Personnel Remuneration does not include provision for gratuity and Insurance premiums for medical and life. Post employment benefits and other long term benefits are determined for all the employees on actuarial valuation basis. Hence, it is not possible to identify and segregate such compensation pertaining to KMP's for other long term employee benefits and post retirement employee benefits. Late Shri M.P. Mehrotra (Executive Vice Chairman) ceased as related party w.e.f. 5th April 2024 on account of his demise and the gratuity payable is pending to be paid to his legal heirs. The Gratuity payable is shown above under the head remuneration payable for the Financial Year 2024-25 and 2025-26.
- Miscellaneous advance given has been received on same day.

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Note No 34. Capital management.

For the purpose of the Company's capital management capital includes issued equity capital share premium and all other equity reserves attributable to the equity holders. The primary objective of the Company's capital management is to maximize the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure the Company may adjust the dividend payment to shareholders return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio which is net debt divided by total capital plus net debt. The Company's policy is to keep the gearing ratio as less as possible. The Company includes within net debt interest bearing loans and borrowings trade and other payables less cash and cash equivalents excluding discontinued operations.

Particulars	As at 31st March 2026	As at 31st March 2025
Borrowings	29.94	86.21
Trade payables	1,438.25	84.48
Other payables	22.40	19.34
Less: cash and cash equivalents	5,595.53	29,439.19
Net debt	-	-
Total capital	1,72,678.32	1,93,975.74
Gearing ratio	NA	NA

In order to achieve this overall objective, the Company's capital management amongst other things aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

Note No 35. Other Financial Information

a. Under the Micro Small and Medium Enterprises Development Act 2006 (MSMED) which came into force from 02 October 2006 certain disclosures are required to be made relating to MSME. On the basis of the information and records available with the Company the following disclosures are made for the amounts due to the Micro and Small Enterprises.

There are no dues outstanding of an entity which is registered as the Micro Small and Medium Enterprises defined under 'The Micro Small and Medium Enterprises Development Act 2006'.

Particulars	For the year ended March 2026	For the year ended March 2025
Principal amount remaining unpaid to any supplier as at the period end.	Nil	Nil
Interest due thereon	Nil	Nil
Amount of interest paid	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year.	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	Nil	Nil
The balance of MSMED parties as at the year end	Nil	Nil
b. Earnings in Foreign Currency	Nil	Nil
c. Expenditure in Foreign Currency	Nil	Nil

d. In Note no 6: Receivables dues from related party, Pl. refer note No 33: Related party Transactions.

Note No 36. Commitments
a. Commitments:

Particulars	As at 31 March 2026	As at 31 March 2025
(a) Estimated number of contracts remaining to be executed on Capital Account.	Nil	Nil
(b) Uncalled liability on shares and other investments partly paid	Nil	Nil

Note No 37. Contingencies
a. Contingent liabilities

Particulars	As at 31 March 2026	As at 31 March 2025
(a) Claims against the company not acknowledged as debt;		
i) Income tax matters *	Nil	2668.76
(b) Guarantees excluding financial guarantees	Nil	Nil

*

- Income-tax demand relating to Financial Year 2021-22 (Assessment Year 2022-23), which was disclosed as a contingent liability amounting to Rs. 2,597.07 lakh in the previous year, stands reduced to Nil during the current year pursuant to the order of the Commissioner of Income Tax (Appeals) [CIT(A)] in favour of the Company.
- Income-tax demand relating to Financial Year 2022-23 (Assessment Year 2023-24) amounting to Rs. 71.69 lakh (Previous Year: Nil) has been disputed by the Company. During the year, the Commissioner of Income Tax (Appeals) [CIT(A)] has deleted the additions made in the assessment order and passed an order in favour of the Company. However, the appeal effect has not yet been given as certain discrepancies have been identified in the appellate order, for which a rectification application has been filed before the CIT(A) and is pending adjudication.
- Penalty proceedings have been initiated pursuant to the assessment order passed under section 143(3) of the Income-tax Act, 1961 for Assessment Year 2024-25. The demand of Rs. 35,875 raised in the assessment order has been paid. The Company has filed an application under Section 270AA

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

of the Income-tax Act, 1961 seeking waiver of penalty in respect of above proceedings, which is pending before the appropriate authority. Based on management's assessment, no provision has been made in the financial statements for the same.

Note No 38. Fair Value

Set out below is a comparison by class of the carrying amounts and fair value of the Company's financial instruments other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying value		Fair value	
	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025
Financial assets				
Trade Receivables	979.46	90.02		
Other Receivables	224.56	240.05		
Other financial assets	2,385.07	1,254.96		
Loans	807.92	807.44		
FVTPL financial investments	82,085.25	55,346.50	82,085.25	55,346.50
FVTOCI financial investments	66,607.75	97,530.54	66,607.75	97,530.54
Total	1,53,090.01	1,55,269.51	1,48,693.00	1,52,877.04
Financial liabilities				
Borrowings	29.94	86.21		
Other Financial Liabilities	374.36	411.29		
Total	404.30	497.50	-	-

The management assessed that cash and cash equivalents, trade receivables trade payables bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is shown at the amount at which the instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

The fair values of the quoted securities and bonds are based on price quotations at the reporting date.

The fair value of unquoted instruments is based on NAV as per the latest financial figures of the respective company or price multiples of comparable companies or Price Quotation received from intermediaries dealing in unquoted shares. Other financial liabilities as well as other non-current financial liabilities is based on carrying value and obligations under finance lease is estimated by discounting future cash flows using rates currently available for debt on similar terms credit risk and remaining maturities. The Company follows "FIFO" method for calculating the profit/loss on sale of investments.

Note No 39: Financial risk management.
Risk management framework

The Company has established a comprehensive system for risk management and internal controls for all its businesses to manage the risks that it is exposed to. The objective of its risk management framework is to ensure that various risks are identified measured and mitigated and also that policies procedures and standards are established to address these risks and ensure a systematic response in the case of crystallization of such risks.

The Company has exposure to the following risk arising from financial instruments:

- i. Credit risk
- ii. Liquidity risk
- iii. Market risk

The Company has established required policies with respect to such risks which set forth limits mitigation strategies and internal controls to be implemented. The Board oversees the Company's risk management which frames and reviews risk management processes and controls.

i. Credit risk:

It is risk of financial loss that the Company will incur a loss because its customer or counterparty to financial instruments fails to meet its contractual obligation.

The Company's financial assets comprise of Cash and bank balance, Stock-in-trade, Trade receivables, Loans, Investments and Other financial assets.

The maximum exposure to credit risk at the reporting date is primarily from the Company's trade receivables.

Following provides exposure to credit risk for trade receivables:

Particulars	As at March 31,2026	As at March 31,2025
Trade and Other Receivables (net of impairment)	1204.02	330.07
Total	1204.02	330.07

Trade Receivables: The Company has followed simplified method of ECL in case of Trade receivables and the Company recognises lifetime expected losses for all trade receivables that do not constitute a financing transaction. At each reporting date the Company assesses the impairment requirements.

Other financial assets considered to have a low credit risk:

Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks of high standing. Investments comprise of quoted and unquoted Equity instruments bonds and mutual funds which are market tradable. Other financial assets include deposits for assets acquired on lease.

ii. Liquidity risk

Liquidity represents the ability of the Company to generate sufficient cash flow to meet its financial obligations on time both in normal and in stressed conditions without having to liquidate assets or raise funds at unfavorable terms thus compromising its earnings and capital.

Liquidity risk is the risk that the Company may not be able to generate sufficient cash flow at reasonable cost to meet expected and / or unexpected claims. It arises in the trading and investment activities and in the management of trading positions. The Company aims to maintain the level of its cash and cash equivalents and other highly marketable investments at an amount in excess of expected cash outflow on financial liabilities.

Funds required for short period is taken care by borrowings through overdraft facility against fixed deposits with the bank.

The table below summaries the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at March 31 2026

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total
Assets					
Cash and bank balances	6,344.17	523.92	336.93	-	7,205.02
Trade receivables	979.46	-	-	-	979.46
Other receivables	224.56	-	-	-	224.56
Loans	0.14	3.08	804.70	-	807.92
Investments	-	-	1,17,360.09	34,833.08	1,52,193.17
Other financial assets	2,271.49	75.11	-	38.47	2,385.07
Total	9,819.81	602.11	1,18,501.72	34,871.55	1,63,795.20
Liabilities					
Trade payables	1,438.25	-	-	-	1,438.25
Other payables	22.40	-	-	-	22.40
Borrowings	29.94	-	-	-	29.94
Other financial liabilities	374.36	-	-	-	374.36
Total	1,864.95	-	-	-	1,864.95
Net Excess / (shortfall)	7,954.86	602.11	1,18,501.72	34,871.55	1,61,930.25

The table below summaries the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at March 31 2025

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total
Assets					
Cash and bank balances	31,009.86	7.69	-	-	31,017.55
Trade receivables	90.02	-	-	-	90.02
Other receivables	240.05	-	-	-	240.05
Loans	0.37	5.52	801.55	-	807.44
Investments	-	-	1,09,437.36	46,939.85	1,56,377.21
Other financial assets	1,142.03	75.11	-	37.82	1,254.96
Total	32,482.33	88.32	1,10,238.91	46,977.67	1,89,787.23
Liabilities					
Trade payables	84.48	-	-	-	84.48
Other payables	19.34	-	-	-	19.34
Borrowings	86.21	-	-	-	86.21
Other financial liabilities	411.29	-	-	-	411.29
Total	601.32	-	-	-	601.32
Net Excess / (shortfall)	31,881.01	88.32	1,10,238.91	46,977.67	1,89,185.91

iii. Market risk

Market risk arises when movements in market factors (foreign exchange rates interest rates credit spreads and equity prices) impact the Company's income or the market value of its portfolios. The Company in its course of business is exposed to market risk due to change in equity prices interest rates and foreign exchange rates. The objective of market risk management is to maintain an acceptable level of market risk exposure while aiming to maximize returns. The Company classifies exposures to market risk into either trading or non-trading portfolios. Both the portfolios are managed using the following sensitivity analyses:

- i) Equity price Risk
- ii) Interest Rate Risk
- iii) Currency Risk

i) Equity price Risk

The Company's exposure to equity price risk arises primarily on account of its investment positions.

The Company's equity price risk is managed in accordance with its Corporate Risk and Investment policy (CRIP) approved by the board. The board specifies exposure limits and risk limits for the investments in equity.

ii) Interest Rate Risk

The Company's exposure to interest rate risk arises primarily on account of its amount given on loan and the surplus funds kept as deposits with the banks.

The Company's interest rate risk is managed in accordance with its policy approved by its board.

The non-traded Financial Assets and liabilities are fixed rate instruments and are valued at amortised cost. Any shifts in yield curve will not impact on their carrying amount and will therefore not have any impact on the Company's statement of profit and loss.

iii) Currency Risk /foreign exchange Risk

There is no exposure to currency risk as there is no position of the company stands in exchange traded currency derivatives.

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Note No 40: Employees Benefits
i. Defined Contribution Plans:

Amount of Rs. 41.54 lakhs (Rs. 38.33 lakhs for the financial year 2024-2025) contributed to provident funds is recognized as an expense under 'Employee Cost in the Statement of Profit and Loss.

ii. Defined Benefit Plans
a) Gratuity (Funded):

The Company has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn salary) for each completed year of service. The gratuity plan is funded with LIC.

The following table summarizes the components of net expenses for gratuity benefits recognized in the statement of profit and loss other comprehensive income and the amounts recognized in the balance sheet:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
1. Assumptions		
Discount rate	6.50%	6.50%
Salary Escalation	5.00%	5.00%
Mortality	IALM 2012-14	IALM 2012-14
2. Changes in present value of obligation at the year end		
Present value of obligation as at beginning of the year	267.12	218.21
Interest Cost	17.36	15.82
Current Service Cost	17.65	14.78
Past Service Cost	0	0
Benefits Paid	(9.39)	(27.08)
Actuarial (gain) / loss on obligations	15.99	45.39
Present value of obligations as at end of the year	308.73	267.12
3. Changes in fair value of plan assets at the year end		
Fair value of plan assets at beginning of year	124.84	115.89
Expected return on plan assets	8.11	7.54
Contributions	0.20	0.05
Benefits paid	0	0
Actuarial gain / (loss) on plan assets	1.31	1.36
Fair value of plan assets at the end of the year	134.46	124.84
4. OCI / Expenses (Re measurements)		
Cumulative Un recognized Actuarial (gain)/loss opening b/f	63.27	19.24
Actuarial (gain) / loss on obligations	15.99	45.39
Actuarial (gain) / loss for the year – on plan assets	(1.31)	(1.36)
Total (gain) / loss for the year	14.68	44.03
Cumulative total actuarial (gain)/loss c/f	77.95	63.27
5. Amounts to be recognized in the Balance Sheet		
Present value of obligations as at the end of the year	308.73	267.12
Fair value of plan assets as at the end of the year	134.46	124.84
Net (asset) / liability recognized in balance sheet	174.27	142.28
Funded Status Surplus/ (Deficit)	(174.27)	(142.28)
6. Amounts recognized in the Statement of Profit and Loss		
Current service cost	17.65	15.82
Interest Cost	17.36	14.78
Past Service Cost	-	0
Expected return on plan assets	(8.11)	(7.53)
Expenses recognized in Statement of Profit and Loss	26.90	23.07

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

7. Reconciliation of liability in balance sheet		
Opening net defined benefit liability/ (asset)	142.29	102.32
Expenses to be recognized in P&L	26.90	23.07
OCI- Actuarial (gain)/ loss-Total current period	14.68	44.03
Employer Contribution	(0.20)	(0.05)
Benefit Paid - Own Fund	(9.39)	(27.08)
Closing net defined benefit liability/ (asset)	174.28	142.28

8. Current Liability/Non-Current Profile:

Period	As at 31 March 2026	As at 31 March 2025
Current Liability (Short Term)	240.48	215.90
Non-Current Liability (Long Term)	68.26	51.23
Total Liability	308.74	267.13

9. Maturity profile of defined benefit obligation: Weighted Average:

Weighted average duration (based on discounted cash flows) in years	3	3
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10. **Sensitivity Analysis:** Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. The effect of the change in mortality rate is negligible. Please note that the sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

Period	As at 31 March 2026	As at 31 March 2025
Defined Benefit Obligation (Base)	308.74 Lakhs @ Salary Increase Rate: 5%, and discount rate :6.50%	267.12 Lakhs @ Salary Increase Rate: 5%, and discount rate :6.50%
Liability with x% increase in Discount Rate	304.24 Lakhs x=1.00% [Change (1) %]	263.54 Lakhs x=1.00% [Change (1) %]
Liability with x% decrease in Discount Rate	313.84 Lakhs x=1.00% [Change 2%]	271.16 Lakhs x=1.00% [Change 2%]
Liability with x% increase in Salary Growth Rate	313.86 Lakhs; x=1.00% [Change 2%]	271.17 Lakhs; x=1.00% [Change 2%]
Liability with x% decrease in Salary Growth Rate	304.13 Lakhs; x=1.00% [Change (1)%]	263.46 Lakhs; x=1.00% [Change (1)%]
Liability with x% increase in Withdrawal Rate	308.84 Lakhs; x=1.00% [Change 0%]	267.22 Lakhs; x=1.00% [Change 0%]
Liability with x% decrease in Withdrawal Rate	308.59 Lakhs; x=1.00% [Change 0%]	266.99 Lakhs; x=1.00% [Change 0%]

iii. Other Long-term Benefits:
a) Compensated absences/ leave encashment (Unfunded):

The following table summarizes the components of net expenses for leave encashment/ Compensated absences recognized in the statement of profit and loss other comprehensive income and the amounts recognized in the balance sheet:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
1. Assumptions		
Discount rate	6.50%	6.50%
Salary Escalation	5.00%	5.00%
Mortality	IALM 2012-14	IALM 2012-14
2. Changes in present value of obligation at the year end		
Present value of obligation as at beginning of the year	26.88	23.91
Interest Cost	1.75	1.73
Current Service Cost	1.71	2.23
Benefits Paid	(0.98)	0
Actuarial (gain) / loss on obligations	(2.69)	(0.99)
Present value of obligations as at end of the year	26.67	26.88
3. OCI / Expenses (Re measurements)		
Cumulative Un recognized Actuarial (gain)/loss opening bf	(9.25)	(8.26)
Actuarial (gain) / loss on obligations	(2.69)	(0.99)
Actuarial (gain) / loss for the year – on plan assets	-	-
Total (gain) / loss for the year	(2.69)	(0.99)

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Cumulative total actuarial (gain)/loss c/f	(11.94)	(9.25)
4. Amounts to be recognized in the Balance Sheet		
Present value of obligations as at the end of the year	26.67	26.88
Fair value of plan assets as at the end of the year	-	-
Net (asset) / liability recognized in balance sheet	26.67	26.88
Funded Status Surplus/ (Deficit)	(26.67)	(26.88)
5. Amounts recognized in the Statement of Profit and Loss		
Current service cost	1.71	2.23
Interest Cost	1.75	1.73
Expected return on plan assets	-	0
Expenses recognized in Statement of Profit and Loss	3.46	3.96
6. Reconciliation of liability in balance sheet		
Opening gross defined benefit liability/ (asset)	26.88	23.91
Expenses to be recognized in P&L	3.46	3.96
OCI- Actuarial (gain)/ loss-Total current period	(2.69)	(0.99)
Benefits paid (if any)	(0.98)	0
Closing gross defined benefit liability/ (asset)	26.67	26.88

7. Current Liability/Non-Current Profile:

Period	As at 31 March 2026	As at 31 March 2025
Current Liability (Short Term)	20.96	20.66
Non-Current Liability (Long Term)	5.71	6.22
Total Liability	26.67	26.88

8. Sensitivity Analysis: Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. The effect of the change in mortality rate is negligible. Please note that the sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

Period	As at 31 March 2026	As at 31 March 2025
Defined Benefit Obligation (Base)	26.66 Lakhs	26.88 Lakhs
Liability with x% increase in Discount Rate	26.19 Lakhs; x=1.00% [Change (2) %]	26.32 Lakhs; x=1.00% [Change (2) %]
Liability with x% decrease in Discount Rate	27.21 Lakhs; x=1.00% [Change 2%]	27.52 Lakhs; x=1.00% [Change 2%]
Liability with x% increase in Salary Growth Rate	27.21 Lakhs; x=1.00% [Change 2%]	27.52 Lakhs; x=1.00% [Change 2%]
Liability with x% decrease in Salary Growth Rate	26.17 Lakhs; x=1.00% [Change (2) %]	26.31 Lakhs; x=1.00% [Change (2) %]
Liability with x% increase in Withdrawal Rate	26.71 Lakhs; x=1.00% [Change 0%]	26.94 Lakhs; x=1.00% [Change 0%]
Liability with x% decrease in Withdrawal Rate	26.60 Lakhs; x=1.00% [Change 0%]	26.80 Lakhs; x=1.00% [Change 0%]

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Note No 41: Maturity Analysis of Assets and Liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

Particulars	As at 31st-March-2026			As at 31st-March-2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Assets						
Financial assets						
Cash and cash equivalents	5,595.53		5,595.53	29,439.19		29,439.19
Bank Balance other than cash and cash equivalents	1,272.56	336.93	1,609.49	1,578.36	-	1,578.36
Trade receivables	979.46		979.46	90.02		90.02
Other receivables	224.56		224.56	240.05		240.05
Loans	3.22	804.70	807.92	5.89	801.55	807.44
Investments	-	1,52,193.17	1,52,193.17	-	1,56,377.21	1,56,377.21
Other financial assets	2,346.60	38.47	2,385.07	1,217.14	37.82	1,254.96
Total-Financialassets	10,421.93	1,53,373.27	1,63,795.20	32,570.65	1,57,216.58	1,89,787.23
Non-Financial assets						
Current Tax assets		145.03	145.03		488.48	488.48
Investment Property		6,022.32	6,022.32		6,170.78	6,170.78
Property, plant and equipment		6,270.62	6,270.62		6,467.93	6,467.93
Capital work-in-progress		-	-		-	-
Other Intangible assets		0.05	0.05		0.10	0.10
Other non-financial assets	138.80	50.27	189.07	84.05	56.51	140.56
Total-Non financial assets	138.80	12,488.29	12,627.09	84.05	13,183.80	13,267.85
Total Assets	10,560.73	1,65,861.56	1,76,422.29	32,654.70	1,70,400.38	2,03,055.08
Liabilities						
Financial Liabilities						
Trade payables	1,438.25	-	1,438.25	84.48	-	84.48
Other payables	22.40	-	22.40	19.34	-	19.34
Borrowings	29.94	-	29.94	86.21	-	86.21
Other financial liabilities	374.36	-	374.36	411.29	-	411.29
Total- Financial Liabilities	1,864.95	-	1,864.95	601.32	-	601.32
Non Financial Liabilities						
Provisions	358.17	5.70	363.87	453.29	6.21	459.50
Deferred tax liabilities	-	1,466.61	1,466.61	-	7,968.65	7,968.65
Other non financial liabilities	38.50	10.04	48.54	48.07	1.80	49.87
Total-NonFinancial Liabilities	396.66	1,482.35	1,879.02	501.36	7,976.66	8,478.02
Total Liabilities	2,261.61	1,482.35	3,743.97	1,102.68	7,976.66	9,079.34

Note No: 42 Fair Value Measurement
(i) Accounting classification and fair values

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

The carrying value and fair value of financial instruments by categories as of 31 March 2026 are as follows:

(Rupees in Lakhs)

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	5,595.53	5,595.53	-	-	-	-
Bank balance other than cash and cash equivalents above	-	-	1,609.49	1,609.49	-	-	-	-
Receivables								
(I) Trade receivables	-	-	979.46	979.46	-	-	-	-
(II) Other receivables	-	-	224.56	224.56	-	-	-	-
Loans			807.92	807.92	-	-	-	-
Investments	82,085.25	66,607.75	3,500.17	1,52,193.17	1,11,942.91	15,191.97	21,558.11	1,48,693.00
Other financial assets	-	-	2,385.07	2,385.07	-	-	-	-
Total financial assets	82,085.25	66,607.75	15,102.20	1,63,795.20	1,11,942.91	15,191.97	21,558.11	1,48,693.00
Financial liabilities								
Payables								
(I) Trade payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	1,438.25	1,438.25	-	-	-	-
(II) Other payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	22.40	22.40	-	-	-	-
Borrowings (Other than debt securities)	-	-	29.94	29.94	-	-	-	-
Other financial liabilities	-	-	374.36	374.36	-	-	-	-
Total financial liabilities	-	-	1,864.95	1,864.95	-	-	-	-

The carrying value and fair value of financial instruments by categories as of 31 March 2025 are as follows:
(Rupees in Lakhs)

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	29,439.19	29,439.19	-	-	-	-
Bank balance other than cash and cash equivalents above	-	-	1,578.36	1,578.36	-	-	-	-
Receivables								
(I) Trade receivables	-	-	90.02	90.02	-	-	-	-
(II) Other receivables	-	-	240.05	240.05	-	-	-	-
Loans	-	-	807.44	807.44	-	-	-	-
Investments	55,346.50	97,530.54	3,500.17	1,56,377.21	1,40,641.36	10,620.21	1,615.47	1,52,877.04
Other financial assets	-	-	1,254.96	1,254.96	-	-	-	-
Total financial assets	55,346.50	97,530.54	36,910.19	1,89,787.23	1,40,641.36	10,620.21	1,615.47	1,52,877.04
Financial liabilities								
Payables								
(I) Trade payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	84.48	84.48	-	-	-	-
(II) Other payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	19.34	19.34	-	-	-	-
Borrowings (Other than debt securities)	-	-	86.21	86.21	-	-	-	-
Other financial liabilities	-	-	411.29	411.29	-	-	-	-
Total financial liabilities	-	-	601.32	601.32	-	-	-	-

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and investment in private equity funds, real estate funds.

(ii) Valuation techniques used to determine fair value

Specific valuation techniques used to value financial instruments include :

- Quoted equity investments - Quoted closing price on stock exchange
- Mutual fund - net asset value of the scheme
- Alternative investment funds - net asset value of the scheme
- Unquoted equity investments - is based on NAV as per the latest financial figures of the respective company or price multiples of comparable companies or Price Quotation received from intermediaries dealing in unquoted shares.
- Private equity investment fund - NAV of the audited financials of the funds.
- Real estate fund - net asset value, based on the independent valuation report or financial statements of the company income approach or market approach based on the independent valuation report.

(iii) Financial instruments not measured at fair value

Financial assets not measured at fair value includes cash and cash equivalents, trade receivables, loans and other financial assets.

These are financial assets whose carrying amounts approximate fair value, due to their short-term nature.

Additionally, financial liabilities such as trade payables and other financial liabilities are not measured at FVTPL, whose carrying amounts approximate fair value, because of their short-term nature.

Fair value measurements using significant unobservable inputs (level 3)

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
Note No 43: Tax Expense

The Company pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). The Company provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities. Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. A deferred tax asset is recognised when it is considered recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted.

The Taxation Laws (Amendment) Ordinance, 2019 contain substantial amendments in the Income Tax Act 1961 and the Finance (No.2) Act, 2019 to provide an option to domestic companies to pay income tax at a concessional rate. The Company has elected to opt the amended tax regime w.e.f. the financial year 2019-20.

a) Income Tax (expense)/credit recognised in Statement of Profit and Loss:

Particulars	For the Year ended 31st-March-2026	For the Year ended 31st-March-2025
Current tax (expense)/credit:		
1 Current tax for the year	(385.00)	(1,257.00)
2 Excess provision of tax relating to earlier years written back.	236.46	-
Total current tax (expense)/credit (A)	(148.54)	(1,257.00)
Deferred tax (expense)/credit:	189.88	147.19
Net deferred tax (expense)/credit (B)	189.88	147.19
Income tax (expense)/credit (net): (C = A+B)	41.34	(1,109.81)

(b) Income Tax (expense)/credit recognised through other comprehensive income:

Particulars	For the Year ended 31st-March-2026	For the Year ended 31st-March-2025
1 Remeasurement of defined benefit plan	3.02	10.83
2 Bonds / Debentures through Other Comprehensive Income	(7.71)	(13.84)
3 Equity instruments through other comprehensive income	5,596.85	14,076.76
Total	5,592.16	14,073.75

c) Reconciliation of estimated Income tax (expense)/credit reported in Statement of Profit and Loss:

Particulars	For the Year ended 31st-March-2026	For the Year ended 31st-March-2025
Profit / (loss) before tax	1,940.69	5,642.57
1 Expected income tax (expense)/credit at the applicable tax rates	(488.43)	(1,420.12)
Tax effect of adjustments to reconcile expected Income tax (expense)/credit at tax rate to reported income tax (expense)/credit		
2 Effect of non-deductible expenses	(85.67)	(131.36)
3 Effect of differential tax rates and carried/brought forward losses	319.18	302.72
4 Excess provision of tax relating to earlier years written back.	236.46	-
5 Effect of income exempt from tax	88.23	261.06
6 Others	(28.43)	(122.11)
Income Tax (expenses)/credit reported in statement of profit and loss (1+2+3+4+5+6)	41.34	(1,109.81)

Note No 44: Shareholding of Promoters and Promoter Group

Shares held by Promoters (P) & Promoter Group (PG)			As at 31st-March-2026			As at 31st-March-2025		
S. No	Promoter Name	Category ^(S)	No. of shares (in Nos)	% of Total shares ^(T)	% change during the year ^(#)	No. of shares (in Nos)	% of Total shares ^(T)	% change during the year ^(#)
1	VLS Capital Ltd.	PG	1,33,36,438	42.50	(0.00)	1,33,36,538	39.21	-
2	VLS Commodities Private Limited	PG	4,57,768	1.46	-	4,57,768	1.35	-
3	South Asian Enterprises Ltd	PG	1,500	0.00	-	1,500	0.00	-
4	Divya Mehrotra @	PG	5,41,393	1.73	-	5,41,393	1.59	-
5	Maresh Prasad Mehrotra(HUF)	PG	19,84,262	6.32	-	19,84,262	5.83	-
6	Sadhana Mehrotra	PG	8,84,691	2.82	-	8,84,691	2.60	-
7	Vikas Mehrotra @	PG	4,85,783	1.55	-	4,85,783	1.43	-
8	Maresh Prasad Mehrotra @	P	1	0.00	-	1	0.00	-
Total			1,76,91,836	56.38		1,76,91,936	52.02	

\$ Promoters = P, Promoter Group = PG

Percentage change has been computed considering the number of shares at the beginning of the year.

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

@ Mr. Vikas Mehrotra, passed away on 13th July 2023, Ms Divya Mehrotra, passed away on 04-Jan-2024 and Mr. Mahesh Prasad Mehrotra, passed away on 05-April-2024. Accordingly, they had ceased to be part of the Promoter and Promoter Group of the Company in accordance with Regulation 31A(6)(c) of the SEBI (LODR) Regulations, 2015. However, till the completion of Transmission of their shares in favour of their Nominee(s)/Legal Heir(s) their names will be shown under the Promoter and Promoter Group, and their shareholding will be shown against their name.

* % of shareholding increased as at 31st March 2026 due to buyback of equity shares during the financial year 2025-26 and consequent extinguishment of said bought equity shares during the financial year 2025-26.

Note No 45: Ageing of Trade & Other Payables
Ageing of Trade Other Payables as on 31-03-2026
(Rupees in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i)MSME	-	-	-	-	-
(ii)Others	1,460.66	1,454.99	2.70	2.97	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Ageing of Trade Other Payables as on 31-03-2025
(Rupees in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i)MSME	-	-	-	-	-
(ii)Others	103.82	100.85	2.97	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Note No 46: Ageing of Trade & Other Receivables
Ageing of Trade Receivables & Other Receivables as on 31.03.2026
(Rupees in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Total	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed Trade receivables & Other Receivables– considered good	1,204.02	1,202.74	0.22	0.13	0.71	0.23
(ii) Undisputed Trade Receivables & Other Receivables- significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables & Other Receivables- Credit impaired	9.50	-	-	9.50	-	-
(iv) Disputed Trade receivables & Other Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables & Other Receivables- significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables & Other Receivables- Credit impaired	-	-	-	-	-	-
(vii) Allowance for Expected credit losses	(9.50)	-	-	(9.50)	-	-
Total	1,204.02	1,202.74	0.22	0.13	0.71	0.23

Ageing of Trade Receivables & Other Receivables as on 31.03.2025
(Rupees in Lakhs)

Particulars	Outstanding for following periods from due date of payment					
	Total	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed Trade receivables & Other Receivables– considered good	330.07	261.95	66.87	1.15	-	0.10
(ii) Undisputed Trade Receivables & Other Receivables- significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables & Other Receivables- Credit impaired	9.50	-	9.50	-	-	-
(iv) Disputed Trade receivables & Other Receivables– considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables & Other Receivables- significant increase in credit risk	-	-	-	-	-	-

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

(vi) Disputed Trade Receivables & Other Receivables- Credit impaired	-	-	-	-	-	-
(vii) Allowance for Expected credit losses	(9.50)	-	(9.50)	-	-	-
Total	330.07	261.95	66.87	1.15	-	0.10

Note No 47: Loans or advances in the nature of loans as per additional regulatory disclosure of schedule III to Companies Act 2013.

As at 31.3.2026		
Type of Borrower	Amount of loan or advance in the nature of loan outstanding	% to the total Loans and Advances in the nature of loans
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Party - Subsidiary *	9.69	1.19

As at 31.3.2025		
Type of Borrower	Amount of loan or advance in the nature of loan outstanding	% to the total Loans and Advances in the nature of loans
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Party - Subsidiary *	9.69	1.19

* VLS Asset Management Limited

Note No 48: Relationship with Strike off Companies

Sl. No.	NAME OF THE COMPANY	NATURE OF TRANSACTION										Remarks (If Any)	RELATIONSHIP (IF ANY)
		INVESTMENT IN SECURITIES OF SUCH COMPANY (Nos.)		RECEIVABLES (Amount)		PAYABLES (Amount)		SHARES HELD BY SUCH COMPANY * (in Nos.)		OTHER OUTSTANDING: UNPAID DIVIDEND (Amount Rupees in Lakhs)			
		31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025		
1	Colocar Leasing & Finance P Ltd	-	-	-	-	-	-	-	600	0.05	0.05	#	NIL
2	Guru Rakha Inveshment Pvt Ltd	-	-	-	-	-	-	-	100	0.01	0.01	#	NIL
3	Lakshmi Fintrade Pvt Ltd (Shri Lakshmi Fintrade Private Limited)	-	-	-	-	-	-	-	600	0.05	0.05	#	NIL
4	Maneela Finance Investment Pvt Ltd (Maneela Finance And Investments Private Ltd)	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
5	Money Tree Plantation Pvt Ltd	-	-	-	-	-	-	-	1,200	0.09	0.12	#	NIL
6	Nav Trading And Investments Private Limited	-	-	-	-	-	-	-	3,600	0.28	0.35	#	NIL
7	Options Financial Services Ltd	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
8	Paavan Securities Pvt Ltd	-	-	-	-	-	-	-	400	0.03	0.04	#	NIL
9	Paradise Finstock Service Pvt Ltd	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
10	Rahat Holdings & Estates P Ltd	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
11	Siddhi Commodeal Private Limited	-	-	-	-	-	-	-	400	0.03	0.04	#	NIL
12	BKG Securities Private Limited	-	-	-	-	-	-	300	300	-	-		NIL
13	Sis Share & Stock Br. Pvt Ltd (Guardian Share And Stock Brokers Private Ltd)	-	-	-	-	-	-	-	200	0.02	0.02	#	NIL
14	Sunshine Holdings P Ltd	-	-	-	-	-	-	-	9,300	0.84	0.82	@	NIL
15	Yashika Finlease And Holdings P Ltd	-	-	-	-	-	-	-	2,400	0.19	0.24	#	NIL
Total		-	-	-	-	-	-	300	21,500	1.77	1.99		-

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

- * In the financial years ended March 31, 2026 and March 31, 2025, the Company did not have any transaction with above equity shareholders, being the companies whose names have been struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956. Our Company has not allotted any Equity share to the said companies. However, the dividend of member at serial no. 12 viz. BKG Securities Private Limited had been credited to its bank account which was active at that time and the equity shares are continued to be held in securities account as on 31/03/2026. The shareholding data is as per database maintained by the Registrar and Transfer Agent of the Company reported to us for the purpose of this disclosure and includes record of beneficiary position downloaded by from the depositories.
- # The unpaid dividend for the year 2016-17, 2017-18 and relevant shares (unless exempted made under rules) have been transferred to the Investor Education and Protection Fund (IEPF) in accordance with the applicable provisions of the Companies Act, 2013 and outstanding balance represents the unpaid dividend lying with the Company for the financial year 2018-19 till 2023-24.
- @ The unpaid dividend for the year 2017-18 and relevant shares (unless exempted made under rules) have been transferred to the Investor Education and Protection Fund (IEPF) in accordance with the applicable provisions of the Companies Act, 2013 and outstanding balance represents the unpaid dividend lying with the Company for the financial year 2018-19 till 2024-25.

Note No 49: Key Ratios
Part A

S No	Particulars	As at 31st-March-2026	As at 31st-March-2025
1	Capital to risk-weighted assets ratio	NA *	NA *
2	Tier I CRAR	NA *	NA *
3	Tier II CRAR	NA *	NA *
4	Liquidity Coverage Ratio	NA *	NA *

* Note: As the company is not registered with RBI as NBFC by virtue of exemption given by RBI, the above ratios are not applicable to the company.

Part B

S No	Particulars	As at 31st-March-2026			As at 31st-March-2025			% Change from previous period in Previous Year	Reason for Change in Previous Year (if Change > 25 %)
		Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio	Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio		
1	2	3	4	5 = 3 / 4	6	7	8 = 6 / 7	9	10
1	Return on equity (PAT / Equity) (%)	1,982.03	1,72,678.32	1.15	4,532.76	1,93,975.74	2.34	(50.88)	There is decrease in the ratio due to decrease in the Profit during the current year.
2	Return on Assets (PAT / Total Assets) (%)	1,982.03	1,76,422.29	1.12	4,532.76	2,03,055.08	2.23	(49.67)	There is decrease in the ratio due to decrease in the Profit during the current year.
3	Current Ratio (Cash, Bank, Receivables & Other Fin. Assets) / (Financial Liabilities) (times)	10,794.10	1,864.95	5.79	32,602.57	601.32	54.22	(0.89)	The Current Ratio decreased during the current year primarily due to increase in financial liabilities as compared to the increase in cash, bank balances, receivables and other financial assets.

Note No 50: Investment Property

PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
(i) Investment in Property		
a) Balance at the beginning of the year \$	6,170.78	6,371.10
b) Addition during the year \$	-	-
c) Deduction during the year	-	-
d) Depreciation/Impairment for the year	(148.46)	(200.32)
e) Balance at the end of the year	6,022.32	6,170.78
\$ Including Stamp Duty & Registration charges		
(ii) Fair value of Investment property *		
a) Building	843.31	843.31
b) Freehold Land	6,277.69	6,277.69
Total	7,121.00	7,121.00

* Pl. refer below mentioned foot note (iv) for Fair Value Hierarchy:

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
(iii) Amounts recognised in the statement of profit and loss in relation to investment Property:		
a) Rental Income from investment property (#, @)	539.69	523.91
b) Direct operating expenses arising from investment property that generated rental income during the year	(33.57)	(36.98)
c) Direct operating expenses arising from investment property that did not generate rental income during the year	(0.21)	(0.23)
d) Profit from investment property before depreciation	505.90	486.70
e) Depreciation charged for the year	(148.46)	(200.32)
f) Profit from investment property after depreciation	357.44	286.38
# Rental income recognised by the Company is included in, "Other income" as Rental income from Investment properties Pl. refer Note no: 25 - Other Income.		
@ Rental Income from investment property includes Rs 10.63 Lakh (Previous Year 10.31 lakhs) as income, recognised on interest free security deposit received from lessee, as per relevant accounting standard.		
(iv) Fair Value Hierarchy:		
The fair values of the investment properties as mentioned in (ii) above as at 31-Mar-2026 and as at 31-Mar-2025 is based on valuations performed by valuer Green Brick Valuers Pvt Ltd, an approved valuer from Insolvency and Bankruptcy Board of India (IBBI) - vide IBBI/RV/-E-2/2023/189. The valuation of land has been done by the valuer on the basis of market value of property considering the location, size of plot, civic amenities available near the land. Further valuation of building has been done as per depreciated CPWD rates.		
(v) Leasing arrangements		
Investment properties are leased out to tenants under operating lease. Disclosure of future rent receivable is included in Note No 51: Disclosure under Ind As 116 Lease.		
(vi) Contractual obligations		
The Company has no restrictions on the realisability of its investment properties and no contractual obligations to purchase, construct or develop the investment property. However, the responsibility for its repairs and maintenance is with the Company.		

Note No 51: Disclosure under Ind As 116 Lease:
Leases
1 Company as a lessee:

The Company has taken premises on operating lease for the period which ranges from 11 months to 36 months with an option to renew the lease by mutual consent on mutually agreeable terms.

The Company has applied the exemptions not to recognise right-of-use assets and liabilities for lease with less than 12 months of term lease.

Information about leases for which the company is a lessee for more than 12 months are presented below:

(A) Right of use assets: #

Particulars	As at 31st-March-2026	As at 31st-March-2025
Opening balance	-	18.53
Additions during the year	-	-
Amortisation of Right-Of-Use (ROU) assets	-	(0.24)
Adjustment on account of termination	-	(18.29)
Closing balance	-	-

Pl. refer note 11a.

(B) The movement in lease liabilities are as follows:

Particulars	As at 31st-March-2026	As at 31st-March-2025
Opening balance	-	21.02
Additions	-	-
Amounts recognised in statement of profit & loss as Interest on lease liabilities in Finance Costs	-	0.02
Payment of lease liabilities	-	(0.29)
Adjustment on account of termination	-	(20.75)
Closing balance	-	-

(C) Amount recognised in statement of profit & loss:

Particulars	For the Year ended 31st-March-2026	For the year ended 31-Mar-2025
Interest cost on lease liabilities.	-	0.02
Amortization of Right of Use Assets.	-	0.24
Rental Expenses recorded for short-term lease payments and payments for leases of low-value assets not included in the measurement of the lease liabilities (included in other expense).	11.34	11.34

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)
2 Company as a lessor:
(A) Lessor - Operating Lease:

The Company has leasing arrangements in respect of operating leases for its premises. The Company has entered into operating leases for its Investment property and for other assets. These have lease terms of between 11 months to 36 months.

(B) Rental Income as operating lease recognised in the statement of profit and loss is as follows:

Particulars	For the Year ended 31st-March-2026	For the year ended 31-Mar-2025
Rental income from other assets *	108.92	120.65
Rental income from Investment properties *	539.69	523.91
Total	648.60	644.56

* Rental income recognised by the Company is included in "Other Income" (Pl. refer Note 25).

(C) Future minimum rentals receivable under operating leases are, as follows:

Particulars	As at 31st-March-2026	As at 31st-March-2025
Not later than one year	507.00	205.00
Later than one year and not later than five years	-	141.00
Later than five years	-	-
Total	507.00	346.00

Note No: 52: Intangible Assets under Development Ageing Schedule

There are no intangible assets under development as on March 31, 2026, as well as March 31, 2025.

Note No 53: Subsequent events:

There were no significant events after the end of the reporting period which require any adjustment or disclosure in the financial statements other than as stated below:

- i) The Board of Directors at its meeting held on May 26th 2026 has proposed a final dividend of Rs. 1.50 per equity share for the financial year ended 31-March 2026. The dividend will be 15% on face value of Rs.10/- per equity share, subject to approval by the members of the Company at the forthcoming Annual General Meeting.

The dividend, if approved, will be paid as per applicable regulations subject to deduction of tax at source as per the applicable rate(s), to the members whose name stand in the register of members on the record date fixed for this purpose.

Note No 54: Segment reporting:

The Company is primarily engaged in the single segment i.e., in the business of investment & Sale/Purchase of Shares/Securities & Derivatives. As such the Company's financial statements are largely reflective of the investment business. There are no separate reportable segments identified as per the Ind AS 108 - Operating segments. Further the Company does not have any reportable geographical segment. Hence segment-wise reporting has not been made.

Note No 55: Additional Regulatory disclosures.

- i) During the financial years ended March 31, 2026, and March 31, 2025, the company has not revalued its property, plant and Equipment.
- ii) All the lease agreements are executed in favor of the Company for properties where the Company is the lessee.
- iii) During the financial years ended March 31, 2026, and March 31, 2025, the company has not revalued its intangible assets.
- iv) The Company has been sanctioned working capital limits from Banks/financial institutions on the basis of security of Company's own fixed deposits. Therefore, during the financial years ending March 31, 2026, and March 31, 2025, the company is not required to file the Quarterly return/ statements of current assets with banks and financial institutions.
- v) The company has complied with the number of layers prescribed under clause (87) of section 2 of the act read with companies (Restriction on number of layers) rule 2017.
- vi) During the financial years ended March 31, 2026, and March 31, 2025, no Scheme of Arrangements related to the company has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
- vii) Utilisation of Borrowed funds and share premium: -
- The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to any other person or entity, including foreign entity (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - The Company has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Company shall:
 - directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- viii) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, as at March 31, 2026, and March 31, 2025.

Notes forming part of Standalone Financial Statement for the year ended March 31, 2026
(Rupees in Lakhs)

- ix) The Company has not been declared willful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India, during the year ended March 31, 2026, and March 31, 2025.
- x) There is no creation or satisfaction of charges which are pending to be filed with ROC as at March 31, 2026, and March 31, 2025.
- xi) The Company has not traded or invested in Crypto currency or Virtual currency during the financial years ended March 31, 2026, and March 31, 2025.
- xii) The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). No previously unrecorded income and related assets have been recorded in the books of account during the year.
- xiii) The auditors have expressed an unmodified opinion on the standalone financial statements of the Company for the financial years ended March 31, 2026, and March 31, 2025.
- xiv) There are no items of income and expenditure of exceptional nature for the financial years ended March 31, 2026, and March 31, 2025.
- xv) In accordance with Division III of Schedule III of the Companies Act, 2013, items in the Statement of Profit and Loss and the Balance Sheet having nil values during the reporting period have not been presented separately on the face of the financial statements. However, the Company confirms that there have been no transactions under such heads during the reporting period.
- xvi) The corporate governance report containing composition and category of directors, shareholding of non-executive directors is part of the annual report for the financial year ended March 31, 2026.

Note No 56: Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure and rounding off errors have been ignored.

Note No 57: The amounts reflected as " 0 " or " - " in the financial information are values with less than rupees five hundred or 0.

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
Partner
Membership No.080475
Place: New Delhi
Date: 26th May 2026

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal	Kishan Kumar Soni
Managing Director	Director-Finance & CFO
DIN: 00106763	DIN:00106037

Keshav Tandan	Harsh Consul
Executive Director	Company Secretary
DIN: 10450801	M.No: A-11183

VLS SECURITIES LIMITED

Regd. Off: Ground Floor, 90, Okhla Industrial Estate, Phase – III, New Delhi - 110020

CIN: U74899DL1994PLC062123

E-mail: vls@vlssecurities.com, Ph: 011-4665 6666,

Website: www.vlssecurities.com

DIRECTORS' REPORT

The Members,

VLS SECURITIES LIMITED

Your Directors are pleased to present the 32nd Annual Report of your Company together with Audited Annual Financial Statements for the year ended on 31st March 2026.

Financial Summary

₹ in lakhs

Particulars	For the Financial Year ended	
	2025-26	2024-25*
Revenue from Operations	881.84	663.77
Other Income	0.29	10.38
Less: Finance Cost	-	0.02
Less: Depreciation	1.58	1.58
Less: Other Expenses	263.04	274.36
Profit/ (loss) before tax	617.51	398.19
Total Tax expenses / (credit)	53.78	105.91
Net Profit / (loss)	563.73	292.28
Paid-up Equity Share Capital	3,000	3,000
Earnings per equity share (Rs.)	1.88	0.97

**(Figures have been regrouped/ recast to conform to current year's figures)*

The Financial Statements of the Company have been prepared in accordance with the Indian Accounting Standards ('IND AS') as per the Companies (Indian Accounting Standards) Rules, 2015 as amended and notified under Section 133 of the Companies Act, 2013 ('Act'), read with relevant Rules issued thereunder and in conformity with the accounting principles generally accepted in India.

Dividend /Reserves

During the Financial Year under review, the Board of Directors in its meeting held on 28/02/2026, declared an Interim Dividend @ 15% on face value of Rs. 10/- each i.e. Rs. 1.50 per share on 3,00,00,000 Equity Shares, out of retained earnings to the members who held shares as on 28/02/2026. The entire amount of interim Dividend had been paid to the members or their order on 07/03/2026 and no amount remained as unpaid dividend. Further, no amount is proposed to be paid as final dividend or to be transferred to the General Reserve during the Year under review.

Capital Structure

There was no change in the Authorized and Paid-up Share Capital of the Company during the year under review.

The Authorized and Paid-up Share Capital of the Company stood at Rs. 30,00,00,000/- (Rupees Thirty Crore only) divided into 3,00,00,000 (Three Crore) Equity Shares of Rs.10/- (Rupees Ten only) each.

Operations/State of Company's Affairs

Your Company earned brokerage of Rs. 28.43 lakhs during the year under review, as compared to Rs. 64.70 lakhs earned during the previous year.

The Company is a Trading and Clearing Member in cash segment of The National Stock Exchange of India Limited ('NSE') and a Trading Member of NSE in Future & Option segment.

During the year under review, the Company did not absorb any new technology nor has carried out any R&D activity including conservation of Energy. The relevant disclosures are contained in **Annexure-I** to this report.

Future Outlook

The ongoing global tensions interalia due to war between Iran on one side and USA and Isreal on other side had significantly impacted global stock markets in adverse manner. For initial three quarters of financial year under review, the Indian stock market had despite volatility performed in positive manner. However, in fourth quarter, the downtrend in market had an adverse effect on the whole year's performance. The Directors are, however, hopeful that the global situation will improve in near future and the normalcy will be restored in the stock market.

The management does not see any risks in the Company's ability to continue as a going concern and meeting its liabilities as and when they fall due.

Directors/ Key Managerial Personnel ('KMP')

There was no change in the composition of Board of Directors during the year under review. Shri H. Consul (M. No. A11183) Company Secretary and Compliance Officer of VLS Finance Limited (Holding Company) was appointed as the Company Secretary of the Company w.e.f. 19/05/2025 under Section 203(3) of the Companies Act, 2013 in place of Shri Vishesh

Jain (M. No. A68586) who had resigned w.e.f. 28/02/2025. There was no other change in KMP. Further, the Company has complied with the relevant provisions with respect to the constitution of the Board during the year under review.

Pursuant to the provisions of Section 152 of the Act read with the Articles of Association of the Company, Shri Kishan Kumar Soni (DIN: 00106037) shall be retiring by rotation at the ensuing 32nd Annual General Meeting (AGM) of your Company and being eligible, offers himself for re-appointment. Your directors recommend his reappointment in order to have his continued valuable directions, guidance and assistance in the conduct of the affairs of the Company.

Directors' Responsibility Statement

Pursuant to the provisions of Section 134(3)(c) of the Companies Act, 2013 ('Act') with respect to Directors' Responsibility statement, it is hereby confirmed that:

- in the preparation of annual accounts for the Financial Year ended 31st March 2026, the applicable accounting standards had been followed along with proper explanation relating to material departures.
- the Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give true and fair view of the state of affairs of the Company at the end of the financial year and of the profit of the Company for that year.
- the Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- the Directors had prepared the Annual Accounts for the Financial Year ended 31st March, 2026 on a going concern basis.
- the Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

Internal Financial Control Systems

The Company has in place proper and adequate systems of internal control, to monitor the proper recording of transactions authorized according to policies and procedures laid down by the Company. The Company ensures that all regulatory guidelines are being complied with at all levels.

Corporate Social Responsibility ('CSR')

The Company was covered under the threshold prescribed under the Act for CSR for the Financial Year 2022-23. The unspent CSR amount of Rs. 21.11 Lakhs for the financial year 2022-23 had been transferred to specified Bank Account titled 'VLS Securities Ltd. – Unspent Corporate Social Responsibility A/c' with HDFC Bank on 20/04/2023 in compliance with the relevant provisions of the Companies Act, 2013 and was to be spent in the ongoing project of Smt. Sunderdevi Memorial Charitable Trust ('SMCT'), for establishment of the Girl's School in Karnal District of Haryana in accordance with CSR Annual Action Plan approved by the Board. However, in the absence of receipt of any request for the disbursement of funds from SMCT during the year under review, the Board, in its meeting held on 27/01/2026 concurring to the recommendation of CSR Committee approved that the entire amount remaining unspent in aforesaid account be released in favor of fund specified under Schedule VII of the Companies Act, 2013 after completion of three financial years. The Board in its meeting dated 28/02/2026 directed that the aforesaid unspent amount be deposited in Prime Minister's National Relief Fund, an eligible fund under Schedule VII of the Companies Act, 2013 after 31/03/2026 i.e., completion of three financial years. The entire amount of Rs. 21.11 Lakhs which remained unspent as on 31/03/2026 was accordingly transferred in compliance with the same on 06/04/2026.

Further, during the year under review the Board in its meeting dated 28/02/2026, concurring to the recommendation of CSR Committee had approved a Voluntary Contribution of Rs. 0.10 Lakhs under Corporate Social Responsibility to be released in favor of Prime Minister's National Relief Fund under Schedule VII of the Companies Act, 2013. The same had been released on 18/03/2026 to the said fund.

Since the Company did not meet any of the criteria as stated in Section 135 of the Companies Act, 2013, for applicability of CSR in the year 2025-26, the said provisions were not applicable in the year 2025-26.

Corporate and Social Responsibility Committee

Although, the constitution of Corporate and Social Responsibility Committee ('CSR Committee') was not compulsory because the outlay for CSR Expenditure for the year 2022-23 was less than Rs. 50 Lakhs and provisions relating to Corporate Social Responsibility were not applicable to it in subsequent years till date. However, the Board, in its meeting dated 23/01/2024 had constituted the CSR Committee with Shri Anoop Mishra - Independent Director, Shri Kishan Kumar Soni and Shri Tej Bhan Gupta - Directors of the Company as members of the Committee. Shri Anoop

Mishra is Chairman of the Committee. The Committee was constituted on 23/01/2024 to comply with provisions of second proviso to Rule 3 of Companies (Corporate Social Responsibility) Rules, 2014.

During the year under review, 2 meetings of the CSR Committee were held on 27/01/2026 and 28/02/2026. The attendance of members in the relevant year is as below:

S. No.	Name	Chairman / Member	No. of meeting attended during the year i.e. 01/04/2025 to 31/03/2026	
1	Shri Anoop Mishra	Chairman	2/2	27/01/2026 28/02/2026
2	Shri Tej Bhan Gupta	Member	2/2	27/01/2026 28/02/2026
3	Shri Kishan Kumar Soni	Member	1/2	28/02/2026

Corporate Social Responsibility ('CSR') Policy

The CSR Policy can be accessed at www.vlssecurities.com.

Meetings of Board of Directors

During the year under review, 5 Board meetings were held on 19/05/2025, 29/07/2025, 06/11/2025, 27/01/2026 and 28/02/2026 respectively.

Details of meetings attended by the Directors in the relevant period are as below:

S. No.	Name of the Director	No. of meetings attended during the period i.e. 01/04/2025 to 31/03/2026	
1.	Shri Anoop Mishra	5/5	19/05/2025 29/07/2025 06/11/2025 27/01/2026 28/02/2026
2.	Shri Suresh Kumar Agarwal	5/5	19/05/2025 29/07/2025 06/11/2025 27/01/2026 28/02/2026
3.	Shri Kishan Kumar Soni	4/5	19/05/2025 06/11/2025 27/01/2026 28/02/2026
4.	Shri Tej Bhan Gupta	5/5	19/05/2025 29/07/2025 06/11/2025 27/01/2026 28/02/2026

Board Evaluation

The aim of the Board's evaluation is to assess the effectiveness of the Directors, Board's and Committee's composition, processes and arrangement in order to identify and realize any actions required to improve effectiveness. The evaluation process comprised of Board, Committee and management information and other relevant documentation, Meetings with key individuals within the organization and discussions with all members of Board of Directors, Committee members focusing on aspects of the Board's

and Committee's composition; strategy, risk and controls; decision-making, roles and performance of the Chairman, Independent Directors, Executive Directors and other Non-Executive Directors. As per the provisions of the Companies Act, 2013 and rules made thereunder, the Board carried out annual evaluation of each Director's performance including of Chairman of the Board, the Board as a whole and its committees, in its meeting held on 12/05/2026.

The overall evaluation concluded that the Directors, Board and Committee were effective in the governance of the Company.

Independent Directors

Your Company has one Independent Director, namely Shri Anoop Mishra (DIN: 02849054). He has confirmed to the Company that he continues to meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013.

Further, due to having only one Independent Director on the Board, the meeting of Independent Directors was not convened during the Financial Year 2025-26. The evaluation of the Chairman of the Company was, however, carried out in the meeting of Board of Directors held on 12/05/2026.

Anti-sexual harassment mechanism

The detailed mechanism may be accessed at www.vlssecurities.com.

The Company has in place an anti-sexual harassment policy in line with the requirements of the Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013. All women employees present or future, inter-alia (permanent, contractual, temporary, trainees) are covered under this policy. At present, there is no woman employee in the Company.

The disclosure regarding the complaints received during the year under review is as under:

- (a) Number of complaints of sexual harassment received: Nil
- (b) Number of complaints disposed of: Nil
- (c) Number of cases pending for more than ninety days: Nil

The number of employees during the year continued to be eight. The Company has been advised that constitution of Internal Complaints Committee is not applicable to it because the number of employees is below 10. However, the redressal mechanism for handling complaints is in place as per aforesaid policy.

Annual Return Extract (MGT-9)

The reporting of extract of Annual Return in Form No. MGT-9 had been done away with pursuant to amendment in Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 w.e.f. 28/08/2020. The electronic copy of the latest Annual Return is now required to be placed on the website of the Company, if any, in terms of Section 92(3) read with Section 134(3)(a) of the Act and the link thereof is required to be given in the Board's Report.

The Annual Return for the F. Y. 2024-25 is available on the website of the Company at <https://vlssecurities.com/Annual-report.htm>.

Deposits

During the year under review, the Company has not held any deposits within the meaning of Section 73 of the Companies Act, 2013 and the rules made there under.

Related Party

The details of the related party transactions have been provided in Form AOC-2 as under:

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

1. Details of contracts or arrangements or transactions not at arm's length basis

Sl. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	NONE
b)	Nature of contracts/arrangements/transactions	
c)	Duration of the contracts / arrangements/transactions	
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions	
f)	Date(s) of approval by the Board	
g)	Amount paid as advances, if any:	
h)	Date on which the special resolution was passed in general meeting as required under first proviso to section 188	

2. Details of material contracts or arrangements or transactions at arm's length basis

Sl. No.	Particulars	Details
a)	Name(s) of the related party	
b)	Nature of relationship	
c)	Nature of contracts/ arrangements/ transactions	
d)	Duration of the contracts / arrangements/ transactions	
e)	Salient terms of the contracts or arrangements or transactions	
f)	Justification for entering into such contracts or arrangements or transactions	
g)	Date(s) of approval by the Board	
h)	Amount paid during the year	

*Please refer to note no. 29 of Audited Annual Financial Statements for the year 2025-26 for disclosure under 'Related Party'.

Risk Management Policy

The Company has developed and implemented a risk management policy for identification therein of elements of risk which in the opinion of the Board may threaten the existence of the Company. The policy of the company is available on Company's website viz. www.vlssecurities.com.

Nomination and Remuneration Policy

Since the Company is exempted from Nomination and Remuneration Committee, the Board is saddled with responsibility for identifying people who are qualified to become Directors and who may be appointed in the category of Senior Management of the Company in accordance with Nomination and Remuneration Policy of Company. This Policy is intended to provide more detailed criteria to be followed for such appointments including training for Independent Directors and the policy can be accessed at www.vlssecurities.com.

Auditors

Statutory Auditors

In terms of Section 139 of the Companies Act, 2013 ('the Act') read with Companies (Audit and Auditors) Rules, 2014 M/s. Anil Pariek & Garg-Chartered Accountants, (FRN: 001676C) had been appointed for the second term as Statutory Auditors for a period of 5 years i.e. till the conclusion of 33rd Annual General Meeting of the Company to be held in the year 2027. The remuneration of the Auditors is determined by the Board of Directors of the Company according to the resolution passed in the 28th Annual General Meeting authorizing the Board of Directors to determine the same on yearly basis for the remaining tenure of Auditors. The Statutory Auditors have given their consent and confirmation about their eligibility for continuing as Statutory Auditors of the Company.

Cost Auditor

The provisions relating to cost records and audit are not applicable to your Company.

Secretarial Auditors

VLS Securities Limited ('the Company') is a wholly owned subsidiary of VLS Finance Limited, which is a listed entity and is inter-alia governed by SEBI (Listing Obligations & Disclosure Requirements) Regulations, 2015 ('Listing Regulations') and the Company was a material subsidiary of VLS Finance Limited in terms of Regulation 16(1)(c) of the Listing Regulations for the F.Y. 2025-26, since the net worth of the Company for the year ended 31st March 2025 exceeded 10% of the consolidated net worth of VLS Finance Limited on the basis of relevant financial statements for the year ended 31st March 2025.

The Regulation 24A of the Listing Regulations mandates the material unlisted subsidiaries incorporated in India to undertake Secretarial Audit by a Secretarial Auditor who shall be a Peer Reviewed Company Secretary and shall annex a Secretarial Audit Report with the annual report of the listed entity. Accordingly, in terms of Regulation 24A of the Listing Regulations, Section 204 of the Companies Act, 2013 and rules made therein, the Board in its meeting held on 29/07/2025 appointed M/s. A. Aggarwal and Associates- Company Secretaries (CoP: 7467) as Secretarial Auditors of the Company for the Financial Year 2025-2026.

Independent Auditors' Report

The Auditors' Report to the members on Audited Annual Financial Statements for the year under review does not contain any qualification or remark requiring explanation thereto by the Board. Further the Auditors have not reported any fraud in terms of Section 143(12) of the Companies Act, 2013 to the Board for the year under review.

Secretarial Audit Report

The Secretarial Audit Report for the year 2025-26 submitted by Secretarial Auditors in terms of Section 204 of the Companies Act, 2013 read with Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, is enclosed as **Annexure-II**. The said report does not contain any adverse remarks or observations by the Secretarial Auditors.

Holding/ Subsidiary/ Associate Companies

- The Company is a wholly owned subsidiary of VLS Finance Limited. The financial statement of VLS Capital Limited which became an Associate in terms of Section 2(6) of the Companies Act, 2013 will be consolidated with that of VLS Finance Limited, being the holding Company, in terms of exemption availed under Rule 6 of the Companies (Accounts) Rules, 2014 with respect to consolidation of annual accounts of the associate with the Company.
- The Company does not have any Subsidiary.

Green Initiative in Corporate Governance:

As a continuing endeavor towards the 'Go Green' initiative, the Company proposes to send future correspondence and documents like the notice calling the General Meetings, Audited Financial Statements, Directors' Report, Auditors' Report etc. in electronic form, to the email address provided by the members. You may kindly note that as a member of the Company, you will be entitled to be furnished, free of cost, a printed copy of the Annual Report of the Company upon receipt of a requisition from you at any time.

Statutory Disclosures

- None of the employees of the Company are in receipt of remuneration in excess of limits specified in Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, as amended. There are no disclosures which are required to be made in this report, in terms of the aforesaid regulations.
- The Company has complied with SEBI (Stock Brokers) Regulations 1992 and other applicable Laws/ Regulations, as amended. There was no proposal during the year under review for buy back of shares by the Company.
- No loan, guarantee or security in connection with a loan has been provided in terms of Section 186 of the Companies Act, 2013 during the year under review.
- Further, with regard to disclosure on investments made, since the Company's principal business is stock broking and investing in securities, the Company is exempt under the provisions of Section 186(1)(b)(i) of the Companies Act, 2013.
- Your Company has not issued any equity shares with differential voting rights or under ESOP in terms of Sections 43(a) and 62(1)(b) of the Companies Act, 2013.
- Your Company has not approved any scheme relating to the provision of money to be held in a trust for the benefit of the employees in terms of Section 67(3)(b) of the Companies Act, 2013.
- No revision of Financial Statements or Board's Report has been made in terms of Section 131(1) of the Companies Act, 2013.
- No Independent Director has been appointed by a Special Resolution by the Company during the year under review.
- The Managing Director of your Company is also the Managing Director of VLS Finance Limited - the holding Company and receives remuneration from the holding Company in terms of Section 197(14) of the Companies Act, 2013.

- There has been no change in the nature of business and name of the Company during the year under review.
- There have been no significant and material orders passed by regulatory authorities/ court that would impact the going concern status of the Company and its future operations. Further, there were no material changes or commitments affecting the financial position of the Company, occurred between the year under review and the date of this report.
- During the year under review, there was no one-time settlement with Bank/ Financial Institutions.
- Neither any application has been made, nor any proceeding is pending against the Company under the Insolvency and Bankruptcy Code, 2016 during the year under review. Further, no loan from Bank or Financial Institution was obtained in the said period and therefore, the provision relating to disclosure of variation in valuation in terms of Rule 8 (5) (XII) of Companies (Accounts) Rules, 2014 is not applicable to the Company for the year under review.
- In the annual financial statements for the year under review, the disclosures of those items where amount for the year under review and corresponding previous year was Nil had been dispensed with, though required to be disclosed under applicable regulations.
- The provisions relating to the Maternity Benefit Act, 1961 are not applicable because the number of employees during the year remained below 10 (Ten) being the threshold prescribed for applicability of said Act. Even otherwise, there was no female employee during the year under review.

Human Resources

The relationship with the employees continued to be cordial during the year. The Directors place on record their sincere appreciation to the employees at all levels. The number of employees stood at 8 (Eight) as on 31/03/2026.

Acknowledgements

The Board takes this opportunity to place on record their sincere appreciation for all round co-operation and support from The National Stock Exchange of India Limited, the regulatory authorities, clients, bankers and associates.

For and on behalf of the Board of Directors
For VLS Securities Limited

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director
DIN: 00106037

Place: New Delhi
Date: 12/05/2026

Annexure-I

Annexure to Directors' Report

Information as per Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and forming part of Directors' Report for the year ended 31st March, 2026.

CONSERVATION OF ENERGY

- | | |
|---|-------|
| a) Energy conservation measure taken | : Nil |
| b) Proposals under implementation for reduction in consumption of energy or utilizing alternative sources of energy | : Nil |
| c) Capital investment on energy conservation equipments | : Nil |

TECHNOLOGY ABSORPTION

- | | |
|---|-------|
| a) Research and Development | : Nil |
| b) Technology absorption, adoption and innovation | : Nil |

FOREIGN EXCHANGE EARNINGS AND OUTGO

- | | |
|----------------------------|-------|
| a) Foreign Exchange Earned | : Nil |
| b) Foreign Exchange Used | : Nil |

For and on behalf of the Board of Directors of
VLS Securities Limited

Place: New Delhi
Date: 12/05/2026

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director
DIN: 00106037

Annexure-II

**FORM MR – 3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026**

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 read with Regulation 24A (1) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To
The Members
VLS Securities Limited
Ground Floor, 90, Okhla Industrial Estate, Phase-III
New Delhi 110020

I have conducted the Secretarial Audit of the compliances of applicable statutory provisions and the adherence to good corporate practices by **VLS Securities Limited** (hereinafter called the Company). The Secretarial Audit was conducted in a manner that provided me with a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing my opinion thereon.

Based on my verification of the Company's books, papers, minutes books, forms and returns filed and other records maintained by it and also the information provided by the Company, its Officers, Agents and Authorized Representatives during the conduct of Secretarial Audit, I hereby report that in my opinion, the Company has, during the Audit period covering the financial year ended on **March 31, 2026** complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance-mechanism in place, to the extent, in the manner and subject to the reporting made hereinafter.

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

- (i) The Companies Act, 2013 ('the Act') and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- (iii) The Depositories Act, 1996 and the regulations and bye-laws framed thereunder;
- (iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; *(No transaction during the financial year under review)*
- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'): -
 - (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; *(Not applicable during the financial year under review)*
 - (b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015; *(Applicable to the extent of being insider since VLS Finance Limited, the Holding Company, is client in Stock Broking operations of the Company)*
 - (c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; *(Not applicable during the financial year under review)*
 - (d) The Securities and Exchange Board of India (Share Based Employees Benefits and Sweat Equity) Regulations) 2021; *(Not applicable during the financial year under review)*

- (e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008. *(Not applicable during the financial year under review)*
- (f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client; *(Not applicable during the financial year under review)*
- (g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; *(Not applicable to the Company during the financial year under review)*
- (h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; *(Not applicable during the financial year under review)*
- (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- (j) The Securities and Exchange Board of India (Stock Brokers) Regulations, 2026.
- (k) The Securities and Exchange Board of India (Merchant Bankers) Regulations, 1992; *(Not applicable to the Company during the Financial Year under review).*
- (vi) The Company had properly complied with the other laws viz. Income tax Act, 1961 and other applicable Tax Laws; Prevention of Money Laundering Act, 2002 and rules made thereunder; Labour Laws; Local Revenue Laws; Insurance Act; The Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013; Air (Prevention and Control of Pollution) Act, 1981 and rules made thereunder; Water (Prevention and Control of Pollution) Act, 1974 and rules made thereunder; Environment (Protection) Act, 1986, as applicable to it.

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

- i) Secretarial Standards issued by the Institute of Company Secretaries of India.

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above. The Company had filed requisite forms, applications and returns with the Registrar of Companies, Stock Exchange and SEBI in time except in the following instances in which there had been delay in submission or fines were levied during the period under review: -

S. No.	Particulars	Action by Exchange
1.	Non-settlement of client funds in one instance (out of six instances) amounting to Rs. 12,34,890.83 observed during inspection. The same was attributed by the Company to a computational error, resulting in inadvertent non-settlement.	Date of Action: 25/06/2025 Fine Amount: Rs. 1,00,000
2.	Incorrect reporting of data relating to segregation and monitoring of client-level collateral to the Clearing Member/Clearing Corporation was observed in one instance amounting to Rs. 13,81,516.25 as on March 28, 2025. The discrepancy pertained to incorrect reporting of funds retained with the Member.	Date of Action: 23/07/2025 Fine Amount: Advisory issued to ensure non-recurrence

In both cases, the submissions were made by the Company. However, the Stock Exchange turned down the submission in the first case and levied the fine and for the other case, advisory was issued. The fine had been paid by way of auto deducted by the Stock Exchange and the Company has since taken measures to avoid a recurrence of such events.

Annexure I

Other than the above, no action was initiated against the entity / its promoters / Directors either by SEBI or by Stock Exchanges or Registrar of Companies under the aforesaid Acts / Regulations and Circulars / Guidelines issued thereunder.

I further report that the Board of Directors of the Company is duly constituted with a proper balance of Executive Directors, Non-Executive Directors and Independent Director. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Companies Act.

Adequate notices were given to all the Directors of the Company to schedule the Board Meetings. Agenda and detailed Notes on Agenda were sent at least seven days in advance except when meeting was called at a shorter notice, the fact of calling Meeting at a shorter notice and consent of Directors for the same was duly recorded in the Minutes. A system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting for meaningful participation of the Directors at the meetings. All decisions were passed unanimously and were properly recorded as part of the Minutes.

I further report that the Company is an unlisted Company having Membership of the National Stock Exchange of India Limited. The Company had surrendered its registration as Merchant Bankers in Financial Year 2023 – 24 vide communication dated 28.05.2024 from Securities and Exchange Board of India.

Further, on the basis of my examination of records and explanations given to me, I am of the opinion that the Company is in compliance with the applicable Regulations with respect to CSR and has an appropriate and functional CSR policy. The mandatory expenditure under CSR was not applicable to the Company during the year under review because none of the conditions prescribed for applicability of mandatory expenditure under CSR were met by the Company. However, the Company has voluntarily made contribution of Rs. 10,000/- during the Financial Year under review to Prime Minister's National Relief Fund as measure of Good Corporate Governance.

I further report that based on review of compliance mechanism established by the Company and on the basis of compliance certificate issued inter-alia by Company Secretary which was taken on record by Board of Directors, I am of the opinion that there are adequate systems and processes in the Company which are commensurate with its size and operations to monitor and ensure compliance with applicable Laws, Rules, Regulations and Guidelines.

I further report that during the audit period, no specific events / actions or events having major bearing on the affairs of the Company pursuant to above referred Laws, Rules, Regulations, Guidelines and Standards has taken place.

Ashutosh Aggarwal
A Aggarwal and Associates
Company Secretaries
ACS 9972 CP No. 7467
P.R. CERTIFICATE NO. 7666/2026
UDIN: A009972H000257516

Place: New Delhi
Date: 02.05.2026

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

To
The Members
VLS Securities Limited
Ground Floor, 90, Okhla Industrial Estate, Phase-III
New Delhi-110020

My report of even date is to be read along with this letter.

1. Maintenance of Secretarial Record is the responsibility of the Management of the Company. My responsibility is to express an opinion on the secretarial records based on my Audit.
2. I have followed the Audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on a test basis to ensure that correct facts are reflected in secretarial records. I believe that, the processes and practices, I followed, provide a reasonable basis for my opinion.
3. I have not verified the correctness and appropriateness of the financial records and Books of Accounts of the Company.
4. Wherever required, I have obtained the management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The Compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. My examination was limited to the verification of procedures on a test basis.
6. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

Ashutosh Aggarwal
A Aggarwal and Associates
Company Secretaries
ACS 9972 CP No. 7467
P.R. CERTIFICATE NO. 7666/2026
UDIN: A009972H000257516

Place: New Delhi
Date: 02.05.2026

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF VLS SECURITIES LIMITED

Report on the Audit of the Standalone Financial Statements

Opinion

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

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

Basis for Opinion

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report, but does not include the standalone financial statements, and our auditor's report thereon.

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

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

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

Management's Responsibilities for the Standalone Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Ind AS and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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

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

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

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

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

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 (the "Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:

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

As the Company has not paid any Managerial Remuneration to its directors, the provisions of section 197 relating to managerial remuneration are not applicable; and
- h) In our opinion proper books of account and records as specified in Rule 15 of the Securities Contracts (Regulation) Rule, 1957 and as required by other laws have been kept by the Company so far as it appears from our examination of those books;
- i) The stock broker has complied with the requirements of the stock exchange so far as they relate to maintenance of accounts and was regular in submitting the required accounting information to the stock exchange.
- j) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:

- i. The Company does not have any pending litigations which would impact its financial position;
- ii. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
- iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
- iv. a. The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- b. The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever

by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

- c. Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. As stated in foot note (ii) of note 17 to the standalone financial statement, the interim dividend declared and paid during the year is in compliance with Section 123 of the Act. The Company has not proposed any final dividend during the year.
- vi. Based on our examination, which included test checks, the Company has used accounting software for maintaining its books of account for the financial year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of the audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For ANIL PARIEK & GARG
CHARTERED ACCOUNTANTS
FRN: 01676C

HEMANT KUMAR PARIEK
(PARTNER)
M. NO.: 070250

PLACE: KANPUR
DATE: 12/05/2026
UDIN: 26070250ZSPSSJ3600

ANNEXURE "A" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 1 under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of VLS Securities Limited of even date)

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

- i. In respect of the Company's Property, Plant and Equipment:
 - a) (A) The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment.
 - (B) The Company has maintained proper records showing full particulars of intangible assets.
 - b) All the Property, Plant & Equipment have been physically verified by the management at reasonable intervals of time and no material discrepancies were noted.
 - c) According to the information and explanations given to us, the company does not have any immovable properties. Hence, our reporting under clause (3)(i)(c) of the Order is not applicable.
 - d) The Company has not revalued any of its Property, Plant and Equipment during the year.
 - e) No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii. a) The Company does not have any inventory and hence, reporting under clause 3(ii)(a) of the Order is not applicable.
- b) The Company has not been sanctioned working capital limits in excess of ₹ 5 crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence, reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. During the year, the Company has made investments in, provided security to Companies and granted unsecured loans to its employees. The Company has not made investments in Firms and Limited

Liability Partnerships during the year. Further the Company has not provided any guarantee or granted any advances in the nature of loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any other parties. With respect to such investments, security, and loans:

- a) The company has provided loans to its employees during the year.
 - (A) The company has not provided any loan to its subsidiaries, joint ventures and associates;
 - (B) Aggregate amount of Rs. 18.22 Lakhs has been paid to employees out of which Rs. 3.86 Lakhs is outstanding as at Balance Sheet date.
- b) In our opinion the terms and conditions of the investments made and loans granted during the year are, prima facie, not prejudicial to the Company's interest.
- c) In respect of loans granted by the Company, the schedule of repayment of principal and payment of interest has been stipulated and the repayments of principal amounts and receipts of interest has been regular as per stipulation.
- d) According to the information and explanations given to us in respect of loans granted during the year, there is no overdue amount for more than ninety days as at the Balance Sheet date.
- e) No loan granted by the Company which has fallen due during the year, has been renewed or extended or fresh loans granted to settle the over dues of existing loans given to the same parties.
- f) In our opinion and according to the information and explanations given to us, Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii)(f) is not applicable. Further, the company has not granted loans to Promoters, related parties as defined in clause (76) of section 2 of the Companies Act, 2013 which are either repayable on demand or without specifying any terms or period of repayment during the year.
- iv. The Company has complied with the provisions of Sections 185 and 186 of the Companies Act, 2013 in respect of loans granted, investments made and guarantees and securities provided, as applicable.
- v. The Company has not accepted any deposit or amounts which are deemed to be deposits. Hence, reporting under clause 3(v) of the Order is not applicable.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause 3(vi) of the Order is not applicable to the Company.
- vii. a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company is regular in depositing undisputed statutory dues including goods and services tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities.
 - b) According to the information and explanations given to us, there are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess or any other statutory dues which have not been deposited with the appropriate authorities on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix. (a) The Company has not taken any loans or other borrowings from any lender. Hence, reporting under clause 3(ix)(a) of the Order is not applicable.
 - (b) The Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.
 - (c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
- (d) The Company has not raised any short-term funds during the year. Hence, reporting under clause 3(ix)(d) of the Order is not applicable.
- (e) According to the information and explanation given to us and on an overall examination of the standalone financial statements of the company, we report that the company has not taken any funds from any entity or person on account of or to meet the obligations of its associate. The company does not have any subsidiary or joint venture.
- (f) According to the information and explanation given to us and procedures performed by us, we report that the company has not raised any loans during the year on the pledge of securities held in its associate companies. The company does not have any subsidiary or joint venture.
- x. (a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence, reporting under clause 3(x)(a) of the Order is not applicable.
 - (b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence, reporting under clause 3(x)(b) of the Order is not applicable.
- xi. (a) No fraud by the Company and no material fraud on the Company has been noticed or reported during the year.
 - (b) No report under sub-section (12) of section 143 of the Companies Act has been filed in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.
 - (c) As represented to us by the management, there are no whistle blower complaints received by the company during the year.
- xii. The Company is not a Nidhi Company and hence, reporting under clause (xii) of the Order is not applicable.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. In our opinion and according to the information and explanations given to us, the provisions of Section 138 of the Companies Act, 2013, relating to internal audit are not applicable to the company. Accordingly, the reporting under clause 3(xiv)(a) and 3(xiv)(b) of the Order is not applicable.
- xv. In our opinion, during the year, the Company has not entered into any non-cash transactions with its Directors or persons connected with its directors and hence, provisions of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi. (a) In our opinion and according to the explanation given to us, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a) of the Order is not applicable.
 - (b) In our opinion, the company has not conducted any Non-Banking Financial or Housing Finance activities during the year.
 - (c) In our opinion, the company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India.
 - (d) The Group does not have a Core Investment Company (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly, our reporting under clause 3(xvi)(d) of the Order is not applicable.
- xvii. The Company has not incurred cash losses during the financial year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of

balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx.

- a) As per the information given and records presented by the management of the Company, the provisions of section 135 of the Act are not applicable to the Company for the current accounting year. The Company has no unspent amounts in respect of earlier years of other than ongoing projects, which is required to be transferred to a Fund specified in Schedule VII to the Companies Act within a period of six months from the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act. This matter has been disclosed in note 40 to the Financial Statements.
- a) As per the information given and records presented by the management of the Company, all the amount that was unspent in respect of earlier year under Sub Section (5) of section 135 of Companies Act, pursuant to any ongoing project, had been transferred to a special bank account within a period of thirty days from the end of the relevant financial year in compliance of provisions of sub section (6) of Section 135 of the said Act as given below.

Financial year	Amount unspent on Corporate Social Responsibility activities for "Ongoing Projects" (in Lakhs)	Amount Transferred to Special Account within 30 days from the end of the respective Financial Year (in Lakhs)	Amount Transferred after the due date.
(a)	(b)	(c)	(d)
2022-23	21.11	21.11	Not applicable.

The Company has transferred the entire amount of above Unspent CSR amount to Prime Minister's National Relief Fund on 06/04/2026 after completion of 3 years i.e. after 31/03/2026 in accordance with applicable regulations.

- xxi The reporting under clause 3(xx) of the order is not applicable in respect of standalone financial statements. Accordingly, no comment in respect of the said clauses has been included in this report.

For ANIL PARIEK & GARG
CHARTERED ACCOUNTANTS
FRN: 01676C

HEMANT KUMAR PARIEK
(PARTNER)
M. NO.: 070250

PLACE: KANPUR
DATE: 12/05/2026
UDIN: 26070250ZSPSSJ3600

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT

(Referred to in paragraph 2(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of VLS Securities Limited of even date)

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

We have audited the internal financial controls over financial reporting of **VLS Securities Limited** (the "Company") as of March 31, 2026, in conjunction with our audit of the standalone Ind AS financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Management of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the "ICAI"). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies,

the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting of the Company based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") issued by the ICAI and the Standards on Auditing prescribed under Section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

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

For ANIL PARIEK & GARG
CHARTERED ACCOUNTANTS
FRN: 01676C

HEMANT KUMAR PARIEK
(PARTNER)
M. NO.: 070250

PLACE: KANPUR
DATE: 12/05/2026
UDIN: 26070250ZSPSSJ3600

Standalone Balance Sheet as at 31st March, 2026

(₹ in lakhs)

	Particulars	Note No.	As at 31st March 2026	As at 31st March 2025
	ASSETS			
(1)	Financial Assets			
(a)	Cash and cash equivalents	4 (a)	1,433.12	2,785.75
(b)	Bank Balance other than (a) above	4 (b)	21.11	21.11
(c)	Loans	5	3.86	2.18
(d)	Investments	6	52,788.85	76,206.61
(e)	Other Financial assets	7	1,268.65	479.84
	Sub - total financial assets (A)		55,515.59	79,495.49
(2)	Non-financial Assets			
(a)	Current tax assets (Net)	8	-	2.55
(b)	Property, Plant and Equipment	9 (a)	3.48	3.34
(c)	Other Intangible assets	9 (b)	1.83	2.33
(d)	Other non-financial assets	10	24.06	18.00
	Sub - total non - financial assets (B)		29.37	26.22
	Total Assets(A+B)		55,544.96	79,521.71
	LIABILITIES AND EQUITY			
	LIABILITIES			
(1)	Financial Liabilities			
(a)	Payables			
	(I) Trade Payables	11		
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		693.63	47.65
	(II) Other Payables			
	(i) total outstanding dues of micro enterprises and small enterprises		-	-
	(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		7.52	12.57
	Sub - total financial liabilities (A)		701.15	60.22
(2)	Non-Financial Liabilities			
(a)	Current tax liabilities (net)	12	10.34	-
(b)	Provisions	13	80.71	69.34
(c)	Deferred tax liabilities (Net)	14	4,698.33	14,694.62
(d)	Other non-financial liabilities	15	4.23	4.87
	Sub - total non - financial liabilities (B)		4,793.61	14,768.83
(3)	EQUITY			
(a)	Equity Share capital	16	3,000.00	3,000.00
(b)	Other Equity	17	47,050.20	61,692.66
	Sub - total equity (C)		50,050.20	64,692.66
	Total Liabilities and Equity(A+B+C)		55,544.96	79,521.71

Accompanying Notes are an integral part of the standalone financial statements.

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As per our report of even date attached

For Anil Pariek and Garg

Chartered Accountants

F.R.N.001676C

Hemant Kumar Pariek

(Partner)

Membership No. 070250

For and on behalf of the Board of Directors of
VLS Securities Limited
Suresh Kumar Agarwal

Managing Director

DIN:00106763

Kishan Kumar Soni

Director

DIN:00106037

Aditya Kumar Bansal

Chief Financial Officer

Harsh Consul

Company Secretary

M. No. A-11183

Place: Kanpur (U.P.)

Date: 12/05/2026

Place: New Delhi

Date: 12/05/2026

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

(₹ in lakhs)

	Particulars	Note No.	For the year ended 31st March 2026	For the year ended 31st March 2025
1	Revenue from operations			
(i)	Interest Income	18	21.04	19.03
(ii)	Dividend Income	19	445.82	467.83
(iii)	Fees and commission Income	20	28.43	64.70
(iv)	Net gain (loss) on fair value changes	21	386.55	112.21
(1)	Total Revenue from operations		881.84	663.77
(2)	Other Income	22	0.29	10.38
(3)	Total Income (1+2)		882.13	674.15
4	Expenses			
(i)	Finance Costs	23	-	0.02
(ii)	Fees and commission expense	24	19.72	36.08
(iii)	Employee benefits expense	25	166.76	154.83
(iv)	Depreciation, amortization and impairment	26	1.58	1.58
(v)	Others expenses	27	76.56	83.45
(4)	Total Expenses (4)		264.62	275.96
(5)	Profit / (loss) before exceptional items and tax (3-4)		617.51	398.19
(6)	Exceptional items		-	-
(7)	Profit / (loss) before tax (5-6)		617.51	398.19
(8)	Tax expense / (credit):	38		
(i)	Current tax		141.89	98.05
(ii)	Deferred tax expense / (credit)		(88.11)	7.86
	Total tax expenses		53.78	105.91
(9)	Profit / (loss) for the period from continuing operations(7-8)		563.73	292.28
(10)	Profit/(loss) for the period (9)		563.73	292.28
(11)	Other comprehensive income / (loss)			
A	(i) Items that will not be reclassified subsequently to the profit or loss			
	(a) Remeasurement of defined employee benefit plans		(3.81)	(9.77)
	(b) Net changes in fair values of equity instruments carried at FVTOCI		(24,660.56)	(61,301.88)
	(ii) Income tax on items that will not be reclassified subsequently to the profit or loss		9,908.18	17,091.53
B	(i) Items that will be reclassified subsequently to the profit or loss		-	-
	(ii) Income tax on items that will be reclassified subsequently to the profit or loss		-	-
(12)	Other comprehensive income / (loss) (A+B)		(14,756.19)	(44,220.12)
(13)	Total comprehensive income for the period (10 +11)		(14,192.46)	(43,927.84)
	Earnings per equity share (for continuing operations)	28		
	Basic (Rs.)		1.88	0.97
	Diluted (Rs.)		1.88	0.97

Accompanying Notes are an integral part of the standalone financial statements.

1 to 42

As per our report of even date attached

For Anil Pariek and Garg

Chartered Accountants

F.R.N.001676C

Hemant Kumar Pariek

(Partner)

Membership No. 070250

For and on behalf of the Board of Directors of
VLS Securities Limited
Suresh Kumar Agarwal

Managing Director

DIN:00106763

Kishan Kumar Soni

Director

DIN:00106037

Aditya Kumar Bansal

Chief Financial Officer

Harsh Consul

Company Secretary

M. No. A-11183

Place: Kanpur (U.P.)

Date: 12/05/2026

Place: New Delhi

Date: 12/05/2026

Standalone Cash Flow Statement for the year ended 31st March, 2026

(₹ in lakhs)

Particulars	For the year ended 31st March 2026 (Audited)	For the year ended 31st March 2025 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	617.51	398.19
Adjustment for:		
Depreciation	1.58	1.58
Interest Income	(21.04)	(19.02)
Net gain on fair value changes	(186.02)	121.31
Net gain on fair valuation of liquid mutual funds measured at FVTPL	(2.58)	(148.00)
Dividend Income	(445.82)	(467.83)
Actuarial gain / (loss) on Defined Employee Benefits	(3.81)	(9.77)
Provision for Employee Benefits	11.36	16.53
Total	(646.33)	(505.20)
Operating profit	(28.82)	(107.01)
Adjustment for working capital changes		
Increase / (decrease) in trade payables	640.93	(58.97)
(Increase) / decrease in loans	(1.68)	(1.06)
(Increase) / decrease in other non financial liabilities	(0.64)	(5.78)
(Increase) / decrease in other financial assets	(788.82)	85.39
(Increase) / decrease in other non financial assets	(6.06)	(8.93)
Change in Other Bank Balance	-	(0.00)
Cash generated / (used) from operations	(185.09)	(96.36)
Direct taxes paid net	129.00	121.96
Net cash generated / (used) from operating activities (A)	(314.09)	(218.32)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale/(Purchase) on Investments (Net)	(1,056.77)	1,747.19
Sale/Purchase of Property, plant and equipment	(1.21)	(6.08)
Interest received on fixed deposits	21.04	19.02
Dividend Income	445.82	467.83
Net cash generated / (used) from investing activities (B)	(591.12)	2,227.96
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interim dividend paid	(450.00)	-
Net cash generated / (used) from financing activities (C)	(450.00)	-
Net increase / (decrease) in cash and cash equivalents during the year (A + B + C)	(1,355.21)	2,009.64
Cash and cash equivalents		
Cash in hand	0.01	0.18
Scheduled bank - In current account	9.90	7.57
Liquid Funds	1,423.21	2,778.00
Cash and cash equivalents as at end of the period:	1,433.12	2,785.75
Adjustment for Unrealized (gain)/loss on fair valuation of liquid mutual funds (net)	(2.58)	(148.00)
Total	1,430.54	2,637.75
Less: Cash and cash equivalents as at beginning of the period:	(2,785.75)	(628.11)
Net increase in Cash and Cash equivalents	(1,355.21)	2,009.64

Accompanying Notes are an integral part of the standalone financial statements.

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Notes :

(i) The above Statement of Cash Flows has been prepared under indirect method as set out in Ind AS 7, 'Statement of Cash Flows', as specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015 (as amended).

(ii) Previous Year figures have been regrouped / reclassified wherever necessary to conform to current year classification and rounding off errors have been ignored. The amounts reflected as "0" or "-" in the financial information are values with less than rupees five hundred.

As per our report of even date attached

For Anil Pariek and Garg

Chartered Accountants

F.R.N.001676C

Hemant Kumar Pariek

(Partner)

Membership No. 070250

For and on behalf of the Board of Directors of
VLS Securities Limited
Suresh Kumar Agarwal

Managing Director

DIN:00106763

Kishan Kumar Soni

Director

DIN:00106037

Aditya Kumar Bansal

Chief Financial Officer

Harsh Consul

Company Secretary

M. No. A-11183

Place: Kanpur (U.P.)

Date: 12/05/2026

Place: New Delhi

Date: 12/05/2026

Standalone Statement of Changes in Equity for the year ended 31st March, 2026

A. Equity Share Capital

(1) Current reporting period

(₹ in lakhs)

Balance as at 1st April, 2025	Changes in Equity Share Capital due to prior period errors	Restated Balance as at 1st April, 2025	Changes in equity share capital during the current year	Balance as at 31st March, 2026
3,000	-	3,000	-	3,000

(2) Previous reporting period

(₹ in lakhs)

Balance at 1st April, 2024	Changes in Equity Share Capital due to prior period errors	Restated Balance as at 1st April, 2024	Changes in equity share capital during the previous year	Balance as at 31st March, 2025
3,000	-	3,000	-	3,000

B. Other Equity

(1) Current reporting period

(₹ in lakhs)

Particulars	Reserves and Surplus	Other Comprehensive Income		
	Retained Earnings	Fair Value Gain on Equity Instruments through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	Total
Balance as at 1st April, 2025	18,003.86	43,700.01	(11.21)	61,692.66
Restated balance as at 1st April, 2025	18,003.86	43,700.01	(11.21)	61,692.66
Profit for the year	563.73	-	-	563.73
Other Comprehensive Income (net of tax)	-	(14,753.34)	(2.85)	(14,756.19)
Total comprehensive income for the current year	563.73	(14,753.34)	(2.85)	(14,192.46)
Cash Dividends*	(450.00)	-	-	(450.00)
Transfer from FVTOCI to retained earnings	238.58	(238.58)	-	-
Balance as at 31st March, 2026	18,356.17	28,708.09	(14.06)	47,050.20

(2) Previous reporting period

(₹ in lakhs)

Particulars	Reserves and Surplus	Other Comprehensive Income		
	Retained Earnings	Fair Value Gain on Equity Instruments through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	Total
Balance as at 1st April, 2024	10,998.56	94,625.84	(3.90)	1,05,620.50
Restated balance as at 1st April, 2024	10,998.56	94,625.84	(3.90)	1,05,620.50
Profit for the year	292.28	-	-	292.28
Other Comprehensive Income (net of tax)	-	(44,212.81)	(7.31)	(44,220.12)
Total comprehensive income for the previous year	292.28	(44,212.81)	(7.31)	(43,927.84)
Transfer from FVTOCI to retained earnings	6,713.02	(6,713.02)	-	(0.00)
Balance as at 31st March, 2025	18,003.86	43,700.01	(11.21)	61,692.66

* The Board of Directors at its meeting held on February 28, 2026 had declared an Interim Dividend of 15% i.e. Rs. 1.50 per equity share of face value of Rs. 10 each, amounting to Rs. 450 lakhs, for the financial year ended March 31, 2026. The said dividend was paid on the outstanding equity shares as on February 28, 2026. The dividend was paid within the prescribed time limit in accordance with the applicable regulations.

Accompanying Notes are an integral part of the standalone financial statements. 1 to 42

As per our report of even date attached
For Anil Pariek and Garg
Chartered Accountants
F.R.N.001676C

Hemant Kumar Pariek
(Partner)
Membership No. 070250

For and on behalf of the Board of Directors of
VLS Securities Limited

Suresh Kumar Agarwal **Kishan Kumar Soni**
Managing Director Director
DIN:00106763 DIN:00106037

Aditya Kumar Bansal **Harsh Consul**
Chief Financial Officer Company Secretary
M. No. A-11183

Place: Kanpur (U.P.)
Date: 12/05/2026

Place: New Delhi
Date: 12/05/2026

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

Note 1: Corporate information

VLS Securities Ltd., is a wholly-owned subsidiary of VLS Finance Ltd. incorporated in 1994. It is registered Stock Broker with National Stock Exchange of India Ltd., in Capital Market and Future & Options Segment. Besides above, providing consulting and advisory services are areas of activity of Company.

Note 2: Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

The financial statements have been prepared using the significant accounting policies and measurement bases summarized as below. These accounting policies have been applied consistently over all the periods presented in these financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain Financial instruments are measured at fair value.
- Assets held for sale – measured at fair value less incidental cost to sell.

(iii) Preparation of financial statements

The Company is covered in the definition of Non-Banking Financial Company as defined in Companies (Indian Accounting Standards) (Amendment) Rules, 2016. As per the format prescribed under Division III of Schedule III to the Companies Act, 2013, the Company presents the Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the order of liquidity.

(iv) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods. The estimates and judgments that have significant impact on carrying amount of assets and liabilities at each balance sheet date are discussed at note 3.

2.2 Revenue Recognition

The Company recognizes revenue from contracts with customers based on a five step model as set out in Ind AS 115, Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognized when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur. Revenue is measured at fair value of the consideration received or receivable. Revenue is

recognized when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

(i) Brokerage fee Income

It is recognized on trade date basis and is exclusive of goods and service tax and securities transaction tax (STT) wherever applicable.

(ii) Interest income

Interest income is recognised on financial assets that are not credit-impaired on accrual basis provided there is reasonable certainty of collection.

(iii) Dividend income

Dividend income is recognized in the statement of profit or loss on the date that the Company's right to receive payment is established.

(iv) Gain / losses on dealing in securities

Gains / losses on dealing in securities are recognized on a trade date basis.

2.3 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in "other comprehensive income" or directly in "other equity". In this case, the tax is also recognized in "other comprehensive income" or directly in "other equity", respectively.

2.3.1 Current Tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.3.2 Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are generally recognised for all taxable temporary differences to the extent that it is probable that taxable profit will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets relating to unabsorbed depreciation/ business losses are recognised and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities. Transaction or event which is recognised outside profit or loss, either in "other comprehensive income" or in "other equity", is recorded along with the tax as applicable.

Current and deferred tax for the year: Current and deferred tax are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in "other comprehensive income" or directly in "other equity", in which case, the current and deferred tax are also recognised in "other comprehensive income" or directly in "other equity" respectively.

2.4 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, cash at banks, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less and investment in liquid mutual funds that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated in the Cash flow statement.

2.6 Financial instruments

(i) Initial recognition and measurement:

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. In regular way, purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability which are not carried through profit and loss statement at its fair value plus or minus, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.
- In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.

When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

(ii) Fair value of financial instruments:

Some of the Company's assets and liabilities are measured at fair value for financial reporting purpose. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in Note 39.

2.6.1 Financial assets

(i) Classification and subsequent measurement

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL):**
Instruments that do not meet the amortised cost or FVTOCI criteria are measured at FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit and loss statement. The gain or loss on disposal is recognised in the profit and loss statement. Interest income is recognised in the profit and loss statement for FVTPL debt instruments. Dividend on financial assets at FVTPL is recognised when the Company's right to receive dividend is established.

- Fair value through other comprehensive income (FVTOCI):**
Debt instruments that meet the following criteria are measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition)

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognised in profit or loss for FVTOCI debt instruments. Other changes in fair value of FVTOCI financial assets are recognised in other comprehensive income. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings.

- Amortised cost:**

Financial asset is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

(ii) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All investments in equity instruments classified under financial assets are initially measured at fair value, the Company may, on initial recognition, elect to measure the same either at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised as revenue from operations in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVTOCI. Fair value changes excluding dividends, on an equity instrument measured at FVTOCI are recognized in OCI for its fair value changes. Amounts recognized in OCI are

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

not subsequently reclassified to the Statement of Profit and Loss. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings. Dividend income on the investments in equity instruments are recognized as 'Revenue from operations' in the Statement of Profit and Loss.

The investments in equity instruments of the subsidiary company and associates are measured at amortized cost.

(iii) Investments in mutual funds

Investments in mutual funds are measured at fair value through other comprehensive income (FVTOCI)/ at fair value through profit and loss (FVTPL).

(iv) Impairment

The Company recognizes impairment allowances using Expected Credit Losses ("ECL") method on all the financial assets that are not measured at FVTPL:

ECL are probability-weighted estimate of credit losses. They are measured as follows:

- Financials assets that are not credit impaired – as the present value of all cash shortfalls that are possible within 12 months after the reporting date.
- Financials assets with significant increase in credit risk - as the present value of all cash shortfalls that result from all possible default events over the expected life of the financial assets.
- Financials assets that are credit impaired – as the difference between the gross carrying amount and the present value of estimated cash flows.

Financial assets are written off / fully provided for when there is no reasonable of recovering a financial asset in its entirety or a portion thereof.

However, financial assets that are written off could still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in the Statement of Profit and Loss.

(v) Derecognition

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised.

Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

2.7 Financial liabilities

(i) Initial recognition and measurement

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in Statement of Profit or loss.

(ii) Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss is measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

(iii) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

2.8 Property, plant and equipment

- (i) Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(ii) Depreciation methods, estimated useful lives and residual value

Depreciation is calculated as per WDV method by company. Under this method, the depreciation is calculated at a certain fixed percentage each year on the decreasing book value commonly known as WDV of the asset (book value less depreciation).

The Company follows a procedure of writing off all capital expenses which do not exceed Rs.1000/- in each case.

(iii) Assets Useful life

The economic useful life of the asset is ascertained by the management as per Schedule II (Part-c) of the Companies Act, 2013.

Furniture and Fixtures: 10 years

Office Equipment: 5 years

Computers: 3 years/Servers:6 years

Vehicles: 8 to 10 years

Buildings: 30 to 60 years

Leasehold Improvements- Over the primary lease period or useful life, whichever is less.

The Company, based on technical assessment made by technical expert and management estimate, depreciates the certain items of building, plant and equipment over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

(iv) Derecognition:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

2.9 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization.

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

Development expenditure on software is capitalized as part of the cost of the resulting intangible asset only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise it is recognized in the profit or loss as incurred. Subsequent to initial recognition, the asset is measured at cost less accumulated amortization and any accumulated impairment losses.

Amortisation

Amortisation is calculated using the WDV method to write down the cost of intangible assets to their residual values over their estimated useful lives and is included in the depreciation and amortization in the statement of profit and loss.

<u>Intangible asset</u>	<u>Useful life / amortization period</u>
Computer Software	5 Years

2.10 Investment Property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not used by the group for business purposes, is classified as investment property. Investment property is measured initially at its cost, including related transaction costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

The Company depreciates the building component of investment properties over 30 -60 years from the date of original construction/ purchase.

Depreciation on investment property is calculated using the WDV method to write down the cost of property to their residual values over their estimated useful life in the manner prescribed in Schedule II of the Act.

The company, based on technical assessment made by technical expert and management estimate, depreciates the building over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

2.11 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

2.12 Provisions and contingencies:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost. Expected future operating losses are not provided for. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.13 Earnings per share

a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

b) Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive assets acquired and liabilities assumed.

2.14 Leases

The Company lease asset classes primarily consist of leases for buildings taken on lease for operating its office. The Company assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases for these short-term and low value leases, the company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term. The lease liability is initially measured at amortized cost at the present value of the future lease payments

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

2.15 Foreign exchange transactions

The functional currency and the presentation currency of the Company is Indian Rupees. Transactions in foreign currency are recorded on initial recognition using the exchange rate at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on the settlement or translation of monetary items are recognized in the statement of profit and loss in the period in which they arise.

2.16 Borrowing costs

Borrowing costs include interest expense as per the effective interest rate (EIR) and other costs incurred by the Company in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are recognized as an expense in the year in which they are incurred.

The difference between the discounted amount mobilized and redemption value of securities is recognized in the statement of profit and loss over

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

the life of the instrument using the EIR.

2.17 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

2.18 Retirement and other employee benefits

(i) Short-term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service.

(ii) Post-employment benefits

(a). Defined contribution plans:

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The company makes specified monthly contributions towards Provident Fund and Employees State Insurance Corporation ('ESIC'). The contribution of company is recognized as an expense in the Statement of Profit and Loss during the period in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund and Employee State Insurance Scheme. These contributions are recognized as an expense in the statement of profit and loss during the period during the period in which the employee renders the related service.

(b). Defined benefit plan:

Gratuity liability, wherever applicable, is provided for on the basis of an actuarial valuation done as per projected unit credit method, carried out by an independent actuary at the end of the year. The Company's gratuity benefit scheme is a defined benefit plan.

(iii) Other Long-term Benefits:

Compensated absences

Accumulated leave, which is expected to be utilized within the next 12 months, is treated as short-term employee benefit. The Company measures the expected cost of such absences as the additional amount that it expects to pay as a result of the unused entitlement that has accumulated at the reporting date.

The Company treats accumulated leave expected to be carried forward beyond twelve months, as long-term employee benefit for measurement purposes. Such long-term compensated absences are provided for based on the actuarial valuation using the projected unit credit method at the year end. The Company presents the leave as a short-term provision in the balance sheet to the extent it does not have an unconditional right to defer its settlement for 12 months after the reporting date. Where Company has the unconditional legal and contractual right to defer the settlement for a period beyond 12 months, the same is presented as long-term provision.

Actuarial gains and losses are recognised immediately in the statement of profit and loss.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognised immediately in the balance sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to profit or loss in subsequent periods.

Note 3: Key accounting estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on ongoing basis. Any changes to accounting estimates are recognized prospectively. Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- (a) Provision and contingent liability: On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.
- (b) Allowance for impairment of financial asset: Judgments are required in assessing the recoverability of overdue loans and determining whether a provision against those loans is required. Factors considered include the aging of past dues, value of collateral and any possible actions that can be taken to mitigate the risk of non-payment.
- (c) Recognition of deferred tax assets: Deferred tax assets are recognized for unused tax-loss carry forwards and unused tax credits to the extent that realization of the related tax benefit is probable. The assessment of the probability with regard to the realization of the tax benefit involves assumptions based on the history of the entity and applicable laws.
- (d) Property, plant and equipment and Intangible Assets: Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful life and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.
- (e) The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.
- (f) Defined benefit plans: The cost of defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long - term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)
Note 4 (a) : Cash and cash equivalent

Particulars	As at 31st March 2026	As at 31st March 2025
a) Cash on hand	0.01	0.18
b) Balance with banks		
– In current accounts	9.90	7.57
– Investments in Liquid mutual Funds measured at FVTPL (Unquoted and Fully Paid)	1,423.21	2,778.00
Total (1+2)	1,433.12	2,785.75

Note 4 (b) : Bank balance other than 4(a)above

Particulars	As at 31st March 2026	As at 31st March 2025
– Bank Balance in Unspent CSR Account	21.11	21.11
Total	21.11	21.11

Note 5 : Loans

Particulars	As at 31st March 2026	As at 31st March 2025
Unsecured, considered good		
At amortized cost		
Staff Loan & Advances	3.86	2.18
Total	3.86	2.18

Note 6 : Investments

Particulars	Face Value (in Rs.)	As at 31st March 2026		As at 31st March 2025	
		Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)	Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)
A) (Investment at Fair Value Through Profit & Loss account (at FVTPL))					
1) Investment in Equity instruments					
i) Quoted Equity Shares					
1 CG Power and Industrial Solutions Limited	2	4,69,246	3,073.80	-	-
2 Dhapur Sugar Mills Limited	10	2,00,000	283.54	-	-
3 Dwarikesh Sugar Industries Limited	1	2,04,936	94.11	-	-
4 Exicom Tele-Systems Limited	10	-	-	59,000	86.99
5 Granules India Limited	1	-	-	70,000	340.45
6 Hindustan Copper Limited	5	-	-	1,37,000	302.48
7 Hexaware Technologies Limited	1	61,400	260.95	-	-
8 Jaiprakash Power Ventures Limited	10	-	-	42,25,000	602.06
9 JIO Financial Service Limited	10	9,02,400	2,022.28	9,02,400	2,053.05
10 Meghmani Organics Limited	1	1,33,899	49.19	-	-
11 Reliance Industries Ltd.	10	38,300	514.71	38,300	488.36
12 Satin Creditcare Network Limited	10	25,000	34.97	1,13,000	161.57
13 Sterling and Wilson Renewable Energy Limited	1	-	-	73,000	182.76
14 UGRO Capital Limited	10	1,29,553	105.33	4,39,000	736.82
Total - A			6,438.88		4,954.53
B) (Investment at fair value through other comprehensive income (at FVTOCI))					
1) Investment in Equity instruments					
i) Quoted Equity Shares					
1 Ashapura Intimates Fashion Limited	10	80,000	0.00	80,000	0.00
2 Cox & Kings	5	38,100	0.00	38,100	0.00
3 Dee Pharma Ltd.	10	200	0.00	200	0.00
4 JIO Financial Service Limited	10	100	0.23	100	0.24
5 Lanco Infotech Limited	1	5,000	0.00	5,000	0.00
6 MBL Infrastructures Limited	10	4,35,479	84.66	4,35,479	196.79
7 Mercator Limited	1	3,00,000	0.00	3,00,000	0.00
8 Neo Corp International Ltd.	10	37,12,515	0.00	37,12,515	0.00
9 Punjab Wireless Systems Ltd.	10	500	0.00	500	0.00
10 Relaxo Footwears Ltd.	1	1,45,44,000	34,600.18	1,55,94,000	59,390.28
11 Reliance Industries Limited	10	200	2.69	200	2.55
12 UTI Master Plus 91	10	200	0.00	200	0.00
Total - B			34,687.76		59,589.87

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

(Rupees in Lakhs)

C) Investment at amortized cost
1) Investments in Equity shares of Associate:
Unquoted & Fully Paid-up : Equity shares

1	VLS Capital Ltd. (Refer Note No.6.1)	10	98,20,833	11,662.21	98,20,833	11,662.21
Total -C				11,662.21		11,662.21
Total (A+B+C)				52,788.85		76,206.61
Less: Aggregate amount of provision for impairment in the value of investments (Expected credit losses on Investment)				-		-
Total				52,788.85		76,206.61
(i)	Investments in India			52,788.85		76,206.61
(ii)	Investments outside India			-		-
Total				52,788.85		76,206.61

Note No. 6.1: Investments in Equity instruments of Associate

S. No.	Particulars	As at 31st Mar 2026				As At 31st Mar 2025			
		Proportion of ownership Interest / Voting Right	Face Value	Holding	Value	Proportion of ownership Interest / Voting Right	Face Value	Holding	Value
		%	(in Rs.)	No. of shares	(Rs. in Lakhs)	%	(in Rs.)	No. of shares	(Rs. in Lakhs)
	1	2	3	4	5	6	7	8	9
	Investments in Equity shares of Associate: (Unquoted & Fully paid up)								
1	VLS Capital Ltd.	42.40%	10	98,20,833	11,662.21	42.40%	10	98,20,833	11,662.21
	Total				11,662.21				11,662.21
	Principal place of business of Associate is in India.								

Note 7 : Other Financial Assets

Particulars	As at 31st March 2026	As at 31st March 2025
Unsecured, considered good		
Margin Deposit with F&O Clearing Member	308.00	308.00
Interest Accrued on FDR	56.74	58.73
Deposit with NSEIL	885.88	102.85
Balance with Group Gratuity Scheme	0.11	0.12
Others	17.92	10.14
Total	1,268.65	479.84

Note 08 : Current tax Asset (Net)

Particulars	As at 31st March 2026	As at 31st March 2025
Advance tax and tax deducted at source	-	(141.05)
Less: Provision for Taxation	-	143.60
Total	-	2.55

Note 9 (a) : Property, Plant and Equipment

Description	Computers	Office equipment	Furniture & fixtures	Total
Gross Carrying Amount				
Balance as at 31.03.2024	42.77	3.67	0.71	47.15
Additions during the year	3.45	-	-	3.45
Sale/Adjustments during the year	-	-	-	-
Balance as at 31.03.2025	46.22	3.67	0.71	50.60
Additions during the year	0.71	0.51	-	1.22
Sale/Adjustments during the year	-	-	-	-
Balance as at 31.03.2026	46.93	4.18	0.71	51.82
Accumulated Depreciation				
Balance as at 31.03.2024	42.01	3.26	0.71	45.98
Depreciation for the year	1.03	0.25	-	1.28
Sale/Adjustments during the year	-	-	-	-
Balance as at 31.03.2025	43.04	3.51	0.71	47.26
Depreciation for the year	0.88	0.20	-	1.08
Sale/Adjustments during the year	-	-	-	-
Balance as at 31.03.2026	43.92	3.71	0.71	48.34
Net Carrying Amount				
As at 31st March 2025	3.18	0.16	-	3.34
As at 31st March 2026	3.01	0.47	-	3.48

Note 9 (b) Other Intangible assets

Description	Software	Total
Gross Carrying Amount		
Balance as at 31.03.2024	1.04	1.04
Additions during the year	2.63	2.63
Sale/Adjustments during the year	-	-
Balance as at 31.03.2025	3.67	3.67
Additions during the year	-	-
Sale/Adjustments during the year	-	-
Balance as at 31.03.2026	3.67	3.67
Accumulated Depreciation		
Balance as at 31.03.2024	1.04	1.04
Depreciation for the year	0.30	0.30
Sale/Adjustments during the year	-	-
Balance as at 31.03.2025	1.34	1.34
Depreciation for the year	0.50	0.50
Sale/Adjustments during the year	-	-
Balance as at 31.03.2026	1.84	1.84
Net Carrying Amount		
As at 31st March 2025	2.33	2.33
As at 31st March 2026	1.83	1.83

Note 10 : Other Non-Financial Asset

Particulars	As at 31st March, 2026	As at 31st March, 2025
Unsecured, considered good		
Prepaid Expenses	1.34	1.15
Other Recoverable	22.72	16.85
Total	24.06	18.00

Note 11 Trade Payables

a) Trade Payables	As at 31st March, 2026	As at 31st March, 2025
a) Total outstanding dues of Micro Enterprises and Small Enterprises	-	-
b) Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	693.63	47.65
Total	693.63	47.65

Trade Payables ageing schedule

Particulars	As at 31st March, 2026					As at 31st March, 2025				
	Outstanding for following periods from due date of payment				Total	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-	-	-	-	-
(ii) Others	693.63	-	-	-	693.63	47.65	-	-	-	47.65
(iii) Disputed dues-MSME	-	-	-	-	-	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-	-	-	-	-	-

b) Other Payables

Other Payables	As at 31st March, 2026	As at 31st March, 2025
a) Total outstanding dues of Micro Enterprises and Small Enterprises	-	-
b) Total Outstanding dues of Creditors other than Micro Enterprises and Small Enterprises	7.52	12.57
Total	7.52	12.57

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

(Rupees in Lakhs)

Other Payables ageing schedule

Particulars	As at 31st March, 2026					As at 31st March, 2025				
	Outstanding for following periods from due date of payment				Total	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years		Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-	-	-	-	-	-
(ii) Others	7.52	-	-	-	7.52	12.57	-	-	-	12.57
(iii) Disputed dues-MSME	-	-	-	-	-	-	-	-	-	-
(iv) Disputed dues- Others	-	-	-	-	-	-	-	-	-	-

Note 12: Current tax liabilities (net)

Particulars	As at 31st March 2026	As at 31st March 2025
Provision for Taxation	145.13	-
Less: Advance tax and tax deducted at source	(134.79)	-
Total	10.34	-

Note 13: Provisions

Particulars	As at 31st March 2026	As at 31st March 2025
Provision on Leave encashment/Gratuity (Employee benefits)	59.60	48.23
Provision for unspent expenditure on Corporate Social Responsibility	21.11	21.11
Total	80.71	69.34

Note 14: Tax Expense & Deferred Tax Assets / Liabilities

Particulars	As at 31st March 2026	As at 31st March 2025
Deferred tax liability on account of :		
Deferred tax on IND AS adjustments	4,713.37	14,706.98
Total deferred tax liabilities (A)	4,713.37	14,706.98
Deferred tax assets on account of:		
Provision on Leave encashment/Gratuity (Employee benefits)	15.00	12.14
Depreciation	0.04	0.22
Total deferred tax assets (B)	15.04	12.36
Net deferred tax liability / (assets) (A-B)	4,698.33	14,694.62

Particulars	As at 31st March 2026	Recognised through profit and loss	Recognised through Other comprehensive income	As at 31st March 2025	Recognised through profit and loss	Recognised through Other comprehensive income	As at 31st March 2024
Deferred tax liabilities on account of:							
Financial Assets carried at fair value through Profit & Loss	(76.90)	(86.38)	-	9.49	9.49	-	-
Equity Investments carried at Fair value through Other Comprehensive Income	4,790.27	-	(9,907.22)	14,697.48	-	(17,127.72)	31,825.21
Total deferred tax liabilities (C)	4,713.37	(86.38)	(9,907)	14,706.98	9.49	(17,127.72)	31,825.21
Deferred tax assets on account of:							
Depreciation	0.04	(0.17)	-	0.22	(0.07)	-	0.28
Provision on Leave encashment/Gratuity (Employee benefits)	15.00	1.90	0.96	12.14	1.70	2.46	7.98
Total deferred tax assets (D)	15.04	1.73	0.96	12.36	1.64	2.46	8.26
Total deferred tax Assets/ (liability) (net) (D)-(C)	(4,698.33)	88.11	9,908.18	(14,694.62)	(7.86)	17,130.18	(31,816.95)

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)
Note 15: Other non-financial liabilities

Particulars	As at 31st March 2026	As at 31st March 2025
Statutory dues payable	4.23	4.87
Total	4.23	4.87

Note 16: Equity share capital

Particulars	As at 31st March 2026		As at 31st March 2025	
	Number	Amount	Number	Amount
Authorised				
Equity Shares of Rs.10/- each	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Total	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Issued, subscribed and paid up				
Equity shares of Rs.10/- each, fully paid up in cash	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Total	3,00,00,000	3,000.00	3,00,00,000	3,000.00

Terms / rights attached to shares

The Company has one class of equity shares having a par value of Rs.10 each (previous year: having at par value of Rs.10 each). Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

Reconciliation of number of shares outstanding

Particulars	As at 31st March 2026		As at 31st March 2025	
	Number	Amount	Number	Amount
Issued, subscribed and paid up equity share capital				
At beginning of the year	3,00,00,000	3,000.00	3,00,00,000	3,000.00
Changes in equity share capital during the year	-	-	-	-
At the end of the year	3,00,00,000	3,000.00	3,00,00,000	3,000.00

Shares held by holding Company

Name of shareholder	As at 31st March 2026		As at 31st March 2025	
	No. of shares held	% of holding	No. of shares held	% of holding
VLS Finance Ltd. (including 600 shares held through its 6 nominees)	3,00,00,000	100.00	3,00,00,000	100.00
As at the end of the year	3,00,00,000	100.00	3,00,00,000	100.00

Share holder having more than 5% equity share holding in the Company

Name of shareholder	As at 31st March 2026		As at 31st March 2025	
	No. of shares held	% of holding	No. of shares held	% of holding
VLS Finance Ltd. (including 600 shares held through its 6 nominees)	3,00,00,000	100.00	3,00,00,000	100.00
As at the end of the year	3,00,00,000	100.00	3,00,00,000	100.00

Disclosure of shareholding of promoters
Shareholding of promoters as at 31st March, 2026

Promoter Name	As at 31st March 2026		As at 31st March 2025		% Change during the year
	No. of shares held	% of holding	No. of shares held	% of holding	
VLS Finance Ltd. (including 600 shares held through its 6 nominees)	3,00,00,000	100.00	3,00,00,000	100.00	-
Total	3,00,00,000	100.00	3,00,00,000	100.00	-

Shareholding of promoters as at 31st March, 2025

Promoter Name	As at 31st March 2025		As at 31st March 2024		% Change during the year
	No. of shares held	% of holding	No. of shares held	% of holding	
VLS Finance Ltd. (including 600 shares held through its 6 nominees)	3,00,00,000	100.00	3,00,00,000	100.00	-
Total	3,00,00,000	100.00	3,00,00,000	100.00	-

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)
Note 17 : Other Equity

Particulars	As at 31st March 2026	As at 31st March 2025
Retained earnings		
Balance at the beginning of the year	18,003.86	10,998.56
Add: Profit/(loss) during the year	563.73	292.28
Less: Interim Dividend ⁽ⁱ⁾	(450.00)	-
Transfer from FVTOCI to Retained Earnings	238.58	6,713.02
Balance as at end of the year	18,356.17	18,003.86
Fair value gain on equity instruments carried through other comprehensive income		
Balance at the beginning of the year	43,700.01	94,625.84
Add: Other Comprehensive Income during the year (net of tax)	(14,753.34)	(44,212.81)
Transfer from FVTOCI to Retained Earnings	(238.58)	(6,713.02)
Balance as at end of the year	28,708.09	43,700.01
Remeasurement of Defined Benefit Plans		
Balance at the beginning of the year	(11.21)	(3.90)
Add: Other comprehensive income (net of tax)	(2.85)	(7.31)
Balance as at end of the year	(14.06)	(11.21)
TOTAL	47,050.20	61,692.66

Foot Note:

- i) There is no changes in accounting policy and there is no prior period errors.
- ii) The Board of Directors at its meeting held on February 28, 2026 had declared an Interim Dividend of 15% i.e. Rs. 1.50 per equity share of face value of Rs. 10 each, amounting to Rs. 450 lakhs, for the financial year ended March 31, 2026. The said dividend was paid on the outstanding equity shares as on February 28, 2026. The dividend was paid within the prescribed time limit in accordance with the applicable regulations.

Nature and purpose of reserves :
i) Retained earnings:

Retained earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

ii) Other comprehensive income (OCI):

The Company has elected to recognise changes in the fair value of certain investments in equity securities and other instruments in other comprehensive income. These changes are accumulated within the FVTOCI reserve under the head "other equity". The Company transfers amounts from this reserve to retained earnings when those investments have been disposed off. Further this also represents the gain/(loss) on remeasurement of defined benefit obligations and of plan assets.

Note 18 : Interest Income

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Interest on deposits with banks	119.17	438.77
Less: Interest received on behalf of the Clients transferred	98.13	419.74
Total	21.04	19.03

Note 19 : Dividend Income

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Dividend from Investments measured at FVTOCI	445.82	467.83
Total	445.82	467.83

Note 20 : Fees and Commission Income

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Brokerage income	28.43	64.70
Total	28.43	64.70

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)
Note 21 : Net gain on fair value changes

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Net gain (loss) on financial instruments at fair value through Profit and loss account		
(a) Investment		
- On Investment	185.43	(122.07)
(b) Trading		
- On Securities	-	0.06
- On Liquid Mutual Fund	201.12	234.22
Total	386.55	112.21

Fair Value Changes:

- Realised	632.90	85.51
- Unrealised	(246.35)	26.70
Total	386.55	112.21

Note 22 : Other Income

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Interest on staff loans and advances	0.29	0.15
Interest on Income Tax Refund	-	6.23
Miscellaneous Income	-	4.00
Total	0.29	10.38

Note 23 : Finance Cost

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Interest	-	0.02
Total	-	0.02

Note 24 : Fees and Commission expense

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Transaction and Other NSE Charges	19.72	33.29
SEBI Fees	-	2.79
Total	19.72	36.08

Note 25 : Employee benefits expense

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Salaries and Wages	148.13	138.23
Staff Welfare Expenses	0.13	0.02
Employer's Contribution to EPF, ESI, Gratuity Fund etc.	17.65	15.93
Directors Sitting Fee	0.85	0.65
Total	166.76	154.83

Note 26 : Depreciation and Amortization & Impairment expense

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Depreciation on Property, plant & equipment	1.08	1.28
Amortisation on other Intangible assets	0.50	0.30
Total	1.58	1.58

Note 27 : Other expenses

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Short Term Lease	24.00	24.00
Rates & Taxes	0.04	0.05
Legal and professional Charges	23.46	25.09
Repair & Maintenance	0.01	0.04
Travelling and Conveyance	8.02	7.37
Insurance	0.01	0.01
Auditors Remuneration		
- Statutory Audit fees	0.60	0.50
- Tax audit fees	0.15	0.15
- Out of pocket expenses	0.20	0.20
- Certification Charges	0.50	0.50
- Reimbursement of expenses	-	0.28
Business Promotion	1.89	1.96
News Papers, Books & Periodicals	1.57	1.61
Communication Expenses	0.21	0.20
Printing & Stationery	0.05	0.04
Security Guard expenses	5.44	5.08
Securities Transaction Tax on Investment	7.09	11.91
CSR Expenses *	0.10	-
Miscellaneous Expenses	3.22	4.46
Total	76.56	83.45

*Pl. refer Note No.40 on Corporate Social Responsibility

Note 28 : Earnings per equity share

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Net profit attributable to equity shareholders [A] (₹ in lakhs)	563.73	292.28
Weighted average number of equity shares issued [B] (face value of Rs. 10 each) (Numbers in Lakh)	300.00	300.00
Basic earnings per share [A/B] (Rs.)	1.88	0.97
Net Profit attributable to equity shareholders [C] (₹ in lakhs)	563.73	292.28
Less : Impact on net profit due to exercise of diluted potential equity shares [D]	-	-
Net profit attributable to equity shareholders for calculation of diluted EPS [C-D] (₹ in lakhs)	563.73	292.28
Weighted average of equity shares issued (face value of Rs. 10 each) (In numbers) [E]	300.00	300.00
Weighted number of additional equity shares outstanding for diluted EPS (In numbers) [F]	-	-
Weighted number of equity shares outstanding for diluted EPS (In numbers) [E+F]	300.00	300.00
Diluted earnings per share (Rs.) [C-D/E+F]	1.88	0.97

Note 29 : Related Party Disclosures: -

Pursuant to compliance of Indian Accounting Standard (Ind AS 24) on related party disclosure, the relevant information is provided here below: -

A. List of Related parties and their relationship
a) Holding Company

VLS Finance Limited

(b) Directors & Key Management Personnel

[i] Mr. Suresh Kumar Agarwal	Managing Director
[ii] Mr. Kishan Kumar Soni	Non-Executive Non Independent Director
[iii] Mr. Tej Bhan Gupta	Non-Executive Non Independent Director
[iv] Mr. Anoop Mishra	Non-Executive Independent Director
[v] Mr. Aditya Kumar Bansal	Chief Financial Officer
[vi] Mr. Vishesh Jain	Company Secretary (Resigned w.e.f 28/02/2025)
[vii] Mr. Harsh Cosul	Company Secretary (Appointment w.e.f 19.05.2025)
[viii] Mr. Rajesh Jhalani	Non-Executive Non Independent Director in Fellow Subsidiary VAML & Fellow Subsidiary VSL

(c) Others: (With home the company has transaction)

- VLS Capital Limited (Associate Company)

Fellow Subsidiaries

- VLS Asset Management Limited (VAML)
- VLS Sunnivesh Limited (VSL) (formerly known as VLS Real Estate Limited)

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

(Rupees in Lakhs)

Transaction with related parties during the year:

Sl. No.	Nature of transaction	Related Party type	2025-2026 (#)	2024-2025 (#)
1	Brokerage Earned			
-	VLS Finance Limited	Holding Company	28.43	64.70
2	Other Charges received [STT, GST & Stamp Duty] [As Share Broker]			
-	VLS Finance Limited	Holding Company	108.50	219.86
3	Rent paid			
-	VLS Finance Limited	Holding Company	24.00	24.00
4	Interest (Reimbursed) Paid on Margin Money Deposits			
-	VLS Finance Limited	Holding Company	98.13	419.74

Transaction with related parties during the year:

Sl. No.	Nature of transaction	Related Party type	2025-2026 (#)	2024-2025 (#)
5	Sitting fees paid			
-	Mr. Anoop Mishra	Director	0.85	0.65
6	Honorarium Charges			
-	Mr. Vishesh Jain	Company Secretary	-	2.23
7	Miscellaneous advance received			
-	VLS Finance Limited	Holding Company	-	1100.00
8	Miscellaneous advance repaid			
-	VLS Finance Limited	Holding Company	-	1100.00
9	Mr. Rajesh Jhalani	Director in VAML & VSL	7.20	

Outstanding Balances at the year end

Sl. no.	Nature of transaction	Related Party type	2025-2026	2024-2025
1	Payable			
-	VLS Finance Limited	Holding Company	40.58	46.82

Notes:

- 1 The value of transaction represents the value of transaction with related party from the date the party became related party.
- 2 If the amount is less than Rs 500 then the figure is shown as "-"
- 3 The value of related party transactions are given, excluding applicable taxes if any.

Note 30: Capital management

For the purpose of the Company's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Company's capital management is to maximize the shareholder value.

The Company manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Company's policy is to keep the gearing ratio within a level of 25%. The Company includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

Particulars	As at 31st March 2026	As at 31st March 2025
Borrowings	-	-
Less: cash and cash equivalents	1,433.12	2,785.75
Net debt	-	-
Equity	3,000.00	3,000.00
Other Equity	47,050.50	61,692.66
Total capital	50,050.50	64,692.66
Capital and net debt	50,050.50	64,692.66
Gearing ratio	NA*	NA*

*Debt free Company

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

In order to achieve this overall objective, the Company's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There are no interest-bearing loans and borrowing in the current period.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31st March 2026 and 31st March 2025.

Note 31: Other Financial Information

a. Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 02 October 2006, certain disclosures are required to be made relating to MSME. On the basis of the information and records available with the Company, the following disclosures are made for the amounts due to the Micro and Small Enterprises.

There are no dues outstanding of an entity, which is registered as the Micro, Small and Medium Enterprises defined under 'The Micro, Small and Medium Enterprises Development Act, 2006'.

Particulars	For the Year Ended 31st March 2026	For the Year Ended 31st March 2025
Principal amount remaining unpaid to any supplier as at the period end.	Nil	Nil
Interest due thereon	Nil	Nil
Amount of interest paid	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year.	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	Nil	Nil
The balance of MSMED parties as at the year end	Nil	Nil

b. Earnings in Foreign Currency	Nil	Nil
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c. Expenditure in Foreign Currency	Nil	Nil
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Note 32: Commitments and contingencies
a. Commitments:

Particulars	As at 31 March 2026	As at 31 March 2025
(a) Estimated amount of contracts remaining to be executed on Capital Account.	Nil	Nil
(b) Uncalled liability on shares and other investments partly paid	Nil	Nil

b. Contingent liabilities

Particulars	As at 31 March 2026	As at 31 March 2025
(a) Claims against the company not acknowledged as debt;	Nil	Nil
(b) Guarantees excluding financial guarantees; and	Nil	Nil

c. Leases
Operating lease - company as lessee

The company has taken a property on cancellable operating lease. Short term lease expense recognized for the year is Rs.24.00 Lakh (lease agreement is for the period less than one year only) (31st March 2025 Rs.24.00 Lakh).

Note 33: Fair Value

Set out below, is a comparison by class of the carrying amounts and fair value of the Company's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying value		Fair value	
	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025
Financial assets				
Other financial assets	1,268.65	479.84	1,268.65	479.84
Loans	3.86	2.18	3.86	2.18
FVTPL financial investments	6,438.89	4,954.53	6,438.89	4,954.53

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

Particulars	Carrying value		Fair value	
	As at 31st March 2026	As at 31st March 2025	As at 31st March 2026	As at 31st March 2025
FVTOCI financial investments	34,687.75	59,589.87	34,687.75	59,589.87
Total	42,399.15	65,026.42	42,399.15	65,026.42
Financial liabilities				
Other financial liabilities	-	-	-	-
Total	-	-	-	-

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values:

The fair values of the quoted notes and bonds are based on price quotations at the reporting date. The fair value of unquoted instruments and other financial liabilities, obligations under finance leases, as well as other non-current financial liabilities is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. In addition to being sensitive to a reasonably possible change in the forecast cash flows or the discount rate, the fair value of the equity instruments is also sensitive to a reasonably possible change in the growth rates. The valuation requires management to use Unobservable inputs in the model, of which the significant unobservable inputs are disclosed in the tables below. Management regularly assesses a range of reasonably possible alternatives for those significant unobservable inputs and determines their impact on the total fair value.

The fair values of the Company's interest-bearing borrowings and loans are determined by using DCF method using discount rate that reflects the issuer's borrowing rate as at the end of the reporting period. The own non-performance risk as at 31st March 2026 was assessed to be insignificant.

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

Note: 34: Statement containing salient features of the financial statement of Subsidiaries or Associate Companies or Joint Ventures Pursuant to first proviso to Sub-Section (3) of Section 129 read with Rule 5 of Companies (Accounts) Rules, 2014

Form AOC- 1
Part A - Subsidiaries

Not Applicable as the Company does not have any Subsidiary since inception.

1. Names of subsidiaries which are yet to commence operations : None
2. Names of subsidiaries which have been liquidated or sold during the year. : None

Part B Associates and Joint Ventures
Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies and Joint Ventures

Name of Associate Company	VLS Capital Limited
1. Latest Audited Balance Sheet Date	31/03/2026
2. Date on which the Associate was associated or acquired	25.10.2021
3. Shares of Associate held by the company on the year end	
Number of Shares	98,20,833
Amount of Investment in Associates (Rs. in Lakhs)	11,662.21
Extent of Holding (In percentage)	42.40%
4. Description of how there is Significant Influence	Holding more than 20% of total voting power.
5. Reason why the Associate is not consolidated.	❖
6. Net worth attributable to shareholding as per latest audited Balance Sheet (Rs. in Lakhs)	❖
7. Profit or Loss for the year (Rs. in Lakhs)	❖
i. Considered in Consolidation	❖
ii. Not Considered in Consolidation	❖

❖ Not Applicable Due to the exemption provided by Notification issued by Ministry of Corporate Affairs on 27th July 2016.

The Company ("VLSS") has not prepared the Consolidated Financial Statements in view of exemption granted under Rule 6 of Companies (Accounts) Rule 2014 in view of it satisfying following conditions:

- a) VLSS is wholly owned subsidiary of VLS Finance Ltd.
 - b) VLSS is a Company whose securities are neither listed nor in the process of listing on any stock exchange: and
 - c) VLSS's ultimate holding company VLS Finance Ltd. Files Consolidated Financial Statements with the Registrar which are in compliance with the applicable Accounting Standards.
1. Names of associates or joint ventures which are yet to commence operations. : None
 2. Names of associates or joint ventures which have been liquidated or sold during the year. : None

As per our report of even date attached

For Anil Pariek and Garg

Chartered Accountants

F.R.N.001676C

Hemant Kumar Pariek

(Partner)

Membership No. 070250

For and on behalf of the Board of Directors of

VLS Securities Limited

Suresh Kumar Agarwal

Managing Director

DIN:00106763

Kishan Kumar Soni

Director

DIN:00106037

Aditya Kumar Bansal

Chief Financial Officer

Harsh Consul

Company Secretary

M. No. A-11183

Place: Kanpur (U.P.)

Date: 12/05/2026

Place: New Delhi

Date: 12/05/2026

Note 35: Financial risk management
Risk management framework

The Company has established a comprehensive system for risk management and internal controls for all its businesses to manage the risks that it is exposed to. The objective of its risk management framework is to ensure that various risks are identified, measured and mitigated and also that policies, procedures and standards are established to address these risks and ensure a systematic response in the case of crystallization of such risks.

The Company has exposure to the following risk arising from financial instruments:

- a) Credit risk
- b) Liquidity risk
- c) Market risk

The Company has established various policies with respect to such risks which set forth limits, mitigation strategies and internal controls to be implemented. The Board oversees the Company's risk management, which frames and reviews risk management processes and controls.

The risk management system features a "three lines of defence" approach:

- a) The first line of defence comprises its operational departments, which assume primary responsibility for their own risks and operate within the limits stipulated in various policies approved by the Board or by committees constituted by the Board.
- b) The second line of defence comprises specialized departments such as risk management and compliance. They employ specialised methods to identify and assess risks faced by the operational departments and provide them with specialised risk management tools and methods, facilitate and monitor the implementation of effective risk management practices, develop monitoring tools for risk management, internal control and compliance, report risk related information and promote the adoption of appropriate risk prevention measures.
- c) The third line of defence comprises the external audit functions. They monitor and conduct periodic evaluations of the risk management, internal control and compliance activities to ensure the adequacy of risk controls and appropriate risk governance, and provide the Board with comprehensive feedback.

a) Credit risk:

It is risk of financial loss that the Company will incur a loss because its customer or counterparty to financial instruments fails to meet its contractual obligation.

The Company's financial assets comprise of Cash and bank balance, Securities for trade, Trade receivables, Loans, Investments and Other financial assets which comprise mainly of deposits and advances given.

The maximum exposure to credit risk at the reporting date is primarily from Company's trade receivable and loans.

Following provides exposure to credit risk for trade receivables and loans:

Particulars	As at 31st March 2026	As at 31st March 2025
Other Receivables (net of impairment)	-	-
Loans (net of impairment)	3.86	2.18
Total	3.86	2.18

Trade Receivables: The Company has followed simplified method of ECL in case of Trade receivables and the Company recognises lifetime expected losses for all trade receivables that do not constitute a financing transaction. At each reporting date, the Company assesses the impairment requirements.

Other financial assets considered to have a low credit risk:

Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks with high credit ratings assigned by international and domestic credit rating agencies. Investments comprise of quoted and unquoted Equity instruments, bonds and mutual funds which are market tradable. Other financial assets include deposits for assets acquired on lease.

b) Liquidity risk:

Liquidity represents the ability of the Company to generate sufficient cash flow to meet its financial obligations on time, both in normal and in stressed conditions, without having to liquidate assets or raise funds at unfavorable terms thus compromising its earnings and capital.

Liquidity risk is the risk that the Company may not be able to generate sufficient cash flow at reasonable cost to meet expected and / or unexpected claims. It arises in the trading and investment activities and in the management of trading positions.

The Company aims to maintain the level of its cash and cash equivalents and other highly marketable investments at an amount in excess of expected cash outflow on financial liabilities.

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at 31st March 2026

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total carrying amount
Assets					
Cash and bank balances	1,433.12	-	-	-	1,433.12
Bank Balance other than (a) above	21.11	-	-	-	21.11
Loans	2.63	1.23	-	-	3.86
Investments	-	-	52,788.85	-	52,788.85
Other financial assets	881.59	-	387.06	-	1,268.65
Total	2,338.45	1.23	53,175.91	-	55,515.59

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total carrying amount
Liabilities					
Trade payables	693.63	-	-	-	693.68
Other payables	7.52	-	-	-	7.52
Total	701.15	-	-	-	701.15
Net Excess / (shortfall)	1,637.30	1.23	53,175.91	-	54,814.44

The table below summarises the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at 31st March 2025

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total carrying amount
Assets					
Cash and bank balances	2,785.75	-	-	-	2,785.75
Bank Balance other than (a) above	21.11	-	-	-	21.11
Loans	1.12	0.38	0.68	-	2.18
Investments	-	-	76,206.61	-	76,206.61
Other financial assets	93.18	-	386.66	-	479.84
Total	2,901.16	0.38	76,593.95	-	79,495.49
Liabilities					
Trade payables	47.65	-	-	-	47.65
Other payables	12.57	-	-	-	12.57
Total	60.22	-	-	-	60.22
Net Excess / (shortfall)	2,840.94	0.38	76,593.95	-	79,435.27

c) Market risk

Market risk arises when movements in market factors (foreign exchange rates, interest rates, credit spreads and equity prices) impact the Company's income or the market value of its portfolios. The Company, in its course of business, is exposed to market risk due to change in equity prices, interest rates and foreign exchange rates. The objective of market risk management is to maintain an acceptable level of market risk exposure while aiming to maximize returns. The Company classifies exposures to market risk into either trading or non-trading portfolios. Both the portfolios are managed using the following sensitivity analyses:

- i) Equity Risk
- ii) Interest Rate Risk
- iii) Currency Risk

i) Equity Risk

The Company's exposure to equity price risk arises primarily on account of its investment positions

The Company's equity price risk is managed in accordance with its Corporate Risk and Investment policy (CRIP) approved by the board. The board specifies exposure limits and risk limits for the investments in equity.

ii) Interest Rate Risk

The Company's exposure to interest rate risk arises primarily on account of its amount given on loan and the surplus funds kept as deposits with the banks.

The Company's interest rate risk is managed in accordance with its policy approved by its board.

The non-traded Financial Assets and liabilities are fixed rate instruments and are valued at amortised cost. Any shifts in yield curve will not impact their carrying amount and will therefore not have any impact on the Company's statement of profit and loss.

iii) Foreign exchange Risk/currency Risk

There is no exposure to currency risk as there is no position of the company stands in exchange traded currency derivatives.

The Company's currency risk is managed in accordance with the policy approved by the board.

Note 36: Employees Benefits
i) Defined Contribution Plans:

Amount of Rs. in Lakh 10.55 (Previous Year - 2024-2025 Rs. in Lakh 9.61) contributed to provident fund is recognized as an expense and included in Employer's Contribution to EPF, ESI, Gratuity Fund etc.' under 'Employee benefits expense in the Statement of Profit and Loss.

Defined benefit plan

Long term employee benefits in the form of gratuity and leave encashment are considered as defined benefit plan

The present value of obligation is determined based on actuarial valuation using projected unit credit method as at the balance sheet date. The amount of defined benefits recognized in the balance sheet represent the present value of obligation as adjusted for unrecognized past service cost as reduced by the fair value of plan assets. In accordance with the Ind AS-19.

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

Actuarial valuation was done in respect of gratuity and leave encashment defined benefits plans and details of the same are given below:

Actuarial Assumptions	Gratuity As at 31st March 2026	Gratuity As at 31st March 2025	Leave Encashment As at 31st March 2026	Leave Encashment As at 31st March 2025
Discount rate (per annum)	6.50%	6.50%	6.50%	6.50%
Future salary increase	5.00%	5.00%	5.00%	5.00%
Mortality	IALM 2012-14 Ultimate	IALM 2012-14 Ultimate	IALM 2012-14 Ultimate	IALM 2012-14 Ultimate
I. Expenses recognized in statement of profit and loss				
Current service cost	4.09	3.68	0.37	0.35
Interest cost	6.79	6.13	0.62	0.58
Past Service cost	-	-	-	-
Expected return on plan assets	(4.27)	(3.96)	-	-
Net expenses recognized	6.61	5.85	0.99	0.93
II. Other comprehensive (income)/ expenses (Premeasurement)				
Cumulative unrecognized actuarial (gain)/loss opening. B/F	15.82	6.52	(0.83)	(1.30)
Actuarial (gain)/loss – obligation	4.63	10.02	0.01	0.47
Actuarial (gain)/loss – plan assets	(0.83)	(0.72)	-	-
Total Actuarial (gain)/loss	3.80	9.30	0.01	0.47
Cumulative total actuarial (gain)/loss. C/F	19.62	15.82	(0.82)	(0.83)
III. Net (liability)/assets recognized in the balance sheet at the year end				
Present value of obligation at the end of period	119.92	104.41	10.47	9.47
Fair value of the plan asset at the end of period	70.79	65.65	-	-
Funded status [(surplus)/(deficit)]	(49.13)	(38.77)	(10.47)	(9.47)
Net asset/(liability) as at 31st March, 2026	(49.13)	(38.77)	(10.47)	(9.47)
IV. Change in present value of obligation during the year				
Present value of obligation at the beginning of period	104.41	84.58	9.47	8.06
Current service cost	4.09	3.68	0.37	0.35
Interest cost	6.79	6.13	0.62	0.58
Past Service cost	-	-	-	-
Benefits paid	-	-	-	-
Actuarial loss/ (gain) on obligations	4.63	10.02	0.01	0.47
Present value of obligation at the year end*	119.92	104.41	10.47	9.46
V. Change in present value of fair value of plan assets				
Fair value of plan assets as at the beginning of period	65.65	60.94	-	-
Expected return on plan assets	4.27	3.96	-	-
Contributions	0.05	0.03	-	-
Benefits paid	-	-	-	-
Actuarial loss/ (gain)	0.83	0.71	-	-
Fair value of plan assets at the year end	70.80	65.64	-	-
VI. Present Benefit Obligation at the end of the year				
Current Liability (Amount due within one year)	93.18	82.42	7.66	7.00
Non-Current Liability (Amount due over one year)	26.75	22.00	2.81	2.47
Total Liability	119.93	104.42	10.47	9.47

*Gratuity: LIC of India

Maturity profile of defined benefit obligation

Particulars	31st March 2026	31st March 2025
Weighted average duration (based on discounted cash flows) in years	2	3

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

Sensitivity Analysis: Significant actuarial assumptions for the determination of the defined benefit obligation are discount rate and expected salary increase rate. Effect of change in mortality rate is negligible. Please note that the sensitivity analysis presented below may not be representative of the actual change in the defined benefit obligation as it is unlikely that the change in assumption would occur in isolation of one another as some of the assumptions may be correlated. The results of sensitivity analysis are given below:

Period	GRATUITY	LEAVE ENCASHMENT
	As on: 31st March 2026	As on: 31st March 2026
Defined Benefit Obligation (Base)	1192.92 Lakhs @ Salary Increase Rate: 5%, and discount rate :6.50%	10.47 Lakhs
Liability with x% increase in Discount Rate	118.46 Lakhs; x=1.00% [Change (1)%]	10.32 Lakhs; x=1.00% [Change (1)%]
Liability with x% decrease in Discount Rate	121.50 Lakhs; x=1.00% [Change 1%]	10.63 Lakhs; x=1.00% [Change 2%]
Liability with x% increase in Salary Growth Rate	121.51 Lakhs; x=1.00% [Change 1%]	10.63 Lakhs; x=1.00% [Change 2%]
Liability with x% decrease in Salary Growth Rate	118.43 Lakhs; x=1.00% [Change (1)%]	10.31 Lakhs; x=1.00% [Change (1)%]
Liability with x% increase in Withdrawal Rate	120.00 Lakhs; x=1.00% [Change0%]	10.48 Lakhs; x=1.00% [Change0%]
Liability with x% decrease in Withdrawal Rate	119.84 Lakhs; x=1.00% [Change0%]	10.46 Lakhs; x=1.00% [Change0%]

Note: 37: Maturity Analysis of Assets and Liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

Assets	31st March 2026			31st March 2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Financial assets						
Cash and cash equivalents	1,433.12	-	1,433.12	2,785.75	-	2,785.75
Bank Balance other than (a) above	21.11	-	21.11	21.11	-	21.11
Loans	3.86	-	3.86	1.49	0.69	2.18
Investments	-	52,788.85	52,788.85	-	76,206.61	76,206.61
Other financial assets	881.59	387.06	1,268.65	93.18	386.66	479.84
Total	2,339.68	53,175.91	55,515.59	2,901.53	76,593.96	79,495.49
Non-Financial assets						
Current Tax assets	-	-	-	2.55	-	2.55
Property, plant and equipment	-	3.48	3.48	-	3.34	3.34
Other Intangible assets	-	1.83	1.83	-	2.33	2.33
Other non-financial assets	23.96	0.10	24.06	17.54	0.46	18.00
Total	23.97	5.41	29.37	20.09	6.13	26.22
Assets held for sale						
Total Assets	2,363.64	53,181.32	55,544.96	2,921.62	76,600.09	79,521.71
Liabilities						
Financial Liabilities						
Trade payables	693.63	-	693.63	47.65	-	47.65
Other payables	7.52	-	7.52	12.57	-	12.57
Total	701.15	-	701.15	60.22	-	60.22
Non Financial Liabilities						
Current tax liabilities (net)	10.34	-	10.34	-	-	-
Provisions	80.71	-	80.71	69.34	-	69.34
Deferred tax liabilities	-	4,698.33	4,698.33	-	14,694.62	14,694.62
Other non financial liabilities	4.23	-	4.23	4.87	-	4.87
Total	95.28	4,698.33	4,793.61	74.21	14,694.62	14,768.83
Total Liabilities	796.42	4,698.33	5,494.76	134.43	14,694.62	14,829.05

Note 38 : Tax Expense

The Company pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). The Company provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities. Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. A deferred tax asset is recognised when it is considered recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted. Deferred tax is measured at the average tax rates that are expected to apply in the periods in which the temporary differences are expected to reverse, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

The Taxation Laws (Amendment) Ordinance, 2019 contain substantial amendments in the Income Tax Act 1961 and the Finance (No.2) Act, 2019 to provide an option to domestic companies to pay income tax at a concessional rate. The Company has elected to opt the amended tax regime w.e.f. the financial year 2020-21.

a) Income Tax recognised in Statement of Profit and Loss

Particulars		For the year ended 31st March 2026	For the year ended 31st March 2025
	Current tax Expense/(credit):		
1	Current tax for the year	141.89	98.05
2	Minimum alternate tax	-	-
3	Tax adjustment in respect of earlier years	-	-
	Total current tax expense/(Credit) (A)	141.89	98.05
	Deferred tax Expense/(credit):	(88.11)	7.86
	Net deferred tax expense/(credit) (B)	(88.11)	7.86
	Income tax expense/(credit) (net): (C = A+B)	53.78	105.91

(b) Income Tax (expense)/credit recognised through other comprehensive income:

Particulars		For the year ended 31st March 2026	For the year ended 31st March 2025
1	Remeasurement of defined benefit plan	(0.96)	(2.46)
2	Equity instruments through other comprehensive income	(9,907.22)	(17,089.07)
	Total	(9,908.18)	(17,091.53)

c) Reconciliation of estimated Income tax expense/(credit) reported in Statement of Profit and Loss

Particulars		For the year ended 31st March 2026	For the year ended 31st March 2025
	Profit / (loss) before tax	617.51	398.16
1	Expected income tax expense/(credit) at the applicable tax rates	155.41	100.21
2	Effect of non-deductible expenses	1.76	3.00
3	Effect of differential tax rates and carried/brought forward losses	8.81	-
4	Effect of income exempt from tax	(112.20)	-
5	Others	-	2.70
	Income Tax expenses/(credit) reported in statement of profit and loss (1+2+3+4+5)	53.78	105.91

Note 39 : Fair Value Measurement
Accounting classification and fair values

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

The carrying value and fair value of financial instruments by categories as of 31st March 2026 are as follows:

Particulars 31st March 2026	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
Financial assets								
Cash and cash equivalents	-	-	1,433.12	1,433.12	-	-	-	-
Bank balance other than cash and cash equivalents above	-	-	21.11	21.11	-	-	-	-
Loans	-	-	3.86	3.86	-	-	-	-
Investments	6,438.89	34,687.75	11,662.21	52,788.85	41,126.64	-	-	41,126.64
Other financial assets	-	-	1,268.65	1,268.65	-	-	-	-
Total financial assets	6,438.89	34,687.75	14,388.93	55,515.59	41,126.64	-	-	41,126.64
Financial liabilities								
Payables								
(I) Trade payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	693.63	693.63	-	-	-	-
(II) Other payables					-	-	-	
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	7.52	7.52	-	-	-	-
Total financial liabilities	-	-	701.15	701.15	-	-	-	-

The carrying value and fair value of financial instruments by categories as of 31st March 2025 are as follows:

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Level 1	Level 2	Level 3	Total
31st March 2025								
Financial assets								
Cash and cash equivalents	-	-	2,785.75	2,785.75	-	-	-	-
Bank balance other than cash and cash equivalents above	-	-	21.11	21.11	-	-	-	-
Loans	-	-	2.18	2.18	-	-	-	-
Investments	4,954.53	59,589.87	11,662.21	76,206.61	64,544.40	-	-	64,544.40
Other financial assets	-	-	479.84	479.84	-	-	-	-
Total financial assets	4,954.53	59,589.87	14,951.07	79,495.49	64,544.40	-	-	64,544.40
Financial liabilities								
Payables								
(I) Trade payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	47.65	47.65	-	-	-	-
(II) Other payables								
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	12.57	12.57	-	-	-	-
Total financial liabilities	-	-	60.22	60.22	-	-	-	-

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and investment in private equity funds, real estate funds.

ii. Valuation techniques used to determine fair value

Specific valuation techniques used to value financial instruments include :

- Quoted equity investments - Quoted closing price on stock exchange
- Mutual fund - net asset value of the scheme
- Alternative investment funds - net asset value of the scheme
- Unquoted equity investments - NAV on the last audited financials available of the companies.
- Private equity investment fund - NAV of the audited financials of the funds.
- Real estate fund - net asset value, based on the independent valuation report or financial statements of the company income approach or market approach based on the independent valuation report.

iii. Financial instruments not measured at fair value

Financial assets not measured at fair value includes cash and cash equivalents, trade receivables, loans and other financial assets. These are financial assets whose carrying amounts approximate fair value, due to their short-term nature. Additionally, financial liabilities such as trade payables and other financial liabilities are not measured at FVTPL, whose carrying amounts approximate fair value, because of their short-term nature. Fair value measurements using significant unobservable inputs (level 3)

Note No 40 : Corporate Social Responsibility

1) The Ministry of Corporate Affairs has notified Section 135 of the Companies Act, 2013 on Corporate Social Responsibility with effect from 1st April 2014. As per the provisions of the said section, the Company has undertaken the following CSR initiatives during the financial year 2025-2026.

- a) Amount required to be spent by the company during the year 2025-26 Rs.Nil (Previous year Rs.Nil) computed in accordance with applicable regulations.

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026
(Rupees in Lakhs)

Amount spent during the year ended 31 March 2026 and 31st March 2025 as under:

Particulars	As at 31st March 2026	As at 31st March 2025
(i) Amount required to be spent by the company during the year	-	-
(ii) Excess amount spent in previous year(s) (set off)	-	-
(iii) Amount available for spending under CSR for the year, after set off	-	-
(iv) Amount of expenditure incurred	-	-
a) Construction/acquisition of any asset	-	-
b) on purposes other than (i) above	0.10	-
(v) Details related to spent / unspent obligations:		
a) Directly by the Company	-	-
b) Contribution to eligible entity	0.10	-
c) Unspent amount in relation to:		
- Ongoing project	-	-
- Other than ongoing project	-	-
(vi) Shortfall/(Excess #) at the end of the year	(0.10)	-
(vii) Total of previous years shortfall	-	-
(viii) Reason for shortfall*	-	-
(ix) Nature of CSR activities	-	-
(x) Details of related party transactions as per relevant Accounting Standard	N.A.	N.A.
(xi) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision.	N.A.	N.A.

2) Movements in the provision with respect to a liability incurred by entering into a contractual obligation during the year.

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening provision balance	21.11	21.11
Provision created during the year (for ongoing projects, in case of S. 135(6))	-	-
Provision created during the year (for other than ongoing project, In case of S. 135(5))	-	-
Amount spent during the year	-	-
Closing Provision balance*	21.11	21.11

3) Details of other than ongoing project, In case of S. 135(5)

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening Balance	-	-
Amount required to be spent during the year (after set off of Excess amount spent in previous year)	-	-
Amount deposited in Specified Fund of Sch. VII within 6 months	-	-
Amount spent during the year	-	-
Closing Balance	-	-

4) Details of ongoing projects, in case of S. 135(6)

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening Balance		
With Company	-	-
In Separate CSR Unspent A/c	21.11	21.11
Transfer to Separate CSR unspent A/c	-	-
Amount required to be spent during the year #	-	-
Amount spent during the year		
From Company's Bank A/c	-	-
From Separate CSR Unspent A/c	-	-
Closing balance *		
With Company	-	-
In Separate CSR Unspent A/c	21.11	21.11

Notes

The Company was not covered in any of the criteria prescribed in Section 135 of The Companies Act, 2013 in the year 2025-2026, hence no allocation under CSR was required to be made.

* The entire corpus / allocation under CSR for the year 2022-2023 had been earmarked for ongoing project, the disbursement of which had been requested by the concerned entity in the financial year 2023-2024 onwards. Accordingly, the same had not been considered as spent, and the entire amount allocated for CSR for the year 2022-2023 had been transferred within 30 days of close of the financial year 2022-2023 into the bank account specifically opened for unspent CSR as per applicable regulations. The CSR committee in accordance with Rule 3 of Companies (Corporate Social Responsibility Policy) Rules, 2014, was constituted by the Board on 23/01/2024 to monitor the disbursement in accordance with applicable regulations. The CSR Committee in its meeting held on 28/02/2026 had recommended the transfer of entire amount to the credit of Unspent CSR A/c 2022-2023 to Prime Minister's National Relief Fund after completion of 3 years i.e. after 31/03/2026 in accordance with applicable regulations which was approved by the Board in its meeting held on even date. No amount was disbursed in the year 2025-2026. Accordingly, on 06/04/2026 the entire amount of Rs.21.11 Lakh as on 31/03/2026 in said account has been transferred to Prime Minister's National Relief Fund.

Note No 41: Key Ratios
Part A

S No	Particulars	As at 31st-March-2026	As at 31st-March-2025
1	Capital to risk- weighted assets ratio	NA *	NA *
2	Tier I CRAR	NA *	NA *
3	Tier II CRAR	NA *	NA *
4	Liquidity Coverage Ratio	NA *	NA *

* Note: As the company is not registered with RBI as NBFC by virtue of exemption given by RBI, the above ratios are not applicable to the company.

Part B

S No	Particulars	As at 31st-March-2026			As at 31st-March-2025			% Change from previous period in Previous Year	Reason for Change in Previous Year (if Change > 25 %)
		Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio	Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio		
1	2	3	4	5 = 3 / 4	6	7	8 = 6 / 7	9 = (5-8/ 8)%	10
1	Return on equity (PAT / Equity) (%)	563.73	50,050.21	1.13	292.28	64,692.66	0.45	151.11	There is increase in the ratio due to decrease in the other equity during the current year.
2	Return on Assets (PAT / Total Assets) (%)	563.73	55,544.96	1.01	292.28	79,521.71	0.37	172.97	There is increase in the ratio due to decrease in the other equity during the current year.
3	Current Ratio (Cash, Bank, Receivables & Other Fin. Assets) / (Financial Liabilities) (times)	2,701.77	701.15	3.85	3,265.59	60.22	54.23	(92.90)	There is decrease in the ratio due to decrease in the financial liability during the current year.

Note: 42 Additional Regulatory disclosures

- a) Since, the Company does not have any trade receivables as on March 31, 2026, and March 31, 2025, the disclosure relating to trade receivables ageing schedule has been dispensed with.
- b) No loans or advances in the nature of loans are granted to promoters, directors, KMPs, and the related parties, either severally or jointly with any other person during the financial years ended March 31, 2026, and March 31, 2025.
- c) The Company did not have any transactions with the Companies struck-off under Section 248 of the Companies Act, 2013 during the financial years ended March 31, 2026, and March 31, 2025.
- d) The Company does not have any subsidiaries, hence provisions of section 2(87) of the Companies Act, 2013 are not applicable on the Company.
- e) There are no intangible assets under development as on 31st March 2026 as well as 31st March 2025.
- f) There were no significant events after the end of the reporting period which require any adjustment or disclosure in the financial statements.
- g) The Company is primarily engaged in the single segment i.e., in the business of stock broking including investment & Sale/Purchase of Shares/ Securities & Derivatives. There are no separate reportable segments identified as per the Ind AS 108 - Operating segments. Further the Company does not have any reportable geographical segment. Hence segment-wise reporting has not been made.
- h) During the financial years ended March 31, 2026, and March 31, 2025, the company has not revalued its property, plant and Equipment.
- i) All the lease agreements are executed in favor of the Company for properties where the Company is the lessee.
- j) The Company has not been sanctioned working capital limits from Banks/financial Institutions during the financial years ending March 31, 2026, and March 31, 2025. Therefore, during the financial years ending March 31, 2026, and March 31, 2025, the company is not required to file the Quarterly return/ statements of current assets with banks and financial institutions.
- k) During the financial years ended March 31, 2026, and March 31, 2025, no Scheme of Arrangements related to the company has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
- l) Utilisation of Borrowed funds and share premium: -
 - a) The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to any other person or entity, including foreign entity (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - i. Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or

Notes forming part of Standalone Financial Statement for the year ended 31 March, 2026

- ii. Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- b. The Company has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Company shall:
 - i. Directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - ii. Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- m) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, as at 31 March 2026 and 31 March 2025.
- n) The Company has not been declared willful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India, during the year ended 31 March 2026 and 31 March 2025.
- o) There is no creation or satisfaction of charges which are pending to be filed with ROC as at 31 March 2026 and 31 March 2025.
- p) The Company has not traded or invested in Crypto currency or Virtual currency during the financial years ended March 31, 2026, and March 31, 2025.
- q) The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). No previously unrecorded income and related assets have been recorded in the books of account during the year.
- r) The auditors have expressed an unmodified opinion on the standalone financial statements of the Company for the financial years ended March 31, 2026, and March 31, 2025.
- s) There are no items of income and expenditure of exceptional nature for the financial years ended March 31, 2026, and March 31, 2025.
- t) In accordance with Division III of Schedule III of the Companies Act, 2013, items in the Statement of Profit and Loss and the Balance Sheet having nil values during the reporting period have not been presented separately on the face of the financial statements. However, the Company confirms that there have been no transactions under such heads during the reporting period.
- u) Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure and rounding off errors have been ignored further Previous year figures have been shown in brackets.
- v) The amounts reflected as "0" or "-" in the financial information are values with less than rupees five hundred. All amounts have been rounded to the nearest lakhs up to two decimal places, unless otherwise stated.

As per our report of even date attached

For Anil Pariek and Garg

Chartered Accountants

F.R.N.001676C

For and on behalf of the Board of Directors of

VLS Securities Limited

Hemant Kumar Pariek

(Partner)

Membership No. 070250

Suresh Kumar Agarwal

Managing Director

DIN:00106763

Kishan Kumar Soni

Director

DIN:00106037

Aditya Kumar Bansal

Chief Financial Officer

Harsh Consul

Company Secretary

M. No. A-11183

Place: Kanpur (U.P.)

Date: 12/05/2026

Place: New Delhi

Date: 12/05/2026

VLS ASSET MANAGEMENT LIMITED

Regd. Office: Ground Floor, 90, Okhla Industrial Estate, Phase-III,

New Delhi- 110020

CIN: U74899DL1995PLC065812

E-mail: vaml@vlsfinance.com; Phone: 011-46656666

DIRECTORS' REPORT TO THE MEMBERS

Your Directors present the 31st Annual Report of your Company together with the Audited Annual Financial Statements for the year ended on 31st March 2026.

Financial Results

The period comprises the Financial Year from 01/04/2025 to 31/03/2026. There were no material changes or commitments affecting the financial position of the Company from the end of the financial year under review and date of this report. The Board of Directors has evaluated the Company's financial position as at the end of the financial year. The Company has accumulated losses of ₹16.65 Lacs as at the end of the financial year and its net worth stands fully eroded. During the year, the Company incurred a net loss of ₹0.06 Lacs (Previous Year: ₹0.05 Lacs) on account of administrative expenses incurred and a net cash loss of ₹0.06 Lacs (Previous Year: ₹0.05 Lacs). Although no income from operations was generated during the year under review, ₹400 was received on account of miscellaneous income. As on the balance sheet date, the Company's liabilities other than share capital of Rs. 7,07,000/- exceeded its assets by ₹9.58 Lacs. These indicators suggest the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. Post inception, the Company had commenced certain business operations, evidenced by the business-related expenditures. However, those operations were subsequently discontinued due to adverse market conditions. The Company does not have any external liabilities other than those payable to its holding company as at the balance sheet date. The management, along with the holding company, has the ability and intent to arrange the necessary financial support to meet the Company's obligations and business requirements. In view of the above, the financial statements have been prepared on a going concern basis. The Board has been advised that the Company, not being an Industrial Company, no reference to any authority is required to be made.

Board Meetings

During the Financial Year ended 31/03/2026, 4 (Four) Board Meetings were held, with one meeting convened in each quarter, on 19/05/2025 (adjourned to and concluded on 23/05/2025), 29/07/2025, 27/10/2025 and 20/01/2026.

Details of meetings attended by the Directors in the relevant period are as below:

S. No.	Name of the Director	No. of meetings attended during the F. Y. 2025-26
1	Shri Suresh Kumar Agarwal	4 19/05/2025 (concluded on 23/05/2025) 29/07/2025 27/10/2025 20/01/2026
2	Shri Kishan Kumar Soni	4 19/05/2025 (concluded on 23/05/2025) 29/07/2025 27/10/2025 20/01/2026
3	Shri Rajesh Jhalani	4 19/05/2025 (concluded on 23/05/2025) 29/07/2025 27/10/2025 20/01/2026

Internal Financial Control Systems

The Company has in place a proper and adequate system of internal control to monitor proper recording of transactions authorized according to policies and procedures laid down by the Board. The Board ensures that all regulatory guidelines are complied with at all levels.

Risk Management

Although the Company has not carried out any business during the year under review, the risk management mechanism of the Company was in place as consented to by the Board.

Dividend/Reserves

No dividend has been recommended by the Board and the loss for the year has been transferred to other equity under the head 'Retained Earnings'.

Directors

During the year under review, there is no change in directorship of the Company. Shri Suresh Kumar Agarwal (DIN: 00106763), shall be retiring

by rotation at the ensuing Annual General Meeting and, being eligible, has offered himself for reappointment. Your directors recommend his reappointment to have his continued valuable direction, guidance and assistance in the conduct of the affairs of your Company.

Annual Return Extract (MGT-9)

The reporting of extract of Annual Return in Form No. MGT-9 had been done away with pursuant to amendment in Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 w.e.f. 28/08/2020. Hence, the reporting of extract of Annual Return has not been made in this report. The Annual Return is now required to be placed on the website of the Company, in terms of Section 92(3) read with Section 134(3)(a) of the Act and the link thereof is required to be given in the Board's Report. The Company does not have a website at present; hence, a relevant link is not given herein. The copy of Annual Return upon filing would be available for inspection of members at the Registered Office of the Company between 11:00 a.m. to 1:00 p.m. on all working days.

Contracts With Related Party

Relevant disclosures have been made under Clause 10 of the Notes forming part of financial statements. The details of the related party transactions have been provided in Form AOC-2 as under:

FORM NO. AOC-2**(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)**

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

- Details of contracts or arrangements or transactions not at arm's length basis

S. No.	Particulars	Details
a	Name(s) of the related party and nature of relationship	VLS Finance Limited - Holding Company
b	Nature of contracts/ arrangements/ transactions	Unsecured Long-term financial assistance
d	Duration of the contracts / arrangements/ transactions	Until rescinded
e	Salient terms of the contracts or arrangements or transactions including the value, if any	Non-Interest-bearing financial assistance
f	Justification for entering into such contracts or arrangements or transactions	The financial condition of the Company i.e. VLS Asset Management Ltd.
g	Date(s) of approval by the Board	NA#
h	Amount paid as advances, if any:	NA#
i	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188	NA#

The arrangement was in existence prior to 01/04/2014 and no change in terms have been made.

2. Details of material contracts or arrangement or transactions at arm's length basis:

S. No.	Particulars	Details
a	Name(s) of the related party	NONE
b	Nature of relationship	
c	Nature of contracts/ arrangements/ transactions	
d	Duration of the contracts / arrangements/ transactions	
e	Salient terms of the contracts or arrangements or transactions	
f	Justification for entering into such contracts or arrangements or transactions	
g	Date(s) of approval by the Board	
h	Amount paid during the year	

Directors Responsibility Statement

Pursuant to the provisions of Section 134(3) of the Companies Act, 2013, the Directors hereby confirm:

- that in the preparation of the Annual Accounts for the Financial Year ended 31st March, 2026, the applicable accounting standards have been followed, along with proper explanation relating to material departures;
- that they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year and of the loss of the Company for that year;
- that they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

- d. that they have prepared the Annual Accounts for the Financial Year ended 31st March, 2026 on a 'going concern' basis;
- e. that the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating.

Auditors

On 13/09/2025, the Members of the Company had appointed M/s. Agiwal & Associates-Chartered Accountants, (FRN: 00181N) as Statutory Auditors, at the 30th Annual General Meeting which was held post adjournment on 06/09/2025. The appointment had been made for a period of 5 years i.e., up to the conclusion of 35th Annual General Meeting of the Company to be held in 2030. The provisions relating to rotation of Statutory Auditors of Company in terms of Section 139(2) of the Companies Act, 2013 are not applicable since the Company does not fall in any of the categories prescribed in Rule 5 of Companies (Audit and Auditors) Rules, 2014 as in force on date. The Auditors have confirmed their eligibility for continuing as Statutory Auditors for the year 2026-27 to the Company.

Auditors' Report

The observations made by Auditors, M/s Agiwal & Associates, Chartered Accountants in their report have been adequately dealt with in relevant Notes on Accounts and in this report under the head – Financial Results. No further comments or explanations are required from Directors as there is no qualification in the Auditor's report for the year under review. Further, the Auditors have not reported any fraud in terms of Section 143(12) of the Companies Act, 2013 to the Board.

Deposits

During the year under review, the Company has not held any deposits within the meaning of Section 73 of the Companies Act, 2013 and the rules made there under.

Statutory Disclosures

- During the year under review, the Company did not absorb any new technology nor has carried out any R&D activity including conservation of Energy. The relevant disclosures are contained in **Annexure-I** to this report.
- The Company did not have any employee during the relevant Financial Year hence the limits specified in Section 197 of the Companies Act, 2013 read with the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, as amended are not applicable and there are no disclosures which are required to be made in this report, in terms of the aforesaid regulations. Further, disclosure relating to ratio of the remuneration of each director to the median employee's remuneration is also not applicable. Accordingly, the provisions relating to the Maternity Benefit Act, 1961 are also not applicable because there was no female employee who was entitled to benefit under aforesaid statute.
- The disclosures relating to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are as under:
 - (a) Number of complaints of sexual harassment received: Nil
 - (b) Number of complaints disposed of: Nil

- (c) Number of cases pending for more than ninety days: Nil

The constitution of Internal Complaints Committee is not applicable to the Company because there was no employee during the year under review. Even otherwise no complaint was received in this regard during year under review.

- The Company has not given any loan, guarantees or made investments during the year under review reportable in terms of Section 186 of the Companies Act, 2013.
- Your Company has not issued equity shares with differential voting rights or under ESOP in terms of Sections 43(a) and 62(1) (b) of Companies Act, 2013 during the year under review.
- Your Company has not approved any scheme relating to provision of money to be held in a trust for the benefit of the employees in terms of Section 67(3)(b) of Companies Act, 2013 during the year under review.
- No revision of financial statements or Board's Report has been made in terms of Section 131(1) of the Companies Act, 2013. Further, no orders by any regulator/court/tribunal etc. had been passed during the year under review which would adversely affect the operations or going concern status of the Company.
- Your Company has not undertaken any Corporate Social Responsibility initiative as the relevant provisions are not applicable to the Company as per Section 135 of the Companies Act, 2013.
- Provisions for appointment of Independent Directors are not applicable to your Company nor it is covered under clause no. (d), (e) and (p) of subsection (3) of Section 134 and Sections 177, 178, 203 and 204 of the Companies Act, 2013.
- The Company had no subsidiaries and associates as defined under the Companies Act, 2013 during the year under review. Further, provisions relating to maintenance of cost records in terms of Section 148(1) of the Companies Act, 2013 are not applicable to the Company.
- During the year under review, neither any application has been made nor any proceeding was pending against the Company under Insolvency and Bankruptcy Code, 2016. Further, no loan from Bank or financial institution was obtained in the said year and therefore, the provision relating to disclosure of variation in valuation in terms Rule 8 (5) (XII) of Companies (Accounts) Rules, 2014 is not applicable for the said Financial Year.

Acknowledgement

The Board takes this opportunity to place on record its sincere thanks to its members, bankers and other associates for their continued support.

For and on behalf of the Board of Directors

Place:	New Delhi	Suresh Kumar Agarwal	Kishan Kumar Soni
Date:	25/04/2026	Director	Director
		DIN: 00106763	DIN: 00106037

Annexure-I

Annexure to Directors' Report

Information as per Section 134(3)(m) of the Companies Act, 2013 read with Companies (Accounts) Rules, 2014 and forming part of Directors' Report for the year ended 31st March, 2026.

CONSERVATION OF ENERGY

- | | |
|---|-------|
| a) Energy conservation measure taken | : Nil |
| b) Proposals under implementation for reduction in consumption of energy or utilizing alternative sources of energy | : Nil |
| c) Capital investment on energy conservation equipment | : Nil |

TECHNOLOGY ABSORPTION

- | | |
|---|-------|
| a) Research and development | : Nil |
| b) Technology absorption, adoption and innovation | : Nil |

FOREIGN EXCHANGE EARNINGS AND OUTGO

- | | |
|----------------------------|-------|
| a) Foreign Exchange Earned | : Nil |
| b) Foreign Exchange Used | : Nil |

For and on behalf of the Board of Directors

Place	:	New Delhi	Suresh Kumar Agarwal	Kishan Kumar Soni
Date	:	25/04/2026	Director	Director
			DIN: 00106763	DIN: 00106037

INDEPENDENT AUDITOR'S REPORT

To the Members of VLS Asset Management Limited

Report on the Audit of the Financial Statements**Opinion**

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

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

Basis for Opinion

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

Material Uncertainty Related to Going Concern

We draw attention to Note no. 15 v) in the financial statements which indicates that the Company has accumulated losses of Rs.16.66 Lakh as reflected in the retained earnings at the year end, and its net worth has been fully eroded; the Company has incurred a net cash loss of Rs.0.06 Lakh during the current year and Rs.0.05 Lakh in previous year and, the Company's Total liabilities exceeded its Total Assets by Rs.9.59 Lakh as at the balance sheet date. These conditions may indicate the existence of a material uncertainty that may cast significant doubt about the Company's ability to continue as a going concern.

However, as stated in the said note, the financial statements have been prepared on a going concern basis based on the management's assessment of continued financial support from the holding company and its intention to explore viable business opportunities.

Our opinion is not modified in respect of these matters.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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

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

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

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

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

Management's Responsibilities for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced. We consider quantitative materiality and qualitative factors in (i)

planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Report on Other Legal and Regulatory Requirements

- 1) As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
- 2) As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section of 197(16) of the Act, as amended;

As the Company has not paid any Managerial Remuneration to its directors, the provisions of Section 197 relating to managerial remuneration are not applicable to it.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts;
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company;
 - iv.a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate

Beneficiaries;

- b) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
- c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. No dividend has been declared or paid during the year by the Company;
- vi. Based on our examination of the books of account produced before us, and Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For Agiwal & Associates

Chartered Accountants

ICAI Firm Registration Number: 000181N

CA Prakash Chand Agiwal

Partner

Membership Number: 080475

UDIN: 26080475EOBXJY2564

Place: New Delhi

Date: 25/04/2026

Annexure '1' to the Independent Auditor's Report

(Referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our report to the Member of VLS Asset Management Limited of even date)

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) (A) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(a)(A) of the Order is not Applicable.
 - (B) The Company does not have any Intangible Assets, hence reporting under clause 3(i)(a)(B) of the Order is not Applicable.
 - (b) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(b) of the Order is not Applicable.
 - (c) The Company does not have any immovable property hence reporting under clause 3(i)(c) of the Order is not Applicable.
 - (d) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(d) of the Order is not Applicable.
 - (e) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(e) of the Order is not Applicable.
- ii. (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not Applicable.
- (b) The Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause

3(ii)(b) of the Order is not applicable.

- iii. The Company has not made any investment in or provided any loan or advances to, companies, firms, Limited Liability Partnerships and granted unsecured loans to other parties, during the year, hence reporting under clause 3(iii)(a) to (f) of the Order is not applicable to the Company.
- iv. There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- v. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
 - a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.

There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.
 - b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix.
 - a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
 - b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
 - c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
 - d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 - e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
 - f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x.
 - a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
 - b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi.
 - a) No frauds by the Company and no fraud on the Company has been noticed or reported during the year.
 - b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial

auditor or by us in Form ADT – 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.

- c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. The provision regarding Internal Audit is not applicable to the company, hence reporting under clause xiv(a) and xiv (b) is not made.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provision of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi.
 - a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b), and (c) of the Order is not applicable.
 - b) In our opinion, there is no core investment company with in the group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under 3(xvi) (d) of the Order is not applicable.
- xvii. The Company has incurred cash losses of Rs.0.06 lakh during the financial year covered under our audit and cash losses of Rs.0.05 lakh during the immediately preceding the financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.
- xx. As per our information and explanation given, the company does not fall under the criteria of Section 135 of Companies Act, 2013 for CSR activities. Hence, this clause of report is not applicable to the company.

For Agiwal & Associates

Chartered Accountants

ICAI Firm Registration Number: 000181N

CA Prakash Chand Agiwal

Partner

Membership Number: 080475

UDIN: 26080475EOBXJY2564

Place: New Delhi

Date: 25/04/2026

Annexure '2' to the Independent Auditor's Report

(Referred to in paragraph 2(f) under the heading "Report on other legal and regulatory requirements" of our report to the Members of VLS Asset Management Limited of even date)

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

We have audited the internal financial controls over financial reporting of

VLS Asset Management Limited ("the Company") as of March 31, 2026 in conjunction with our audit of the Ind As financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these financial statements was established and maintained and if such controls operated effectively in all material respects.

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

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

Meaning of Internal Financial Controls over these Financial Reporting

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion, to the best of our information and according to the explanations to us, the Company has, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls over financial reporting were operating effectively

as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the ICAI.

For Agiwal & Associates

Chartered Accountants

ICAI Firm Registration Number: 000181N

CA Prakash Chand Agiwal

Partner

Membership Number: 080475

UDIN: 26080475EOBXJY2564

Place: New Delhi

Date: 25/04/2026

Balance Sheet as at 31st March, 2026

(₹ in lakhs)				
	Particulars	Note No.	As at 31st March, 2026	As at 31st March, 2025
	ASSETS			
	FINANCIAL ASSETS			
1	(a) Cash and cash equivalents	4	0.10	0.16
			0.10	0.16
2	NON-FINANCIAL ASSETS			
	(a) Property, Plant and Equipment		-	-
			-	-
	Total Assets		0.10	0.16
	LIABILITIES AND EQUITY			
	LIABILITIES			
1	FINANCIAL LIABILITIES			
	(a) Other financial liabilities		-	-
			-	-
2	NON-FINANCIAL LIABILITIES			
	(a) Other non-financial liabilities	5	9.69	9.69
			9.69	9.69
3	EQUITY			
	(a) Equity Share capital	6	7.07	7.07
	(b) Other Equity	7	(16.66)	(16.60)
			(9.59)	(9.53)
	Total Liabilities and Equity		0.10	0.16

Accompanying Material Accounting Policies and Notes form part of Financial Statement 1 to 15

As per our report of even date attached

For Agiwal & Associates

(F.R.N.000181N)

Chartered Accountants

CA Prakash Chand Agiwal

Partner

Membership No. 080475

For and on behalf of the Board of Directors

Suresh Kumar

Agarwal

Director

DIN:00106763

Kishan

Kumar Soni

Director

DIN:00106037

Place : New Delhi

Date : 25/04/2026

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

(₹ in lakhs)				
	Particulars	Note No.	For the year ended 31st March 2026	For the year ended 31st March 2025
I	Revenue From Operations			
(i)	Interest Income		-	-
	Total Revenue From Operations (I)		-	-
II	Other Income			
	Misc Income		0.00	-
	Total Other Income (II)		0.00	-
III	Total Income (I+II)		0.00	-
IV	Expenses			
(i)	Depreciation and amortization expense		-	-
(ii)	Other expenses	8	0.06	0.05
	Total expenses (IV)		0.06	0.05

V	Profit/(loss) before exceptional items and tax (III- IV)	(0.06)	(0.05)
VI	Exceptional Items	-	-
VII	Profit/(loss) before tax (V-VI)	(0.06)	(0.05)
VIII	Tax expense:	-	-
	(1) Current tax	-	-
	(2) Deferred tax	-	-
IX	Profit (Loss) for the period (VII-VIII)	(0.06)	(0.05)
X	Other Comprehensive Income		
	A (i) Items that will not be reclassified to profit or loss	-	-
	Gain / (Loss) arising on Defined Employee Benefits	-	-
	Gain / (Loss) arising on fair valuation of Investment	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-
XI	Other comprehensive income / (loss) (i+ii)	-	-
XII	Total Comprehensive Income for the period (IX+XI) (Comprising Profit (Loss) and Other Comprehensive Income for the period)	(0.06)	(0.05)
XIII	Earnings per equity share		
	(1) Basic Rs.	(0.08)	(0.06)
	(2) Diluted Rs.	(0.08)	(0.06)

Accompanying Material Accounting Policies and Notes form part of Financial Statement 1 to 15

As per our report of even date attached

For Agiwal & Associates **For and on behalf of the Board of Directors**
(F.R.N.000181N)
Chartered Accountants

CA Prakash Chand Agiwal **Suresh Kumar Agarwal** **Kishan Kumar Soni**
Partner Director Director
Membership No. 080475 DIN:00106763 DIN:00106037

Place : New Delhi
Date : 25/04/2026

Statement of Cash Flow for the year ended 31st March, 2026

Particulars	For the year ended 31st March 2026	
	For the year ended 31st March 2025	
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	(0.06)	(0.05)
Adjustment for:		
Interest Income	-	-
Operating profit	(0.06)	(0.05)
Adjustment for working capital changes (Increase) / decrease in loans	-	0.05
Cash generated / (used) from operations	(0.06)	-
Direct taxes paid net	-	-
Net cash generated / (used) from operating activities (A)	(0.06)	-
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest Income	-	-
Net cash generated / (used) from investing activities (B)	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Net cash generated / (used) from financing activities (c)	-	-
Net increase / (decrease) in cash and cash equivalents during the year (A +B + C)	(0.06)	-
cash and cash equivalents as at beginning of the year	0.16	0.16
Cash and cash equivalents as at end of the year :	0.10	0.16

Cash in hand	-	-
Scheduled bank - In current account	0.10	0.16
Total	0.10	0.16
Reconciliation of cash and cash equivalents as above with cash and bank balances (also refer note no. 4 and 5)		
Cash and cash equivalents as at end of the year as per above	0.10	0.16
Total cash and bank balances equivalents as at end of the year	0.10	0.16

Accompanying Material Accounting Policies and Notes form part of Financial Statement 1 to 15

As per our report of even date attached

For Agiwal & Associates **For and on behalf of the Board of Directors**
(F.R.N.000181N)
Chartered Accountants

CA Prakash Chand Agiwal **Suresh Kumar Agarwal** **Kishan Kumar Soni**
Partner Director Director
Membership No. 080475 DIN:00106763 DIN:00106037

Place : New Delhi
Date : 25/04/2026

Statement of Changes in Equity for the year ended 31st March, 2026

A. Equity Share Capital

(1) Current reporting period (₹ in lakhs)

Balance as at 1st April, 2025	Changes in Equity Share Capital due to prior period errors	Restated Balance as at 1st April, 2025	Changes in equity share capital during the current year	Balance as at 31st March, 2026
7.07	-	7.07	-	7.07

(2) Previous reporting period (₹ in lakhs)

Balance at 1st April, 2024	Changes in Equity Share Capital due to prior period errors	Restated Balance as at 1st April, 2024	Changes in equity share capital during the previous year	Balance as at 31st March, 2025
7.07	-	7.07	-	7.07

B. Other Equity

(1) Current reporting period (₹ in lakhs)

Particulars	Retained Earnings	Other Comprehensive Income		
		Fair Value Gain on Equity Instruments through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	Total
Balance as at 1st April, 2025	(16.60)	-	-	(16.60)
Changes in accounting policy/ prior period errors	-	-	-	-
Restated balance as at 1st April, 2025	(16.60)	-	-	(16.60)
Profit for the year	(0.06)	-	-	(0.06)
Other Comprehensive Income (net of tax)	-	-	-	-
Total comprehensive income for the current year	(0.06)	-	-	(0.06)
Balance as at 31st March, 2026	(16.66)	-	-	(16.66)

(2) Previous reporting period (₹ in lakhs)

Particulars	Retained Earnings	Other Comprehensive Income		
		Fair Value Gain on Equity Instruments through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	Total
Balance as at 1st April, 2024	(16.55)	-	-	(16.55)
Changes in accounting policy/ prior period errors	-	-	-	-
Restated balance as at 1st April, 2024	(16.55)	-	-	(16.55)
Profit for the year	(0.05)	-	-	(0.05)
Other Comprehensive Income (net of tax)	-	-	-	-
Total comprehensive income for the previous year	(0.05)	-	-	(0.05)
Balance as at 31st March, 2025	(16.60)	-	-	(16.60)

Accompanying Material Accounting Policies and Notes form part of Financial Statement

As per our report of even date attached

For Agiwal & Associates

(F.R.N.000181N)

Chartered Accountants

For and on behalf of the Board of Directors

CA Prakash Chand Agiwal

Partner

Membership No. 080475

Suresh Kumar Agarwal

Director

DIN:00106763

Kishan Kumar Soni

Director

DIN:00106037

Place : New Delhi

Date : 25/04/2026

Notes forming part of Financial Statements for the year ended 31st 2026

- Assets held for sale – measured at fair value less incidental cost to sell.

(iii) Preparation of financial statements

The Company is covered in the definition of Non-Banking Financial Company as defined in Companies (Indian Accounting Standards) (Amendment) Rules, 2016. As per the format prescribed under Division III of Schedule III to the Companies Act, 2013, the Company presents the Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the order of liquidity.

(iv) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods. The estimates and judgments that have significant impact on carrying amount of assets and liabilities at each balance sheet date are discussed at Note 3.

2.2 Revenue Recognition

The Company recognizes revenue from contracts with customers based on a five step model as set out in Ind AS 115, Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognized when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur. Revenue is measured at fair value of the consideration received or receivable. Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

(i) Brokerage fee income

It is recognized on trade date basis and is exclusive of goods and service tax and securities transaction tax (STT) wherever applicable.

(ii) Interest income

Interest income is recognised on financial assets, that are not credit-impaired, on accrual basis provided there is reasonable certainty of collection.

(iii) Dividend income

Dividend income is recognized in the statement of profit or loss on the date that the Company's right to receive payment is established.

(iv) Gain / losses on dealing in securities

Gains / losses on dealing in securities are recognized on a trade date basis.

2.3 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in "other

Notes forming part of Financial Statements for the year ended 31st 2026

Note 1: Corporate information

The VLS Asset Management Limited was incorporated to function as Asset Management Company of the Mutual Fund proposed to be floated by VLS Finance Ltd., the Holding Company. The Company initiated certain business operations in the past, as evidenced by the business expenses incurred. However, the business operation were subsequently shelved due to adverse market conditions. The Company continues to explore viable business opportunities.

Note 2: Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

The financial statements have been prepared using the significant accounting policies and measurement bases summarized as below. These accounting policies have been applied consistently over all the periods presented in these financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain Financial instruments are measured at fair value.

Notes forming part of Financial Statements for the year ended 31st 2026

comprehensive income" or directly in "other equity". In this case, the tax is also recognized in "other comprehensive income" or directly in "other equity", respectively.

2.3.1 Current Tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.3.2 Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are generally recognised for all taxable temporary differences to the extent that it is probable that taxable profit will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets relating to unabsorbed depreciation/ business losses are recognised and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities. Transaction or event which is recognised outside profit or loss, either in "other comprehensive income" or in "other equity", is recorded along with the tax as applicable.

Current and deferred tax for the year: Current and deferred tax are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in "other comprehensive income" or directly in "other equity", in which case, the current and deferred tax are also recognised in "other comprehensive income" or directly in "other equity" respectively.

2.4 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated in the Cash flow statement.

2.6 Financial instruments
(i) Initial recognition and measurement:

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. In regular way, purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability which are not carried through profit and loss statement at its fair value plus or minus, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- a) When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.

- b) In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.

When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

(ii) Fair value of financial instruments:

Some of the Company's assets and liabilities are measured at fair value for financial reporting purpose. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in Notes to the financial statements (if any).

2.6.1. Financial assets
(i) Classification and subsequent measurement

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL):
Instruments that do not meet the amortised cost or FVTOCI criteria are measured at FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit and loss statement. The gain or loss on disposal is recognised in the profit and loss statement. Interest income is recognised in the profit and loss statement for FVTPL debt instruments. Dividend on financial assets at FVTPL is recognised when the Company's right to receive dividend is established.
- Fair value through other comprehensive income (FVTOCI):
Debt instruments that meet the following criteria are measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition)
 - the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
 - the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
 Interest income is recognised in profit or loss for FVTOCI debt instruments. Other changes in fair value of FVTOCI financial assets are recognised in other comprehensive income. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings.
- Amortised cost:
Financial asset is measured at the amortised cost if both the following conditions are met:
 - The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
 - Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

(ii) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a

Notes forming part of Financial Statements for the year ended 31st 2026

contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All investments in equity instruments classified under financial assets are initially measured at fair value, the Company may, on initial recognition, elect to measure the same either at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes excluding dividends, on an equity instrument measured at FVTOCI are recognized in OCI for its fair value changes. Amounts recognized in OCI are not subsequently reclassified to the Statement of Profit and Loss. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings. Dividend income on the investments in equity instruments are recognized as 'Revenue from operations' in the Statement of Profit and Loss.

The investments in equity instruments of the subsidiary company and associates are measured at amortized cost.

(iii) Investments in mutual funds

Investments in mutual funds are measured at fair value through other comprehensive income (FVTOCI).

(iv) Impairment

The Company recognizes impairment allowances using Expected Credit Losses ("ECL") method on all the financial assets that are not measured at FVTPL:

ECL are probability-weighted estimate of credit losses. They are measured as follows:

- Financials assets that are not credit impaired (the present value of all cash shortfalls that are possible within 12 months after the reporting date).
- Financials assets with significant increase in credit risk (the present value of all cash shortfalls that result from all possible default events over the expected life of the financial assets).
- Financials assets that are credit impaired (the difference between the gross carrying amount and the present value of estimated cash flows).

Financial assets are written off / fully provided for when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof.

However, financial assets that are written off could still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in the Statement of Profit and Loss.

(v) Derecognition

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more party/parties.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

2.7 Financial liabilities
(i) Initial recognition and measurement

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in Statement of Profit or loss.

(ii) Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through

profit or loss is measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

(iii) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and even in the event of default, insolvency or bankruptcy of the Company or the counterparty.

2.8 Property, plant and equipment

- (i)** Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(ii) Depreciation methods, estimated useful lives and residual value

Deprecation is calculated as per WDV method by company. Under this method, the depreciation is calculated at a certain fixed percentage each year on the decreasing book value commonly known as WDV of the asset (book value less depreciation).

The Company follows a procedure of writing off all capital expenses which do not exceed Rs.1000/- in each case.

(iii) Assets Useful life

The economic useful life of the asset is ascertained by the management as per Schedule II (Part-c) of the Companies Act, 2013.

Furniture and Fixtures: 10 years

Office Equipment: 5 years

Computers: 3 years/Servers: 6 years

Vehicles: 8 to 10 years

Buildings: 30 to 60 years

Leasehold Improvements- Over the primary lease period or useful life, whichever is less.

The Company, based on technical assessment made by technical expert and management estimate, depreciates the certain items of building, plant and equipment over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

(iv) Derecognition:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

2.9 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization.

Development expenditure on software is capitalized as part of the cost of the resulting intangible asset only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise it is recognized in the profit or loss as incurred. Subsequent to initial recognition, the asset is measured at cost less accumulated amortization and any accumulated impairment losses.

Notes forming part of Financial Statements for the year ended 31st 2026
Amortisation

Amortisation is calculated using the WDV method to write down the cost of intangible assets to their residual values over their estimated useful lives and is included in the depreciation and amortization in the statement of profit and loss.

<u>Intangible asset</u>	<u>Useful life / amortization period</u>
Computer Software	5 Years

2.10 Investment Property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not used by the group for business purposes, is classified as investment property. Investment property is measured initially at its cost, including related transaction costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

The Company depreciates the building component of investment properties over 30 -60 years from the date of original construction/ purchase.

Depreciation on investment property is calculated using the WDV method to write down the cost of property to their residual values over their estimated useful life in the manner prescribed in Schedule II of the Act.

The company, based on technical assessment made by technical expert and management estimate, depreciates the building over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

2.11 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

2.12. Provisions and contingencies:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost. Expected future operating losses are not provided for. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.13 Earnings per share
a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

b) Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive assets acquired and liabilities assumed.

2.14 Leases

The Company lease asset classes primarily consist of leases for buildings taken on lease for operating its office. The Company assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term. The lease liability is initially measured at amortized cost at the present value of the future lease payments.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

2.15 Foreign exchange transactions

The functional currency and the presentation currency of the Company is Indian Rupees. Transactions in foreign currency are recorded on initial recognition using the exchange rate at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on the settlement or translation of monetary items are recognized in the statement of profit and loss in the period in which they arise.

2.16 Borrowing costs

Borrowing costs include interest expense as per the effective interest rate (EIR) and other costs incurred by the Company in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are recognized as an expense in the year in which they are incurred.

The difference between the discounted amount mobilized and redemption value of securities is recognized in the statement of profit and loss over the life of the instrument using the EIR.

2.17 Retirement and other employee benefits
(i) Short- term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service.

(ii) Post-employment benefits
(a). Defined contribution plans:

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The company makes specified monthly contributions towards Provident Fund and Employees State Insurance Corporation ('ESIC'). The contribution of company is recognized as an expense in the Statement of Profit and Loss during the period

Notes forming part of Financial Statements for the year ended 31st 2026

in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund and Employee State Insurance Scheme. These contributions are recognized as an expense in the statement of profit and loss during the period during the period in which the employee renders the related service.

(ii) (b). Defined benefit plan:

Gratuity liability, wherever applicable, is provided for on the basis of an actuarial valuation done as per projected unit credit method, carried out by an independent actuary at the end of the year. The Company's gratuity benefit scheme is a defined benefit plan.

(iii) **Other Long-term Benefits:**

Compensated absences:

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

Note. 3 Key accounting estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on ongoing basis. Any changes to accounting estimates are recognized prospectively. Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- (a) Provision and contingent liability: On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.
- (b) Allowance for impairment of financial asset: Judgments are required in assessing the recoverability of overdue loans and determining whether a provision against those loans is required. Factors considered include the aging of past dues, value of collateral and any possible actions that can be taken to mitigate the risk of non-payment.
- (c) Recognition of deferred tax assets: Deferred tax assets are recognized for unused tax-loss carry forwards and unused tax credits to the extent that realization of the related tax benefit is probable. The assessment of the probability with regard to the realization of the tax benefit involves assumptions based on the history of the entity and applicable laws.
- (d) Property, plant and equipment and Intangible Assets: Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful life and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.
- (e) The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.
- (f) Defined benefit plans: The cost of defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long - term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

(₹ in lakhs)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Note 4 : Cash & Bank Balances		
Cash and Cash Equivalents		
Cash on hand	0.00	-
Balance with Bank		
In current account	0.10	0.16
Total	0.10	0.16

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Note 5 : Other non-financial liabilities		
Dues to Holding Company i.e. VLS Finance Limited	9.69	9.69
Total	9.69	9.69

NOTE 6 :

(Shares in Nos. and ₹ in lakhs)

Share Capital	As at 31st March, 2026	As at 31st March, 2025
Authorised 1,00,00,000 Equity Shares of Rs.10/- each	1,000.00	1,000.00
	1,000.00	1,000.00
Issued, Subscribed & Paid up	7.07	7.07
70700 Equity Shares of Rs.10/- each	7.07	7.07

a. Reconciliation of shares outstanding at the beginning and at the end of the reporting year

(Shares in Nos. and ₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	No. of shares	Amount	No. of Shares	Amount
At the beginning of the year	70,700	7.07	70,700	7.07
Issued during the year	-	-	-	-
Outstanding at the end of the year	70,700	7.07	70,700	7.07

b. Terms/rights attached to equity shares

The Company has one class of equity shares having a par value of Rs.10 each (previous year: having at par value of Rs.10 each). Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

c. Shares held by holding company

Out of equity shares issued by the company, shares held by its holding company are as follows.

Particulars	As at 31st March, 2026		As at 31st March, 2025	
VLS Finance Ltd.		70,100.00		70,100.00
d. Details of shareholders holding more than 5% shares in the company	No. of shares	% of holding	No. of shares	% of holding
VLS Finance Ltd.	70,100	99.15	70,100	99.15
Total	70,100	99.15	70,100	99.15

Notes forming part of Financial Statements for the year ended 31st 2026

Shareholding of promoters as at 31st March, 2026

Particulars	As at 31st March, 2026		As at 31st March, 2025		% Change during the year
	No. of shares held	% of hold-ing	No. of shares held	% of hold-ing	
Promoter Name					
VLS Finance Ltd.	70,100.00	99.15	70,100.00	99.15	-
Total	70,100.00	99.15	70,100.00	99.15	-

Shareholding of promoters as at 31st March, 2025

Particulars	As at 31st March 2025		As at 31st March 2024		% Change during the year
	No. of shares held	% of hold-ing	No. of shares held	% of hold-ing	
Promoter Name					
VLS Finance Ltd.	70,100.00	99.15	70,100.00	99.15	-
Total	70,100.00	99.15	70,100.00	99.15	-

Note 7 : Other Equity (₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Retained earnings		
Balance at the beginning of the year	(16.60)	(16.55)
Add: Profit/(loss) during the year	(0.06)	(0.05)
Balance as at end of the year	(16.66)	(16.60)

i) There is no changes in accounting policy and there is no prior period errors.

Nature and purpose of reserves :

i) Retained earnings:

Retained earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

(₹ in lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Note 8 : Other Expenses		
Filling Charges	0.03	0.02
Postage Charges	0.01	0.01
Professional Charges	0.01	0.02
Bank Charges	0.01	-
Total	0.06	0.05

Note No. 9 : Deferred Tax Liability/ Deferred Tax Asset

There is no deferred tax asset/liability for the company during the year.

Note No. 10 : Related Party Disclosures:

Pursuant to compliance of Indian Accounting Standard (Ind AS 24) on related party disclosure, the relevant information is provided here below:-

List of Related Parties & Relationships

- 1) Holding Company
Related party where control exist -VLS Finance Ltd.
- 2) Fellow Subsidiaries
 - a) VLS Securities Limited
 - b) VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)
- 3) Key Managerial Personnel : Not Applicable
- 4) Others
 - i) VLS Capital Ltd. : Associate of fellow subsidiary viz. VLS Securities Ltd.
 - ii) Mr. Suresh Kumar Agarwal : Non-Executive Director
 - iii) Mr. Kishan Kumar Soni : Non-Executive Director
 - iii) Mr. Rajesh Jhalani : Non-Executive Director

Transaction during the year with the related party: - (₹ in lakhs)

Name of Related Party	Relationship	Nature of Transaction	For the year ended 31 st March 2026 #	For the year ended 31 st March 2025 #
VLS Finance Limited	Holding Company	Dues to Holding Company		
		Opening Balance	9.69	9.64
		Financial assistance for non- interest bearing	0.00	0.05
		Closing Balance	9.69	9.69

Notes:

- 1 The value of transaction represents the value of transaction with related party from the date the party became related party.
- 2 If the amount is less than Rs 500 then the figure is shown as “-”
- 3 The value of related party transactions are given, excluding applicable taxes if any.

Note No. 11 : Earnings per Share (Ind AS 33)

Basic and Diluted EPS amounts are calculated by dividing the profit for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

The following reflects the income and share data used in the basic and diluted EPS computation.

(₹ in lakhs)

Particulars	For the year ended 31/03/2026	For the year ended 31/03/2025
Profit attributable to equity holders of the Company: Continuing operations -A	(0.06)	(0.05)
Dilution effect	-	-
Profit attributable to equity holders adjusted for dilution effect -B	(0.06)	(0.05)
Weighted Average number of equity shares used for computing Earning Per Share - C	0.71	0.71
Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lakh) - D	-	-
Earnings Per Share (Basic & Diluted) (in Rs.) E =A/C or B/D	(0.08)	(0.06)

Note 12 : Other Financial Information

a) Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 02 October 2006, certain disclosures are required to be made relating to MSME. On the basis of the information and records available with the Company, the following disclosures are made for the amounts due to the Micro and Small Enterprises.

There are no dues outstanding of an entity, which is registered as the Micro, Small and Medium Enterprises defined under 'The Micro, Small and Medium Enterprises Development Act, 2006'. (₹ in lakhs)

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Principal amount remaining unpaid to any supplier as at the period end.	Nil	Nil
Interest due thereon	Nil	Nil

Notes forming part of Financial Statements for the year ended 31st 2026

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Amount of interest paid	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year.	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	Nil	Nil
The balance of MEMED parties as at the year end	Nil	Nil

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
b) Earnings in Foreign Currency	Nil	Nil
c) Expenditure in Foreign Currency	Nil	Nil

Note 13 : Commitments and contingencies
a. Commitments:

Particulars	As at 31 March 2026	As at 31 March 2025
(a) Estimated amount of contracts remaining to be executed on Capital Account.	Nil	Nil
(b) Uncalled liability on shares and other investments partly paid	Nil	Nil

b. Contingent liabilities

(a) Claims against the company not acknowledged as debt;	Nil	Nil
(b) Guarantees excluding financial guarantees; and	Nil	Nil

Note No 14: Key Ratios
Part A

S No	Particulars	As at 31st-March-2026	As at 31st-March-2025
1	Capital to risk- weighted assets ratio	NA *	NA *
2	Tier I CRAR	NA *	NA *
3	Tier II CRAR	NA *	NA *
4	Liquidity Coverage Ratio	NA *	NA *

* Note: As the company is not registered with RBI as NBFC by virtue of exemption given by RBI , the above ratios are not applicable to the company.

Part B

S No	Particulars	As at 31st-March-2026			As at 31st-March-2025			% Change from previous period in Previous Year	Reason for Change in Previous Year (if Change > 25 %)
		Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio	Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio		
1	2	3	4	5 = 3 / 4	6	7	5 = 3 / 4		
1	Return on equity (PAT / Equity) (%)	(0.06)	(9.58)	0.63	(0.05)	(9.53)	0.52	21.2	There is increase in the ratio due to decrease in the other equity during the current year.
2	Return on Assets (PAT / Total Assets) (%)	(0.06)	0.10	(60.00)	(0.05)	0.16	(31.25)	(92.0)	There is decrease in the ratio due to decrease in the Total Assets during the current year.
3	Current Ratio (Cash, Bank, Receivables & Other Fin. Assets) / (Financial Liabilities) (times)	0.10	9.69	0.01	0.16	9.69	0.02	(50.00)	There is decrease in the ratio due to decrease in the cash and cash equivalent during the current year.

Notes forming part of Financial Statements for the year ended 31st 2026
Note 15 : Additional Regulatory disclosures

- a) Since, the Company does not have any trade receivables/ trade payable as on March 31, 2026 and March 31, 2025, the disclosure relating to trade receivables ageing schedule has been dispensed with.
- b) No loans or advances in the nature of loans are granted to promoters, directors, KMPs, and the related parties, either severally or jointly with any other person during the financial years ended March 31, 2026 and March 31, 2025.
- c) The Company did not have any transactions with the Companies struck-off under Section 248 of the Companies Act, 2013 during the financial years ended March 31, 2026 and March 31, 2025.
- d) The Company does not have any subsidiaries, hence provisions of section 2(87) of the Companies Act, 2013 are not applicable on the Company.
- e) There are no intangible assets under development as on 31st March 2026 as well as 31st March 2025.
- f) There were no significant events after the end of the reporting period which require any adjustment or disclosure in the financial statements.
- g) There is no separate reportable segments identified as per the Ind AS 108 - Operating segments. Further the Company does not have any reportable geographical segment. Hence segment-wise reporting has not been made.
- h) During the financial years ended March 31, 2026 and March 31, 2025, the company does not have any property, plant and Equipment.
- i) During the financial years ended March 31, 2026 and March 31, 2025, the company does not have any property where the Company is a lessee.
- j) The Company has not been sanctioned working capital limits from Banks/financial Institutions during the financial years ending March 31, 2026 and March 31, 2025. Therefore, during the financial years ending March 31, 2026 and March 31, 2025, the company is not required to file the Quarterly return/ statements of current assets with banks and financial institutions.
- k) During the financial years ended March 31, 2026 and March 31, 2025, no Scheme of Arrangements related to the company has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
- l) Utilisation of Borrowed funds and share premium: -
- a) The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to any other person or entity, including foreign entity (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- b) The Company has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- Directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- m) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, as at 31 March 2026 and 31 March 2025.
- n) The Company has not been declared willful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India, during the year ended 31 March 2026 and 31 March 2025.

- o) There is no creation or satisfaction of charges which are pending to be filed with ROC as at 31 March 2026 and 31 March 2025.
- p) The Company has not traded or invested in Crypto currency or Virtual currency during the financial years ended March 31, 2026 and March 31, 2025.
- q) The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). No previously unrecorded income and related assets have been recorded in the books of account during the year.
- r) The auditors have expressed an unmodified opinion on the financial statements of the Company for the financial years ended March 31, 2026 and March 31, 2025.
- s) The Ministry of Corporate Affairs has notified Section 135 of the Companies Act, 2013 on Corporate Social Responsibility with effect from 1st April 2014. The provisions of the said section is not applicable the Company during the financial year ended March 31, 2026 and March 31, 2025.
- t) There are no items of income and expenditure of exceptional nature for the financial years ended March 31, 2026 and March 31, 2025.
- u) In accordance with Division III of Schedule III of the Companies Act, 2013, items in the Statement of Profit and Loss and the Balance Sheet having nil values during the reporting period have not been presented separately on the face of the financial statements. However, the Company confirms that there have been no transactions under such heads during the reporting period.
- v) As at the year-end, the Company has accumulated losses of Rs.16.66 lakh, and its net worth has been fully eroded. It has incurred a net loss of Rs.0.06 lakh during the current year (Previous Year: net loss Rs.0.05 lakh), and a net cash loss of Rs.0.06 lakh (Previous Year: Rs.0.05 lakh). The Company's total liabilities exceeded its total assets by Rs.9.59 lakh as at the balance sheet date.
- These conditions may indicate the existence of a material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern. However, management is of the opinion that such uncertainty will not impact the Company's ability to continue its operations.
- The management has expressed its commitment and intent to explore and pursue viable business opportunities. Furthermore, the Company has no external liabilities other than amounts payable to its holding company as at the balance sheet date. The management and the holding company have the ability and intent to infuse necessary funds to meet business requirements and discharge existing liabilities.
- In view of the above factors, the financial statements have been prepared on a going concern basis.
- w) Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/ disclosure and rounding off errors have been ignored further Previous year figures have been shown in brackets.
- x) The amounts reflected as "0" or "-" in the financial information are values with less than rupees five hundred. All amounts have been rounded to the nearest lakhs up to two decimal places, unless otherwise stated.

As per our report of even date attached

For Agiwal & Associates
(F.R.N.000181N)
Chartered Accountants

For and on behalf of the Board of Directors

CA Prakash Chand Agiwal
Partner
Membership No. 080475

Suresh Kumar Agarwal
Director
DIN:00106763

Kishan Kumar Soni
Director
DIN:00106037

Place : New Delhi
Date : 25/04/2026


VLS SUNNIVESH LIMITED

(formerly known as VLS Real Estate Limited)

Regd. Office: Ground Floor, 90, Okhla Industrial Estate, Phase - III,
New Delhi – 110020

CIN: U64990DL2021PLC376479

E-mail: vrel@vlsfinance.com; Phone: 011-46656666

DIRECTORS' REPORT

To the Members,

Your Directors' are pleased to present the 5th Annual Report of your Company together with the Balance Sheet as on 31st March, 2026 and the Statement of Profit & Loss for the year ended on that date.

Financial Summary

The Company has incurred a Loss of ₹4,042 during the financial year under review as compared to the loss of ₹18,607 during the previous financial year. The Board is in continuous efforts to identify suitable activity for operation keeping in view the means available. Accordingly, the Company is being viewed as a going concern.

Further, the Financial Statements of the Company have been prepared on the basis of the going concern assumption in accordance with the Indian Accounting Standards ('IND AS') as per the Companies (Indian Accounting Standards) Rules 2015 as amended and notified under Section 133 of the Companies Act, 2013, read with relevant Rules issued thereunder and in conformity with the accounting principles generally accepted in India.

There were no material changes or commitments affecting the financial position of the Company from the end of financial year under review and date of this report. Further, there was no change in the nature of business of the Company during the financial year under review.

Dividend/Reserves

No dividend has been recommended by the Board in view of loss and the said loss for the year has been transferred to other equity under the head 'Retained Earnings'. Accordingly, no amount has been transferred to the general reserve in view of loss.

Directors

During the financial year under review, there was no change in the Board of Directors of the Company.

Shri Keshav Tandan (DIN: 10450801) and Shri Rajesh Jhalani (DIN: 00006395) would be retiring by rotation at the ensuing Annual General Meeting and being eligible have offered themselves for reappointment. Your Directors' recommend their reappointment in order to have their continued valuable direction, guidance and assistance in the conduct of the affairs of your Company.

Board Meetings

During the year under review, 4 (Four) Board Meetings were held with one Board Meeting in every quarter on 19/05/2025 (*adjourned to and concluded on 23/05/2025*), 29/07/2025, 27/10/2025 and 20/01/2026.

Details of meetings attended by the Directors in the relevant period are as below:

S. No.	Name of Directors	No. of Meetings Attended	Date of the Meeting
1.	Shri Suresh Kumar Agarwal	4	19/05/2025 (concluded on 23/05/2025)
			29/07/2025
			27/10/2025
			20/01/2026
2.	Shri Kishan Kumar Soni	4	19/05/2025 (concluded on 23/05/2025)
			29/07/2025
			27/10/2025
			20/01/2026

3.	Shri Rajesh Jhalani	4	19/05/2025 (concluded on 23/05/2025)
			29/07/2025
			27/10/2025
			20/01/2026
4.	Shri Keshav Tandan	4	19/05/2025 (concluded on 23/05/2025)
			29/07/2025
			27/10/2025
			20/01/2026

Internal Financial Control Systems

The Company has in place a proper and adequate system of internal financial control to monitor proper recording of transactions authorized according to policies and procedures laid down by the Board. The Board ensures that all regulatory guidelines are being complied with at all levels.

Risk Management

Although the Company has not carried out any business during the year under review, the risk management mechanism of the Company was in place as approved by the Board.

Annual Return Extract (MGT-9)

The reporting of extract of Annual Return in Form No. MGT-9 had been done away with pursuant to amendment in Section 92(3) of the Companies Act, 2013 read with Rule 12 of the Companies (Management and Administration) Rules, 2014 w.e.f. 28/08/2020. Hence, the reporting of extract of Annual Return has not been made in this report. The Annual Return is now required to be placed on the website of the Company, in terms of Section 92(3) read with Section 134(3)(a) of the Act and link thereof is required to be given in the Board's Report. The Company does not have a website at present; hence, relevant link is not given herein. The copy of Annual Return of the Company as on 31/03/2025 is available for inspection of members at the Registered Office of the Company between 11:00 a.m. to 1:00 p.m. on all working days.

Directors Responsibility Statement

Pursuant to the provisions of Section 134(3) of the Companies Act, 2013, the Directors hereby confirm:

- That in the preparation of the Annual Accounts for the Financial Year ended 31st March, 2026, the applicable accounting standards have been followed.
- That they have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent, so as to give a true and fair view of the state of affairs of the Company at the end of the Financial Year under review and of the loss of the Company for that period.
- That they have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities.
- That they have prepared the Annual Accounts for the Financial Year ended 31st March 2026 on a 'going concern' basis.
- That the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating.

Deposits

During the year under review, the Company has not held any fixed deposit within the meaning of Section 73 of the Companies Act, 2013 and the rules made there under.

Auditors

The Members of the Company had appointed M/s. Agiwal & Associates-Chartered Accountants (FRN: 000181N) as Statutory Auditors in its First Annual General Meeting held on 09/09/2022 for the 1st term for a period of 5 years i.e. upto conclusion of 6th Annual General Meeting of the Company



to be held in the Calendar Year 2027. The provisions relating to rotation of Statutory Auditors of Company in terms of Section 139(2) of the Companies Act, 2013 are not applicable since the Company does not fall in any of the categories prescribed in Rule 5 of Companies (Audit and Auditors) Rules, 2014 as in force on date. The Auditors have confirmed their eligibility for continuing as Statutory Auditors for the year 2026-27 to the Company.

Contracts With Related Party

The Company for its financial requirements may approach VLS Finance Limited, the holding Company inter-alia for securing funds for intended activities to be undertaken by it from time to time. Further, there was no outstanding balance as at 31/03/2026 nor any other transaction covered in category of related party transaction was made during the year 2025-26. The details mentioned in Note No. 9 of Annual Accounts are in terms of applicable Ind AS.

Disclosure in form AOC-2 for related party transactions is annexed hereto.

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of Section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of Section 188 of the Companies Act, 2013 including certain arm's length transactions under third proviso thereto:

- Details of contracts or arrangements or transactions not at arm's length basis

Sl. No.	Particulars	Details
a)	Name(s) of the related party and nature of relationship	-
b)	Nature of contracts/arrangements /transactions	-
c)	Duration of the contracts / arrangements/ transactions	-
d)	Salient terms of the contracts or arrangements or transactions including the value, if any	-
e)	Justification for entering into such contracts or arrangements or transactions	-
f)	Date(s) of approval by the Board	-
g)	Amount paid as advances, if any:	-
h)	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188	-

- Details of material contracts or arrangement or transactions at arm's length basis:

Sl. No.	Particulars	Details
a)	Name(s) of the related party	-
b)	Nature of relationship	-
c)	Nature of contracts/ arrangements/ transactions	-
d)	Duration of the contracts / arrangements/transactions	-
e)	Salient terms of the contracts or arrangements or transactions	-
f)	Justification for entering into such contracts or arrangements or transactions	-
g)	Date(s) of approval by the Board	-
h)	Amount paid during the year	-

Auditors Report

The observations made by Auditors, M/s Agiwal & Associates, Chartered Accountants in their report have been adequately dealt with in relevant Notes on Accounts and in this report under the head – Financial Results. No further comments or explanations are required from Directors as there is no qualification in the Auditor's report for the Financial Year under review. Further, the Auditors have not reported any fraud in terms of Section 143(12) of the Companies Act, 2013 to the Board.

Statutory Disclosures

- During the year under review, the Company did not absorb any new technology nor has carried out any R&D activity including conservation

of Energy. The relevant disclosures are contained in **Annexure-1** to this report.

- There was no employee on the roll of the Company during the year under review. Hence, the limits specified in Section 197 of the Companies Act, 2013 read with the Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014, as amended are not applicable and there are no disclosures which are required to be made in this report, in terms of the aforesaid regulations. Further, disclosure relating to the ratio of the remuneration of each director to the median employee's remuneration is also not applicable. Accordingly, the provisions relating to the Maternity Benefit Act, 1961 are also not applicable because there was no female employee who was entitled to benefit under aforesaid statute.
- The disclosures relating to Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 are as under:
 - Number of complaints of sexual harassment received: Nil
 - Number of complaints disposed of: Nil
 - Number of cases pending for more than ninety days: Nil

The constitution of Internal Complaints Committee is not applicable to the Company because there was no employee during the year under review. Even otherwise no complaint was received in this regard during year under review.

- The Company has not given any loan, guarantees or made investments during the year under review reportable in terms of Section 186 of the Companies Act, 2013.
- Your Company has not issued equity shares with differential voting rights or under ESOP in terms of Sections 43(a) and 62(1) (b) of the Companies Act, 2013 during the year under review.
- There was no scheme relating to provision of money to be held in a trust for the benefit of the employees in terms of Sec 67(3)(b) of the Companies Act, 2013 during the year under review, as there is no employee on the rolls of the Company.
- No revision of financial statements or Board's Report has been made in terms of Section 131(1) of the Companies Act, 2013. Further, no orders by any regulator/court/tribunal etc. had been passed during the year under review which would adversely affect the operations or going concern status of the Company.
- Your Company has not undertaken any Corporate Social Responsibility initiative as the relevant provisions are not applicable to the Company as per Section 135 of the Companies Act, 2013.
- Provisions for appointment of Independent Directors are not applicable to your Company nor it is covered under clause no. (d), (e) and (p) of sub-section (3) of Sections 134 and Sections 177, 178, 203 and 204 of the Companies Act, 2013.
- The Company does not have or had subsidiaries and associates as defined under the Companies Act, 2013 during the year under review. Further, provision relating to maintenance of cost records in terms of Section 148(1) of the Companies Act, 2013 are not applicable to the Company.
- Neither any application has been made nor any proceeding is pending under Insolvency and Bankruptcy Code, 2016 during the year under review. Further no loan from Bank or financial institution was obtained in the said year and therefore, the provision relating to disclosure of variation in valuation in terms Rule 8 (5) (XII) of the Companies (Accounts) Rules, 2014 is not applicable for the year under review.

Acknowledgement

The Board takes this opportunity to place on record its sincere thanks to its members, bankers and other associates for their continued support.

For and on behalf of the Board of Directors

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director
DIN: 00106037

Place: New Delhi
Date: 25/04/2026

Annexure-1
Annexure to Directors' Report

Information as per Section 134(3)(m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 and forming part of Directors' Report for the Financial Year ended 31st March 2026.

CONSERVATION OF ENERGY

- | | |
|---|-------|
| a) Energy conservation measure taken | : Nil |
| b) Proposals under implementation for reduction in consumption of energy or utilizing alternative sources of energy | : Nil |
| c) Capital investment on energy conservation equipments | : Nil |

TECHNOLOGY ABSORPTION

- | | |
|---|-------|
| a) Research and development | : Nil |
| b) Technology absorption, adoption and innovation | : Nil |

FOREIGN EXCHANGE EARNINGS AND OUTGO

- | | |
|----------------------------|-------|
| a) Foreign Exchange Earned | : Nil |
| b) Foreign Exchange Used | : Nil |

For and on behalf of the Board of Directors

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director
DIN: 00106037

Place: New Delhi
Date: 25/04/2026

INDEPENDENT AUDITOR'S REPORT

To the Members of VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)

Report on the Audit of the Financial Statements
Opinion

We have audited the accompanying financial statements of **VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)** (the "Company"), which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date and a summary of material accounting policies and other explanatory information (hereinafter referred to as the "financial statements").

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

Basis for Opinion

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

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

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Management

Discussion and Analysis, Board's Report including Annexures to Board's Report, but does not include financial statements and our auditor's report thereon.

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

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

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

Management's Responsibilities for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these financial statements that give a true and fair view of the financial position, financial performance, including other comprehensive income, changes in equity and cash flows of the Company in accordance with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended, ("Ind AS") and other accounting principles generally accepted in India. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.



- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 ("the Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in the "Annexure 1" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit;
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books;
 - c) The Balance Sheet, the Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Cash Flow Statement and Statement of Changes in Equity dealt with by this Report are in agreement with the books of account;
 - d) In our opinion, the aforesaid financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Companies (Indian Accounting Standards) Rules, 2015, as amended;
 - e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;
 - f) With respect to the adequacy of the internal financial controls with reference to these financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure 2" to this report. Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting;
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section of 197(16) of the Act, as amended;

As the Company has not paid any Managerial Remuneration to its directors, the provisions of Section 197 relating to managerial remuneration are not applicable to it.

- h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended, in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company does not have any pending litigations which would impact its financial position;
 - ii. The Company has made provision, as required under the applicable law or accounting standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts.
 - iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - iv.
 - a) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - b) The management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries; and
 - c) Based on such audit procedures performed that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - v. No dividend has been declared or paid during the year by the Company.
 - vi. Based on our examination of the books of account produced before us, and Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with and the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For Agiwal & Associates

Chartered Accountants

ICAI Firm Registration Number: 000181N

CA Prakash Chand Agiwal

Partner

Membership Number: 080475

UDIN: 26080475FWCLEZ3982

Place: New Delhi

Date: 25/04/2026

Annexure '1' to the Independent Auditor's Report

(Referred to in paragraph 1 of "Report on Other Legal and Regulatory Requirements" of our report to the Member of VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) of even date)

In terms of the information and explanations sought by us and given by the company and the books of account and records examined by us in the normal course of audit and to the best of our knowledge and belief, we state that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - (a) (A) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(a)(A) of the Order is not Applicable.
 - (B) The Company does not have any Intangible Assets, hence reporting under clause 3(i)(a)(B) of the Order is not Applicable.
 - (b) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(b) of the Order is not Applicable.
 - (c) The Company does not have any immovable property hence reporting under clause 3(i)(c) of the Order is not Applicable.
 - (d) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(d) of the Order is not Applicable.
 - (e) The Company does not have any Property, Plant and Equipment, hence reporting under clause 3(i)(e) of the Order is not Applicable.
- ii. (a) The Company does not have any inventory and hence reporting under clause 3(ii)(a) of the Order is not Applicable.
- (b) The Company has not been sanctioned working capital limits in excess of Rs. 5 crores, in aggregate, at any points of time during the year, from banks or financial institutions on the basis of security of current assets and hence reporting under clause 3(ii)(b) of the Order is not applicable.
- iii. The Company has not made any investment in or provided any loan or advances to, companies, firms, Limited Liability Partnerships and granted unsecured loans to other parties, during the year, hence reporting under clause 3(iii)(a) to (f) of the Order is not applicable to the Company.
- iv. There are no loans, investments, guarantees, and security in respect of which provisions of sections 185 and 186 of the Companies Act, 2013 are applicable and accordingly, the requirement to report on clause 3(iv) of the Order is not applicable to the Company.
- v. The Company has neither accepted any deposits from the public nor accepted any amounts which are deemed to be deposits within the meaning of sections 73 to 76 of the Companies Act and the rules made thereunder, to the extent applicable. Accordingly, the requirement to report on clause 3(v) of the Order is not applicable to the Company.
- vi. The maintenance of cost records has not been specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 for the business activities carried out by the Company. Hence, reporting under clause (vi) of the Order is not applicable to the Company.
- vii. In respect of statutory dues:
 - a) In our opinion, the Company has generally been regular in depositing undisputed statutory dues, including Goods and Services tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, Duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues applicable to it with the appropriate authorities.
There were no undisputed amounts payable in respect of Goods and Service tax, Provident Fund, Employees' State Insurance, Income Tax, Sales Tax, Service Tax, duty of Custom, duty of Excise, Value Added Tax, Cess and other material statutory dues in arrears as at March 31, 2026 for a period of more than six months from the date they became payable.
 - b) There are no dues of goods and services tax, provident fund, employees' state insurance, income tax, sales-tax, service tax, value added tax, cess, goods and service tax and other statutory dues which have not been deposited on account of any dispute.
- viii. There were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961).
- ix.
 - a) The Company has not taken any loans or other borrowings from any lender. Hence reporting under clause 3(ix)(a) of the Order is not applicable.
 - b) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority.
 - c) The Company has not taken any term loan during the year and there are no outstanding term loans at the beginning of the year and hence, reporting under clause 3(ix)(c) of the Order is not applicable.
 - d) On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used during the year for long-term purposes by the Company.
 - e) On an overall examination of the financial statements of the Company, the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries.
 - f) The Company has not raised any loans during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
- x.
 - a) The Company has not raised moneys by way of initial public offer or further public offer (including debt instruments) during the year and hence reporting under clause 3(x)(a) of the Order is not applicable.
 - b) During the year, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) and hence reporting under clause 3(x)(b) of the Order is not applicable.
- xi.
 - a) No frauds by the Company and no fraud on the Company has been noticed or reported during the year.
 - b) During the year, no report under sub-section (12) of section 143 of the Companies Act, 2013 has been filed by secretarial auditor or by us in Form ADT - 4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government.
 - c) As represented to us by the management, there are no whistle blower complaints received by the Company during the year.
- xii. The Company is not a Nidhi Company as per the provisions of the Companies Act, 2013. Therefore, the requirement to report on clause 3(xii)(a), (b) and (c) of the Order is not applicable to the Company.
- xiii. In our opinion, the Company is in compliance with Section 177 and 188 of the Companies Act, 2013 with respect to applicable transactions with the related parties and the details of related party transactions have been disclosed in the financial statements as required by the applicable accounting standards.
- xiv. The provision regarding Internal Audit is not applicable to the company, hence the reporting under clause xiv(a) and xiv(b) is not made.
- xv. In our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors and hence provision of section 192 of the Companies Act, 2013 are not applicable to the Company.
- xvi.
 - a) In our opinion, the Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934. Hence, reporting under clause 3(xvi)(a), (b), and (c) of the Order is not applicable.
 - b) In our opinion, there is no core investment company with in the group (as defined in the Core Investment Companies (Reserve Bank) Directions, 2016) and accordingly reporting under 3(xvi) (d) of the Order is not applicable.
- xvii. The Company has incurred cash losses of Rs.0.04 Lakh during the financial year covered under our audit whereas cash loss of Rs.0.19 Lakh in the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realisation of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and Management plans and based on our



examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report indicating that Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

- xx. As per our information and explanation given, the company does not fall under the criteria of Section 135 of Companies Act, 2013 for CSR activities. Hence, this clause of report is not applicable to the company.

For **Agiwal & Associates**
Chartered Accountants
ICAI Firm Registration Number: 000181N

CA Prakash Chand Agiwal
Partner
Membership Number: 080475
UDIN: 26080475FWCLEZ3982

Place: New Delhi
Date: 25/04/2026

Annexure '2' to the Independent Auditor's Report

(Referred to in paragraph 2(f) under the heading "Report on other legal and regulatory requirements" of our report to the Members of VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) of even date)

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

We have audited the internal financial controls over financial reporting of **VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)** ("the Company") as of March 31, 2026 in conjunction with our audit of the Ind As financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

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

Auditor's Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to these financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting (the "Guidance Note") and the Standards on Auditing, as specified under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls, both issued by ICAI. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to these financial statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to these financial statements and their operating effectiveness. Our audit of internal financial controls with reference to financial statements included obtaining

an understanding of internal financial controls with reference to these financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

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

Meaning of Internal Financial Controls over these Financial Reporting

A company's internal financial controls with reference to financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial controls with reference to financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorisations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls with reference to Financial Statements

Because of the inherent limitations of internal financial controls with reference to financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to financial statements to future periods are subject to the risk that the internal financial control with reference to financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

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

For **Agiwal & Associates**
Chartered Accountants
ICAI Firm Registration Number: 000181N

CA Prakash Chand Agiwal
Partner
Membership Number: 080475
UDIN: 26080475FWCLEZ3982

Place: New Delhi
Date: 25/04/2026


Balance Sheet as at 31st March, 2026
(₹ in lakhs)

S. No.	Particulars	Note No.	As at 31st March, 2026	As at 31st March, 2025
	ASSETS			
(1)	FINANCIAL ASSETS			
	(a) Cash and cash equivalents	4	3.46	3.50
			3.46	3.50
(2)	NON-FINANCIAL ASSETS			
	(a) Property, Plant and Equipment		-	-
			-	-
	Total Assets		3.46	3.50
	LIABILITIES AND EQUITY			
	LIABILITIES			
(1)	FINANCIAL LIABILITIES			
	(a) Other financial liabilities		-	-
			-	-
(2)	NON-FINANCIAL LIABILITIES			
	(a) Other non-financial liabilities		-	-
			-	-
	EQUITY			
	(a) Equity Share capital	5	10.00	10.00
	(b) Other Equity	6	(6.54)	(6.50)
			3.46	3.50
	Total Liabilities and Equity		3.46	3.50

Accompanying Material Accounting Policies and Notes form part of Financial Statement 1 to 14

As per our report of even date attached

For Agiwal & Associates
(F.R.N.000181N)
Chartered Accountants

For and on behalf of the Board of Directors

CA Prakash Chand Agiwal
Partner
Membership No. 080475

Suresh Kumar Agarwal
Director
DIN:00106763

Kishan Kumar Soni
Director
DIN:00106037

Place : New Delhi
Date : 25/04/2026

Statement of Profit and Loss for the year ended 31st March, 2026
(₹ in lakhs)

S. No.	Particulars	Note No.	For the year ended 31st March 2026	For the year ended 31st March 2025
I	Revenue From Operations			
(i)	Interest Income		-	-
	Total Revenue From Operations (I)		-	-
II	Other Income			
	Total Other Income (II)		-	-
III	Total Income (I+II)		-	-
IV	Expenses			
(i)	Depreciation and amortization expense		-	-
(ii)	Other expenses	7	0.04	0.19
	Total expenses (IV)		0.04	0.19
V	Profit/(loss) before exceptional items and tax (III- IV)		(0.04)	(0.19)
VI	Exceptional Items		-	-
VII	Profit/(loss) before tax (V-VI)		(0.04)	(0.19)

(₹ in lakhs)

S. No.	Particulars	Note No.	For the year ended 31st March 2026	For the year ended 31st March 2025
VIII	Tax expense:		-	-
	(1) Current tax		-	-
	(2) Deferred tax		-	-
IX	Profit (Loss) for the period (VII-VIII)		(0.04)	(0.19)
X	Other Comprehensive Income			
	A (i) Items that will not be reclassified to profit or loss		-	-
	Gain / (Loss) arising on Defined Employee Benefits		-	-
	Gain / (Loss) arising on fair valuation of Investment		-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss		-	-
XI	Other comprehensive income / (loss) (i+ii)		-	-
XII	Total Comprehensive Income for the period (IX+XI) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		(0.04)	(0.19)
XIII	Earnings per equity share			
	(1) Basic Rs.		(0.04)	(0.19)
	(2) Diluted Rs.		(0.04)	(0.19)

Accompanying Material Accounting Policies and Notes form part of Financial Statement 1 to 14

As per our report of even date attached

For Agiwal & Associates
(F.R.N.000181N)
Chartered Accountants

For and on behalf of the Board of Directors

CA Prakash Chand Agiwal
Partner
Membership No. 080475

Suresh Kumar Agarwal
Director
DIN:00106763

Kishan Kumar Soni
Director
DIN:00106037

Place : New Delhi
Date : 25/04/2026

Statement of Cash Flow for the year ended 31st March, 2026
(₹ in lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	(0.04)	(0.19)
Adjustment for:		
Interest Income	-	-
Operating profit	(0.04)	(0.19)
Adjustment for working capital changes		
(Increase) / decrease in loans	-	-
Cash generated / (used) from operations	(0.04)	(0.19)
Direct taxes paid net	-	-
Net cash generated / (used) from operating activities (A)	(0.04)	(0.19)



(₹ in lakhs)

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
B. CASH FLOW FROM INVESTING ACTIVITIES		
Interest received on fixed deposits	-	-
Net cash generated / (used) from investing activities (B)	-	-
C. CASH FLOW FROM FINANCING ACTIVITIES		
Interest expense	-	-
Net cash generated / (used) from financing activities (c)	-	-
Net increase / (decrease) in cash and cash equivalents during the year (A +B + C)	(0.04)	(0.19)
Cash and cash equivalents as at beginning of the year	3.50	3.69
Cash and cash equivalents as at end of the year :	3.46	3.50
Cash in hand	0.01	0.01
Scheduled bank - In current account	3.45	3.49
Total	3.46	3.50
Reconciliation of cash and cash equivalents as above with cash and bank balances (also refer note no. 4)		
Cash and cash equivalents as at end of the year as per above	3.46	3.50
Total cash and bank balances equivalents as at end of the year	3.46	3.50

Accompanying Material Accounting Policies and Notes form part of Financial Statement

1 to 14

As per our report of even date attached
For Agiwal & Associates
(F.R.N.000181N)
Chartered Accountants

For and on behalf of the
Board of Directors

CA Prakash Chand Agiwal Partner Membership No. 080475	Suresh Kumar Agarwal Director DIN:00106763	Kishan Kumar Soni Director DIN:00106037
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Place : New Delhi
Date : 25/04/2026

**Statement of Changes in Equity for the year ended
31st March, 2026**

A. Equity Share Capital

(1) Current reporting period (₹ in lakhs)

Balance as at 1st April, 2025	Changes in Equity Share Capital due to prior period errors	Restated Balance as at 1st April, 2025	Changes in equity share capital during the current year	Balance as at 31st March, 2026
10.00	-	10.00	-	10.00

(2) Previous reporting period (₹ in lakhs)

Balance at 1st April, 2024	Changes in Equity Share Capital due to prior period errors	Restated Balance as at 1st April, 2024	Changes in equity share capital during the previous year	Balance as at 31st March, 2025
10.00	-	10.00	-	10.00

B. Other Equity

(1) Current reporting period

(₹ in lakhs)

Particulars	Retained Earnings	Other Comprehensive Income		Total
		Fair Value Gain on Equity Instruments through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	
Balance as at 1st April, 2025	(6.50)	-	-	(6.50)
Changes in accounting policy/ prior period errors	-	-	-	-
Restated balance as at 1st April, 2025	(6.50)	-	-	(6.50)
Profit for the year	(0.04)	-	-	(0.04)
Other Comprehensive Income (net of tax)	-	-	-	-
Total comprehensive income for the current year	(0.04)	-	-	(0.04)
Balance as at 31st March, 2026	(6.54)	-	-	(6.54)

(2) Previous reporting period

(₹ in lakhs)

Particulars	Retained Earnings	Other Comprehensive Income		Total
		Fair Value Gain on Equity Instruments through Other Comprehensive Income	Remeasurement of Defined Benefit Plans	
Balance as at 1st April, 2024	(6.31)	-	-	(6.31)
Changes in accounting policy/ prior period errors	-	-	-	-
Restated balance as at 1st April, 2024	(6.31)	-	-	(6.31)
Profit for the year	(0.19)	-	-	(0.19)
Other Comprehensive Income (net of tax)	-	-	-	-
Total comprehensive income for the previous year	(0.19)	-	-	(0.19)
Balance as at 31st March, 2025	(6.50)	-	-	(6.50)

Notes forming part of Financial Statements for the year ended 31st March, 2026
Note 1: Corporate information

VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) is a wholly owned subsidiary of VLS Finance Limited, incorporated on 3rd February 2021.

Pursuant to a strategic business realignment, the main object clause of the Company was amended to enable it to engage in a broader range of financial services, including investment in securities, management of investment and other funds, and other allied financial activities. These changes were duly approved by the shareholders and registered with the Registrar of Companies, National Capital Territory of Delhi and Haryana, with effect from 29th April 2024.

In alignment with the revised object clause and the Company's repositioning as a financial services entity, the name of the Company was changed from "VLS Real Estate Limited" to "VLS Sunnivesh Limited", effective from 28th August 2024, as approved by the shareholders and registered with the Registrar of Companies.

Note 2: Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation
(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

The financial statements have been prepared using the significant accounting policies and measurement bases summarized as below. These accounting policies have been applied consistently over all the periods presented in these financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS.

(ii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain Financial instruments are measured at fair value.
- Assets held for sale – measured at fair value less incidental cost to sell.

(iii) Preparation of financial statements

Pursuant to the amendment in the object clause of the Company as referred herein above, the business activities now fall within the definition of a Non-Banking Financial Company (NBFC) under Rule 2(g) of the Companies (Indian Accounting Standards) Rules, 2015, as amended. Consequently, after financial year 2024–2025 onwards, the financial statements of the Company have been prepared in accordance with the presentation and disclosure requirements prescribed under Division III of Schedule III to the Companies Act, 2013, which is applicable to NBFCs preparing their financial statements in compliance with Ind AS.

In accordance with the format prescribed under Division III, the Company has presented its Balance Sheet, Statement of Profit and Loss, and Statement of Changes in Equity in the order of liquidity, instead of the current/non-current classification followed under Division II of aforesaid regulations.

Further, the Company has aligned its accounting policies with those applicable to NBFCs, in accordance with the relevant Indian Accounting Standards and other applicable regulatory guidelines, wherever applicable.

The above basis of presentation and accounting policies were adopted by the Company with effect from April 1, 2024 and continue to be applied consistently in the current financial year. Accordingly, the comparative financial information for the previous financial year has also been presented in accordance with Division III of Schedule III to the Companies Act, 2013, as applicable to NBFCs. The comparative figures have been regrouped and reclassified, wherever considered necessary, to conform to the current year's presentation.

(iv) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods. The estimates and judgments that have significant impact on carrying amount of assets and liabilities at each balance sheet date are discussed at Note 3.

2.2 Revenue Recognition

The Company recognizes revenue from contracts with customers based on a five step model as set out in Ind AS 115, Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognized when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur. Revenue is measured at fair value of the consideration received or receivable. Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;
- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

(i) Brokerage fee income

It is recognized on trade date basis and is exclusive of goods and service tax and securities transaction tax (STT) wherever applicable.

(ii) Interest income

Interest income is recognised on financial assets, that are not credit-impaired, on accrual basis provided there is reasonable certainty of collection.

(iii) Dividend income

Dividend income is recognized in the statement of profit or loss on the date that the Company's right to receive payment is established.

(iv) Gain / losses on dealing in securities

Gains / losses on dealing in securities are recognized on a trade date basis.

2.3 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in "other comprehensive income" or directly in "other equity". In this case, the tax is also recognized in "other comprehensive income" or directly in "other equity", respectively.

2.3.1. Current Tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.3.2. Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial

Notes forming part of Financial Statements for the year ended 31st March, 2026

statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are generally recognised for all taxable temporary differences to the extent that it is probable that taxable profit will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets relating to unabsorbed depreciation/ business losses are recognised and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities. Transaction or event which is recognised outside profit or loss, either in "other comprehensive income" or in "other equity", is recorded along with the tax as applicable.

Current and deferred tax for the year: Current and deferred tax are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in "other comprehensive income" or directly in "other equity", in which case, the current and deferred tax are also recognised in "other comprehensive income" or directly in "other equity" respectively.

2.4 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated in the Cash flow statement.

2.6 Financial instruments
(i) Initial recognition and measurement:

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. In regular way, purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability which are not carried through profit and loss statement at its fair value plus or minus, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.
- In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.

When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

(ii) Fair value of financial instruments:

Some of the Company's assets and liabilities are measured at fair value for financial reporting purpose. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in Notes to the financial statements (if any).

2.6.1. Financial assets
(i) Classification and subsequent measurement

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL):**
Instruments that do not meet the amortised cost or FVTOCI criteria are measured at FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising on remeasurement recognised in profit and loss statement. The gain or loss on disposal is recognised in the profit and loss statement. Interest income is recognised in the profit and loss statement for FVTPL debt instruments. Dividend on financial assets at FVTPL is recognised when the Company's right to receive dividend is established.
- Fair value through other comprehensive income (FVTOCI):**
Debt instruments that meet the following criteria are measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition)
 - the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
 - the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.
 Interest income is recognised in profit or loss for FVTOCI debt instruments. Other changes in fair value of FVTOCI financial assets are recognised in other comprehensive income. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings.
- Amortised cost:**
Financial asset is measured at the amortised cost if both the following conditions are met:
 - The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
 - Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

(ii) Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All investments in equity instruments classified under financial assets are initially measured at fair value, the Company may, on initial recognition, elect to measure the same either at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes excluding dividends, on an equity instrument measured at FVTOCI are recognized in OCI for its fair value changes. Amounts recognized in OCI are not subsequently reclassified to the Statement of Profit and Loss. When the investment is disposed of, the cumulative

Notes forming part of Financial Statements for the year ended 31st March, 2026

gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings. Dividend income on the investments in equity instruments are recognized as 'Revenue from operations' in the Statement of Profit and Loss.

The investments in equity instruments of the subsidiary company and associates are measured at amortized cost.

(iii) Investments in mutual funds

Investments in mutual funds are measured at fair value through other comprehensive income (FVTOCI).

(iv) impairment

The Company recognizes impairment allowances using Expected Credit Losses ("ECL") method on all the financial assets that are not measured at FVTPL.

ECL are probability-weighted estimate of credit losses. They are measured as follows:

- Financials assets that are not credit impaired (the present value of all cash shortfalls that are possible within 12 months after the reporting date).
- Financials assets with significant increase in credit risk (the present value of all cash shortfalls that result from all possible default events over the expected life of the financial assets).
- Financials assets that are credit impaired (the difference between the gross carrying amount and the present value of estimated cash flows).

Financial assets are written off / fully provided for when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof.

However, financial assets that are written off could still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in the Statement of Profit and Loss.

(v) Derecognition

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more party/parties.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

2.7 Financial liabilities
(i) Initial recognition and measurement

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in Statement of Profit or loss.

(ii) Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss is measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

(iii) Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and even in the event of default, insolvency or bankruptcy of the Company or the counterparty.

2.8 Property, plant and equipment

- (i)** Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(ii) Depreciation methods, estimated useful lives and residual value

Depreciation is calculated as per WDV method by company. Under this method, the depreciation is calculated at a certain fixed percentage each year on the decreasing book value commonly known as WDV of the asset (book value less depreciation).

The Company follows a procedure of writing off all capital expenses which do not exceed Rs.1000/- in each case.

(iii) Assets Useful life

The economic useful life of the asset is ascertained by the management as per Schedule II (Part-c) of the Companies Act, 2013.

Furniture and Fixtures: 10 years

Office Equipment: 5 years

Computers: 3 years/Servers: 6 years

Vehicles: 8 to 10 years

Buildings: 30 to 60 years

Leasehold Improvements- Over the primary lease period or useful life, whichever is less.

The Company, based on technical assessment made by technical expert and management estimate, depreciates the certain items of building, plant and equipment over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

(iv) Derecognition:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

2.9 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization.

Development expenditure on software is capitalized as part of the cost of the resulting intangible asset only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise it is recognized in the profit or loss as incurred. Subsequent to initial recognition, the asset is measured at cost less accumulated amortization and any accumulated impairment losses.

Amortisation

Amortisation is calculated using the WDV method to write down the cost of intangible assets to their residual values over their estimated useful lives and is included in the depreciation and amortization in the statement of profit and loss.

Notes forming part of Financial Statements for the year ended 31st March, 2026

Intangible asset Useful life / amortization period

Computer Software 5 Years

2.10 Investment Property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not used by the group for business purposes, is classified as investment property. Investment property is measured initially at its cost, including related transaction costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the Company and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

The Company depreciates the building component of investment properties over 30 -60 years from the date of original construction/ purchase.

Depreciation on investment property is calculated using the WDV method to write down the cost of property to their residual values over their estimated useful life in the manner prescribed in Schedule II of the Act.

The company, based on technical assessment made by technical expert and management estimate, depreciates the building over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

2.11 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

2.12. Provisions and contingencies:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost. Expected future operating losses are not provided for. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.13 Earnings per share
a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to

equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

b) Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive assets acquired and liabilities assumed.

2.14 Leases

The Company lease asset classes primarily consist of leases for buildings taken on lease for operating its office. The Company assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term. The lease liability is initially measured at amortized cost at the present value of the future lease payments.

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

2.15 Foreign exchange transactions

The functional currency and the presentation currency of the Company is Indian Rupees. Transactions in foreign currency are recorded on initial recognition using the exchange rate at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on the settlement or translation of monetary items are recognized in the statement of profit and loss in the period in which they arise.

2.16 Borrowing costs

Borrowing costs include interest expense as per the effective interest rate (EIR) and other costs incurred by the Company in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are recognized as an expense in the year in which they are incurred.

The difference between the discounted amount mobilized and redemption value of securities is recognized in the statement of profit and loss over the life of the instrument using the EIR.

2.17 Retirement and other employee benefits
(i) Short-term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short-term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service.

(ii) Post-employment benefits
(ii) (a). Defined contribution plans:

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The company makes specified monthly contributions towards Provident Fund and Employees State Insurance Corporation ('ESIC'). The contribution of company is recognized as an expense in the Statement of Profit and Loss during the period in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund and Employee State Insurance Scheme. These contributions are recognized as an expense in the statement of profit and loss during the period during the period in which the employee renders the related service.

Notes forming part of Financial Statements for the year ended 31st March, 2026
(ii) (b). Defined benefit plan:

Gratuity liability, wherever applicable, is provided for on the basis of an actuarial valuation done as per projected unit credit method, carried out by an independent actuary at the end of the year. The Company's gratuity benefit scheme is a defined benefit plan.

(iii) Other Long-term Benefits:
Compensated absences:

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

Note. 3 Key accounting estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on ongoing basis. Any changes to accounting estimates are recognized prospectively. Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- (a) Provision and contingent liability: On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.

- (b) Allowance for impairment of financial asset: Judgments are required in assessing the recoverability of overdue loans and determining whether a provision against those loans is required. Factors considered include the aging of past dues, value of collateral and any possible actions that can be taken to mitigate the risk of non-payment.
- (c) Recognition of deferred tax assets: Deferred tax assets are recognized for unused tax-loss carry forwards and unused tax credits to the extent that realization of the related tax benefit is probable. The assessment of the probability with regard to the realization of the tax benefit involves assumptions based on the history of the entity and applicable laws.
- (d) Property, plant and equipment and Intangible Assets: Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful life and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.
- (e) The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.
- (f) Defined benefit plans: The cost of defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long - term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

(₹ in lakhs)

PARTICULARS	As at 31st March, 2026	As at 31st March, 2025
Note - 4 Cash & Bank Balances		
Cash and Cash Equivalents		
Cash on hand	0.01	0.01
Balance with Bank		
In current account	3.45	3.49
Total	3.46	3.50

NOTE - 5

(Shares in Nos. and ₹ in lakhs)

Share Capital	As at 31st March, 2026	As at 31st March, 2025
Authorised		
50,00,000 Equity Shares of Rs.10/- each	500.00	500.00
	500.00	500.00
Issued, Subscribed & Paid up	10.00	10.00
1,00,000 Equity Shares of Rs.10/- each	10.00	10.00

a. Reconciliation of shares outstanding at the beginning and at the end of the reporting year

(Shares in Nos. and ₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	No. of shares	Amount	No. of Shares	Amount
At the beginning of the year	1,00,000	10.00	1,00,000	10.00
Issued during the year	-	-	-	-
Outstanding at the end of the year	1,00,000	10.00	1,00,000	10.00

b. Terms/rights attached to equity shares

The Company has one class of equity shares having a par value of Rs.10 each (previous year: having at par value of Rs.10 each). Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.


Notes forming part of Financial Statements for the year ended 31st March, 2026
c. Shares held by holding company

Out of equity shares issued by the company, shares held by its holding company are as follows.

(₹ in lakhs)

Particulars	As at 31st March, 2026		As at 31st March, 2025	
VLS Finance Ltd. (including 6 shares held through its 6 nominees)		1,00,000.00		1,00,000.00
d. Details of shareholders holding more than 5% shares in the company	No. of shares	% of holding	No. of shares	% of holding
VLS Finance Ltd. (including 6 shares held through its 6 nominees)	1,00,000	100.00	1,00,000	100.00
Total	1,00,000	100.00	1,00,000	100.00

Disclosure of shareholding of promoters
Shareholding of promoters as at 31st March, 2026

Particulars	As at 31st March, 2026		As at 31st March 2025		% Change during the year
	No. of shares held	% of holding	No. of shares held	% of holding	
VLS Finance Ltd. (including 6 shares held through its 6 nominees)	1,00,000.00	100.00	1,00,000.00	100.00	-
Total	1,00,000.00	100.00	1,00,000.00	100.00	-

Shareholding of promoters as at 31st March, 2025

Particulars	As at 31st March 2025		As at 31st March 2024		% Change during the year
	No. of shares held	% of holding	No. of shares held	% of holding	
VLS Finance Ltd. (including 6 shares held through its 6 nominees)	1,00,000.00	100.00	1,00,000.00	100.00	-
Total	1,00,000.00	100.00	1,00,000.00	100.00	-

Note 6 : Other Equity

(₹ in lakhs)

Particulars	As at 31st March, 2026	As at 31st March, 2025
Retained earnings		
Balance at the beginning of the year	(6.50)	(6.31)
Add: Profit/(loss) during the year	(0.04)	(0.19)
Balance as at end of the year	(6.54)	(6.50)

i) There is no changes in accounting policy and there is no prior period errors.

Nature and purpose of reserves :
i) Retained earnings:

Retained earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

Particulars	For the year ended 31st March 2026	For the year ended 31st March 2025
Note - 7 Other Expenses		
Filling Charges	0.02	0.17
Miscellaneous expense	-	0.00
Postage Charges	-	0.00
Professional Charges	0.02	0.02
Total	0.04	0.19

Note 8 Deferred Tax Liability/ Deferred Tax Asset

There is no deferred tax asset/liability for the company during the year.

Note 9 Related Party Disclosures:

Pursuant to compliance of Indian Accounting Standard (Ind AS 24) on related party disclosure, the relevant information is provided here below:-

List of Related Parties & Relationships

- 1) Holding Company
Related party where control exist - VLS Finance Ltd.
- 2) Fellow Subsidiaries
 - a) VLS Securities Limited
 - b) VLS Asset Management Limited
- 3) Key Managerial Personnel - Not Applicable
- 4) Others
 - i) VLS Capital Ltd : Associate of fellow subsidiary viz. VLS Securities Ltd.

- ii) Mr. Suresh Kumar Agarwal : Non-Executive Director
- iii) Mr. Kishan Kumar Soni : Non-Executive Director
- iv) Mr. Rajesh Jhalani : Non-Executive Director
(Appointment w.e.f. 04/04/2024)
- v) Mr. Keshav Tandan : Non-Executive Director
(Appointment w.e.f. 04/04/2024)

No Transaction held during the year with related Parties

Note 10 Earnings per Share (Ind AS 33)

Basic and Diluted EPS amounts are calculated by dividing the profit/ (loss) for the year attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year.

Diluted EPS amounts are calculated by dividing the profit/(Loss) attributable to equity holders of the company by the weighted average number of Equity shares outstanding during the year plus the weighted average number of Equity shares that would be issued on conversion of all the dilutive potential Equity shares into Equity shares.

Notes forming part of Financial Statements for the year ended 31st March, 2026

The following reflects the income and share data used in the basic and diluted EPS computation.

(₹ in lakhs)

Particulars	For the year ended 31/03/2026	For the year ended 31/03/2025
Profit attributable to equity holders of the Company -A	(0.04)	(0.19)
Dilution effect	-	-
Profit attributable to equity holders adjusted for dilution effect -B	(0.04)	(0.19)
Weighted Average number of equity shares used for computing Earning Per Share - C	1.00	1.00
Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lakh) - D	-	-
Earnings Per Share (Basic & Diluted) (in Rs.) E =A/C or B/D	(0.04)	(0.19)

Note 11: Other Financial Information

- a) Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 02 October 2006, certain disclosures are required to be made relating to MSME. On the basis of the information and records available with the Company, the following disclosures are made for the amounts due to the Micro and Small Enterprises.

There are no dues outstanding of an entity, which is registered as the Micro, Small and Medium Enterprises defined under "The Micro, Small and Medium Enterprises Development Act, 2006".

(₹ in lakhs)

Particulars	For the year ended 31 March 2026	For the year ended 31 March 2025
Principal amount remaining unpaid to any supplier as at the period end.	Nil	Nil
Interest due thereon	Nil	Nil
Amount of interest paid	Nil	Nil

Note No 13: Key Ratios
Part A

S No	Particulars	As at 31st-March-2026	As at 31st-March-2025
1	Capital to risk- weighted assets ratio	NA *	NA *
2	Tier I CRAR	NA *	NA *
3	Tier II CRAR	NA *	NA *
4	Liquidity Coverage Ratio	NA *	NA *

* Note: As the company is not registered with RBI as NBFC by virtue of exemption given by RBI, the above ratios are not applicable to the company.

Part B

S No	Particulars	As at 31st-March-2026			As at 31st-March-2025			% Change from previous period in Previous Year	Reason for Change in Previous Year (if Change > 25 %)
		Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio	Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio		
1	2	3	4	5 = 3 / 4	6	7	8 = 6 / 7		
1	Return on equity (PAT / Equity) (%)	(0.04)	3.46	(1.16)	(0.19)	3.50	(5.43)	78.63	There is increase in the ratio due to decrease in Net Loss during the current year.
2	Return on Assets (PAT / Total Assets) (%)	(0.04)	3.46	(1.16)	(0.19)	3.50	(5.43)	78.63	There is increase in the ratio due to decrease in Net Loss during the current year.
3	Current Ratio (Cash, Bank, Receivables & Other Fin. Assets) / (Financial Liabilities) (times)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year.	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	Nil	Nil
The balance of MEMED parties as at the year end	Nil	Nil

b) Earnings in Foreign Currency	Nil	Nil
c) Expenditure in Foreign Currency	Nil	Nil

Note 12: Commitments and contingencies
a. Commitments:

Particulars	As at 31 March 2026	As at 31 March 2025
(a) Estimated amount of contracts remaining to be executed on Capital Account.	Nil	Nil
(b) Uncalled liability on shares and other investments partly paid	Nil	Nil

b. Contingent liabilities

(a) Claims against the company not acknowledged as debt;	Nil	Nil
(b) Guarantees excluding financial guarantees; and	Nil	Nil


Notes forming part of Financial Statements for the year ended 31st March, 2026
Note No. 14 Additional Regulatory disclosures.

- a) Since, the Company does not have any trade receivables/ trade payable as on March 31, 2026 and March 31, 2025, the disclosure relating to trade receivables ageing schedule has been dispensed with.
- b) No loans or advances in the nature of loans are granted to promoters, directors, KMPs, and the related parties, either severally or jointly with any other person during the financial years ended March 31, 2026 and March 31, 2025.
- c) The Company did not have any transactions with the Companies struck-off under Section 248 of the Companies Act, 2013 during the financial years ended March 31, 2026 and March 31, 2025.
- d) The Company does not have any subsidiaries, hence provisions of section 2(87) of the Companies Act, 2013 are not applicable on the Company.
- e) There are no intangible assets under development as on 31st March 2026 as well as 31st March 2025.
- f) There were no significant events after the end of the reporting period which require any adjustment or disclosure in the financial statements.
- g) There is no separate reportable segments identified as per the Ind AS 108 - Operating segments. Further the Company does not have any reportable geographical segment. Hence segment-wise reporting has not been made.
- h) During the financial years ended March 31, 2026 and March 31, 2025, the company does not have any its property, plant and Equipment.
- i) During the financial years ended March 31, 2026 and March 31, 2025, the company does not have any property where the Company is a lessee.
- j) The Company has not been sanctioned working capital limits from Banks/financial Institutions during the financial years ending March 31, 2026 and March 31, 2025. Therefore, during the financial years ending March 31, 2026 and March 31, 2025, the company is not required to file the Quarterly return/ statements of current assets with banks and financial institutions.
- k) During the financial years ended March 31, 2026 and March 31, 2025, no Scheme of Arrangements related to the company has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
- l) Utilisation of Borrowed funds and share premium: -
- a) The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to any other person or entity, including foreign entity (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
- Directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company (Ultimate Beneficiaries) or
 - Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- b) The Company has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Company shall:
- Directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or

- Provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

- m) No proceedings have been initiated or pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, as at 31 March 2026 and 31 March 2025.
- n) The Company has not been declared willful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India, during the year ended 31 March 2026 and 31 March 2025.
- o) There is no creation or satisfaction of charges which are pending to be filed with ROC as at 31 March 2026 and 31 March 2025.
- p) The Company has not traded or invested in Crypto currency or Virtual currency during the financial years ended March 31, 2026 and March 31, 2025.
- q) The Company does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). No previously unrecorded income and related assets have been recorded in the books of account during the year.
- r) The auditors have expressed an unmodified opinion on the financial statements of the Company for the financial years ended March 31, 2026 and March 31, 2025.
- s) The Ministry of Corporate Affairs has notified Section 135 of the Companies Act, 2013 on Corporate Social Responsibility with effect from 1st April 2014.
- t) There are no items of income and expenditure of exceptional nature for the financial years ended March 31, 2026 and March 31, 2025.
- u) In accordance with Division III of Schedule III of the Companies Act, 2013, items in the Statement of Profit and Loss and the Balance Sheet having nil values during the reporting period have not been presented separately on the face of the financial statements. However, the Company confirms that there have been no transactions under such heads during the reporting period.
- v) Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/ disclosure and rounding off errors have been ignored, further Previous year figures have been shown in brackets.
- w) The amounts reflected as "0" or "-" in the financial information are values with less than rupees five hundred. All amounts have been rounded to the nearest lakhs up to two decimal places, unless otherwise stated.

As per our report of even date attached

For Agilw & Associates
(F.R.N.000181N)
Chartered Accountants

**For and on behalf of the
Board of Directors**

CA Prakash Chand Agiwal
Partner
Membership No. 080475

Suresh Kumar Agarwal
Director
DIN:00106763

Kishan Kumar Soni
Director
DIN:00106037

Place : New Delhi
Date : 25/04/2026

CONSOLIDATED FINANCIAL STATEMENTS

INDEPENDENT AUDITOR'S REPORT

To The Members of VLS Finance Limited

Report on the Consolidated Financial Statements

Opinion

We have audited the accompanying consolidated financial statements of VLS Finance Limited ("the Holding Company" or "the Company") and its subsidiaries and associate (the Company and its subsidiaries and associate company together referred to as "the Group"), which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including Other Comprehensive Income), the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flows for the year ended on that date, and notes to the financial statements, including a summary of the material accounting policies and other explanatory information (hereinafter referred to as "the consolidated financial statements").

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

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (ICAI) together with the ethical requirements that are relevant to our audit of the consolidated financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the consolidated financial statements.

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

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

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

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

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

Management's Responsibility for the Consolidated Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated total comprehensive loss, consolidated changes in equity and consolidated cash flows of the Group in accordance with accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. The respective Board of Directors of the companies included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable

and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

The respective Board of Directors of the companies included in the Group are also responsible for overseeing the company's financial reporting process of the group and its associate.

Auditor's Responsibility for the Audit of the Consolidated Financial Statements

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

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

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

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

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we identify during our audit.

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

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

Other Matters

1. We did not audit the financial statements/financial information of the subsidiary company (namely VLS Securities Limited) whose financial statements reflect total assets of ₹ 55,544.96 lakh and net assets of ₹ 50,050.20 Lakh as at March 31, 2026, total revenues of ₹ 882.13 lakh, total net profit after tax of ₹ 563.73 lakh and total comprehensive income/(Loss) of ₹ (14,192.47) lakh and net cash outflows amounting to ₹ 1,355.21 lakh for the year ended on that date, as considered in the consolidated financial statements. The consolidated financial statements also include the Group's share of net profit/(loss) after tax and total comprehensive income/(loss) of ₹ 79.41 lakh and ₹ 72.05 lakh for the year ended March 31, 2026, as considered in the consolidated financial statements, in respect of one associate viz. VLS Capital Limited, whose financial statements/financial information have not been audited by us. These financial statements and other financial information have been audited by other auditors whose reports have been furnished to us by the Management, and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of one subsidiary company and one associate and our report in terms of sub section 3 of section 143 of the Act, including report on other information in so far as it relates to the aforesaid subsidiary and associate, is based solely on the reports of the other auditors.

Our opinion on the consolidated financial statements and on our report on the Other Legal and Regularity Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial statements/financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

- A. As required by Section 143(3) of the Act, based on our audit we report that to the extent applicable:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.
 - b) In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept by the Group so far as it appears from our examination of those books and reports of the other Auditors.
 - c) The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss (including other comprehensive income), Consolidated Statement of Change in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.
 - d) In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
 - e) On the basis of written representations received from the directors of the Holding Company as on March 31, 2026, taken on record by the Board of Directors of the Holding Company and the reports of the statutory Auditors of its subsidiary company and its associate company namely VLS Capital Ltd. incorporated in India, none of the directors of the Holding Company, its subsidiary companies and the associate company incorporated in India is disqualified as on March 31, 2026, from being appointed as a director in terms of Section 164(2) of the Act.
 - f) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended:

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

- g) With respect to the adequacy of the Internal Financial Controls over the Financial Reporting of the company and operating effectiveness of such controls, refer to our Report in Annexure A, which is based on the auditors' report of the Holding Company, subsidiary companies and one associate company incorporated in India. Our report express an unmodified opinion on the adequacy and operating effectiveness of the internal financial controls over financial reporting of Holding company, subsidiary companies and an associate company namely VLS Capital Ltd., incorporated in India.
- B. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - (i) The Group has informed & explained to us that the consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and its associate; (Refer note 36 to the consolidated financial statements).
 - (ii) The Group has made provisions as at March 31, 2026, as required under the applicable law or accounting standards, for foreseeable losses, if any, on long term contracts including derivative contracts.
 - (iii) There were no amounts, which were required to be transferred, to the Investors Education and Protection Fund by the Holding Company, its subsidiary companies and an associate company namely VLS Capital Ltd., incorporated in India.
 - (iv) (a) The respective Managements of the Company and its subsidiaries and associate which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary and associate respectively that, to the best of their knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The respective Managements of the Company and its subsidiaries and associate which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiary and associate respectively that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
 - (v) a) The dividend declared or paid by the Holding Company during the year declared for the previous year is in accordance with section 123 of the Companies Act 2013 to the extent it applies to payment of dividend.
 - b) The Board of Directors of the Holding Company has proposed final dividend for the year which is subject to the approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with section 123 of the Act, as applicable.

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- (vi) Based on our examination which included test checks, and as communicated by the respective auditor of one subsidiary and one associate, the Holding Company, its subsidiary companies and associate incorporated in India have used accounting softwares for maintaining their books of account, which have a feature of audit trail (edit log) facility and the same has operated throughout the year under review for all relevant transactions recorded in the respective softwares.

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

The audit trail has been preserved by the Holding Company, the subsidiary companies namely VLS Securities Limited, VLS Asset Management Limited and VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) and an associate company namely VLS Capital Limited as per the statutory requirements for record retention.

- C. With respect to the matters specified in paragraphs 3(xxi) and 4 of the Companies (Auditor's Report) Order, 2020 (the "Order"/ "CARO") issued by the Central Government in terms of Section 143(11) of the Act, to be included in the Auditors' report, according to the information and explanations given to us, the CARO report of the Holding Company and two subsidiaries companies has been issued by us, did not include any unfavorable answers or qualifications or adverse remarks.

In respect of the CARO reports issued by the auditors of one subsidiary and other one associate included in the consolidated financial statements of the Company, no unfavourable answers or qualifications or adverse remarks were reported.

For Agiwal & Associates
Chartered Accountants
(FRN: 000181N)

CA Prakash Chand Agiwal
Partner
M. No. 080475
Place: New Delhi
Date: May 26, 2026
UDIN: 26080475JKCFYK9633

Annexure - A to the Independent Auditors' Report

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

In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2026, we have audited the internal financial controls over financial reporting of **VLS Finance Limited** ("the Company"), its subsidiary companies and associate, which are companies incorporated in India, as of that date.

Management's Responsibility for Internal Financial Controls

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

Auditors' Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Consolidated financial statements based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal

financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

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

We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the other matters paragraph below is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system with reference to Consolidated financial statements.

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that

(1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;

(2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and

(3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Inherent Limitations of Internal Financial Controls Over Financial Reporting

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Opinion

In our opinion and to the best of our information and according to the explanation given to us, the Company, its subsidiary companies and associate company which are companies incorporated in India, have, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls over financial reporting in so far as it relates to a subsidiary company namely VLS Securities limited and an associate company namely VLS Capital Limited is based on the corresponding reports of the auditors of such companies incorporated in India.

For Agiwal & Associates
Chartered Accountants
(FRN: 000181N)

CA Prakash Chand Agiwal
Partner
M. No. 080475
Place: New Delhi
Date: May 26, 2026
UDIN: 26080475JKCFYK9633

CONSOLIDATED FINANCIAL STATEMENTS

Consolidated Balance sheet As at 31st-March-2026

(Rupees in Lakhs)

Particulars	Note No.	As at 31st-March-2026	As at 31st-March-2025
ASSETS			
1 Financial Assets			
(a) Cash and cash equivalents	4	7,032.22	32,228.60
(b) Bank Balance other than Cash and cash equivalents	5	1,630.61	1,599.47
(c) Receivables	6		
(I) Trade Receivables		979.46	90.02
(II) Other Receivables		224.56	240.05
(d) Loans	7	811.78	809.62
(e) Investments	10	1,93,590.74	2,21,120.50
(f) Other Financial assets	8	3,653.71	1,734.79
Total (1)		2,07,923.08	2,57,823.05
2 Non-financial Assets			
(a) Current tax assets (Net)	9	134.70	491.03
(b) Investment Property	49	6,022.32	6,170.78
(c) Property, Plant and Equipment	11a	6,274.10	6,471.27
(d) Capital work-in-progress		-	-
(e) Other Intangible assets	11b	1.88	2.43
(f) Other non-financial assets	12	162.85	102.05
Total (2)		12,595.85	13,237.56
Total Assets (1+2)		2,20,518.93	2,71,060.61
LIABILITIES AND EQUITY			
LIABILITIES			
1 Financial Liabilities			
(a) Payables			
(I) Trade Payables	13		
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		2,091.30	85.31
(II) Other Payables			
(i) total outstanding dues of micro enterprises and small enterprises		-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		29.93	31.91
(b) Borrowings (Other than Debt Securities)	14	29.94	86.21
(c) Other financial liabilities	15	374.36	411.29
Total (1)		2,525.53	614.72
2 Non-financial Liabilities			
(a) Provisions	16	444.58	528.85
(b) Deferred tax liabilities (Net)	18	6,164.94	22,663.26
(c) Other non-financial liabilities	17	52.77	54.75
Total (2)		6,662.29	23,246.86
3 EQUITY			
(a) Equity Share capital	19	3,150.09	3,413.25
Non Controlling Interest		0.06	0.06
(b) Other Equity	20	2,08,181.10	2,43,785.86
Non Controlling Interest		(0.14)	(0.14)
Total (3)		2,11,331.11	2,47,199.03
Total Liabilities and Equity (1+2+3)		2,20,518.93	2,71,060.61
Accompanying Notes are an integral part of the Financial statements.	1-58		

As per our report of even date attached
 For Agiwal & Associates
 Chartered Accountants
 (Firm's Registration Number: 000181N)

For and on behalf of the Board of Directors of
 VLS Finance Limited

Suresh Kumar Agarwal
 Managing Director
 DIN: 00106763

Kishan Kumar Soni
 Director-Finance & CFO
 DIN:00106037

CA Prakash Chand Agiwal
 Partner
 Membership No.080475
 New Delhi
 Date: 26th May 2026

Keshav Tandan
 Executive Director
 DIN: 10450801

Harsh Consul
 Company Secretary
 M.No: A-11183


CONSOLIDATED FINANCIAL STATEMENTS
CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED 31ST-MARCH-2026

(Rupees in Lakhs)

	Particulars	Note No	Year ended 31st-March-2026	Year ended 31st-March-2025
I	Revenue From Operations			
	(i) Interest Income	21	1,442.11	1,288.15
	(ii) Dividend Income	22	1,709.47	1,582.85
	(iii) Net gain/(loss) on fair value changes	23	762.72	7,366.55
	(iv) Other Operating Income	24	28.43	64.70
	Total Income from operations (Total I)		3,942.73	10,302.25
II	Other Income	25	866.58	505.86
	Total Other Income (Total II)		866.58	505.86
III	Total Income (I+II)		4,809.31	10,808.11
IV	EXPENSES			
	Employee benefits expense	26	944.92	851.84
	Finance costs	27	16.25	16.73
	Impairment on financial instruments	28	-	2,009.50
	Depreciation and amortization expense	29	353.41	445.54
	Other expenses	30	1,307.22	1,648.34
	Total expenses (IV)		2,621.80	4,971.95
V	Profit/(loss) before exceptional items and tax (III- IV)		2,187.51	5,836.16
VI	Exceptional Items		-	-
VII	Profit/(loss) before tax (V-VI)		2,187.51	5,836.16
VIII	Tax (expense)/credit (net):			
	(1) Current tax	42	(290.43)	(1,355.05)
	(2) Deferred tax	18	277.98	139.33
	Total Tax expenses (VIII)		(12.45)	(1,215.72)
IX	Profit / (Loss) for the period (VII+VIII)		2,175.06	4,620.44
X	Other Comprehensive Income			
	A (i) Items that will not be reclassified to profit or loss			
	Gain / (Loss) arising on Defined Employee Benefits		(15.71)	(52.47)
	- Remeasurement of Defined Employee Benefits		(42,954.29)	(82,240.62)
	Gain / (Loss) arising on fair valuation of Investment			
	(ii) Income tax (expense)/credit relating to items that will not be reclassified to profit or loss		15,508.06	31,179.12
	Total (A)		(27,461.94)	(51,113.97)
	B (i) Items that will be reclassified to profit or loss			
	Gain / (Loss) arising on fair value of bonds/debentures		(63.18)	(158.19)
	(ii) Income tax relating to items that will be reclassified to profit or loss		(7.71)	(13.84)
	Total (B)		(70.89)	(172.03)
	Total Other Comprehensive Income (A+B)		(27,532.83)	(51,286.00)
XI	Total Comprehensive Income for the period (IX+X) (Comprising Profit (Loss) and Other Comprehensive Income for the period)		(25,357.77)	(46,665.56)
	Profit for the year attributable to:			
	Owners of parent		2,175.06	4,620.44
	Non-Controlling interest		(0.00)	(0.00)
	Other Comprehensive Income for the year attributable to:			
	Owners of parent		(27,532.83)	(51,286.00)
	Non-Controlling interest		-	-
	Total Comprehensive Income for the year attributable to:			
	Owners of parent		(25,357.77)	(46,665.56)
	Non-Controlling interest		(0.00)	(0.00)
XII	Earnings per equity share (Face value Rs.10/-per equity share)	31		
	(1) Basic (in Rupees)		6.50	13.44
	(2) Diluted (in Rupees)		6.50	13.44
	Accompanying Notes are an integral part of the Financial statements.	1-58		

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director-Finance & CFO
DIN:00106037

Keshav Tandan
Executive Director
DIN: 10450801

Harsh Consul
Company Secretary
M.No: A-11183

CONSOLIDATED FINANCIAL STATEMENTS
Consolidated Statement of Changes in Equity for the Year ended 31st-March-2026
A.1 Equity Share Capital ^(a)
(Rupees in Lakhs)

Particulars	Equity share capital	
	Number of shares ^(**)	Amount ^(**)
As at 31st-March-2024	3,47,95,992	3,491.82
Shares Extinguished on Buyback of Equity Shares ^(s)	(7,85,751)	(78.58)
As at 31st-March-2025	3,40,10,241	3,413.25
Shares Extinguished on Buyback of Equity Shares ^(##)	(26,31,578)	(263.16)
As at 31st-March-2026	3,13,78,663	3,150.09

^{**} Equity share capital amount includes Rs.12.22 Lakhs being the amount forfeited on 4,67,500 equity shares.

A.2 Equity Share Capital - Non Controlling Interest ^(a)
(Rupees in Lakhs)

Particulars	Number of shares	Amount
As at 31 March 2024	600	0.06
Changes in equity share capital during the year	-	-
As at 31st-March-2025	600	0.06
Changes in equity share capital during the year	-	-
As at 31st-Mar-2026	600	0.06

(B) Other equity ^(a)
(Rupees in Lakhs)

PARTICULARS	Owners of parent							Non Controlling Interest		
	Reserves and surplus				Other Comprehensive Income		Total	Reserves and surplus	Other Comprehensive Income	Total
	General Reserve	Securities Premium Account ⁽¹⁾	Capital Redemption Reserve account ^(5, 6#)	Retained Earning	FVTOCI reserve	Re-measurement of Defined Benefits				
As at 31st-March-2024	3,573.29	3,085.50	499.90	1,48,302.64	1,39,322.24	(11.31)	2,94,772.26	(0.14)	0.00	(0.14)
Profit for the year	-	-	-	4,824.78	-	-	4,824.78	(0.00)	-	(0.00)
Share in Profit/(Loss) of Associate	-	-	-	(204.35)	(5.74)	0.35	(209.74)	-	-	-
Other Comprehensive Income for the year	-	-	-	-	(51,241.09)	(39.51)	(51,280.60)	-	-	-
Total Comprehensive Income for the year	-	-	-	4,620.43	(51,246.83)	(39.16)	(46,665.56)	(0.00)	-	(0.00)
Transfer from FVTOCI to Retained Earnings (Net of Tax)	-	-	-	25,474.99	(25,474.99)	-	-	-	-	-
Buyback of Equity Shares ⁽⁵⁾	-	(2,611.16)	-	(296.12)	-	-	(2,907.28)	-	-	-
Transfer from Retained Earnings to Capital Redemption Reserve ⁽⁵⁾	-	-	78.58	(78.58)	-	-	-	-	-	-
Tax on Buyback of Equity Shares	-	-	-	(563.30)	-	-	(563.30)	-	-	-
Cash Dividend ⁽¹⁾	-	-	-	(850.26)	-	-	(850.26)	-	-	-
As at 31st-March-2025	3,573.29	474.34	578.48	1,76,609.80	62,600.42	(50.47)	2,43,785.86	(0.14)	0.00	(0.14)
Profit for the year	-	-	-	2,095.66	-	-	2,095.66	(0.00)	-	(0.00)
Share in Profit/(Loss) of Associate	-	-	-	79.41	(7.45)	0.11	72.07	-	-	-
Other Comprehensive Income for the year	-	-	-	-	(27,513.66)	(11.82)	(27,525.48)	-	-	-
Total Comprehensive Income for the year	-	-	-	2,175.06	(27,521.11)	(11.71)	(25,357.77)	(0.00)	-	(0.00)
Transfer from FVTOCI to Retained Earnings (Net of Tax)	-	-	-	768.25	(768.25)	-	-	-	-	-
Buyback of Equity Shares ^(##)	-	-	-	(9,736.84)	-	-	(9,736.84)	-	-	-
Transfer from Retained Earnings to Capital Redemption Reserve ^(##)	-	-	263.16	(263.16)	-	-	-	-	-	-
Cash Dividend ⁽⁵⁾	-	-	-	(510.15)	-	-	(510.15)	-	-	-
As at 31st-March-2026	3,573.29	474.33	841.64	1,69,042.95	34,311.06	(62.18)	2,08,181.10	(0.14)	0.00	(0.14)

CONSOLIDATED FINANCIAL STATEMENTS

Foot Notes:

((*) An amount of ₹ 474.34 lakh is share premium on forfeited shares.

((@) There is no changes in accounting policy and there is no prior period errors.

(\$ During FY 2024-25, the Company bought back 7,85,751 equity shares of ₹10 each at ₹380 per share through the tender offer route, pursuant to Board approval dated 09 August 2024. The total buy-back consideration of ₹ 2,985.85 lakhs was adjusted against share capital (₹ 78.58 lakhs), securities premium (₹ 2611.16 lakhs) and retained earnings (₹ 296.12 lakhs). Consequently, ₹ 78.58 lakhs was transferred from retained earnings to the Capital Redemption Reserve. All applicable regulatory compliances, including extinguishment of shares, were completed, and EPS has been computed in accordance with Ind AS 33.

(##) The Board of Directors of the Company in its meeting held on 22-November-2025 has approved buy-back of its own shares through tender route under stock exchange mechanism in terms of proviso to clause (b) of sub section 2 of section 68 of the Companies Act, 2013 and other applicable regulations. The buyback so approved opened from 18/12/2025 and closed on 24/12/2025. During this period 26,31,578 equity shares of Rs 10/- each have been bought back by the company at a rate of ₹ 380/- per share. A total sum of ₹ 99,99,99,640 (Rupees Ninety Nine Crores ninety nine lakhs ninety nine thousand six hundred forty only)(excluding transaction costs) was utilised for the said buyback. Post buyback the paid up share capital of the Company is ₹ 3150.09 Lakhs (including ₹ 12.22 Lakhs being the amount forfeited on 4,67,500 equity shares) comprising 3,13,78,663 equity shares of ₹ 10/- each. The Requisite compliances under the applicable provisions of the Companies Act, 2013, SEBI regulations, and other relevant laws have been duly made in respect of aforesaid buyback. The equity shares bought back were extinguished on 13 January 2026. Accordingly, EPS has been calculated on weighted average number of shares as on 31-March-2026 in accordance with IND-AS 33. Total consideration of ₹ ₹ 99,99,99,640 paid towards the buyback of equity shares during the financial year 2025-26 is adjusted against share capital to the extent of ₹ 263.16 lakhs and against the retained earnings to the extent of ₹ 9,736.84 lakhs. Further consequent to the aforesaid buyback of 26,31,578 fully paid-up equity shares of ₹ 10/- each during the year ended 31-Mar-2026 for cash, the nominal amount of share capital bought back of ₹ 263.16 lakhs has been transferred to the Capital Redemption Reserve out of the Retained Earnings.

(^*) (Dividend amounting to ₹ 850.26 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each and additionally a special dividend of ₹ 1.00 aggregating to ₹ 2.50 per equity share proposed for the year ended March 31,2024 was paid on the outstanding number of shares as on the cut-off date i.e. 20/09/2024, during the financial year 2024-25.

(%) (Dividend amounting to ₹ 510.15 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each proposed for the year ended March 31,2025 was paid on the outstanding number of shares during the financial year 2025-26.

Accompanying Notes are an integral part of the Financial statements.

1-58

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

Kishan Kumar Soni
Director-Finance & CFO
DIN:00106037

CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

Keshav Tandan
Executive Director
DIN: 10450801

Harsh Consul
Company Secretary
M.No: A-11183



CONSOLIDATED FINANCIAL STATEMENTS

Consolidated Statement of Cash Flow For the Year ended 31st-March-2026 (Audited)

(Rupees in Lakhs)

Particulars	Consolidated	
	For the Year ended 31st-March-2026 (Audited)	For the Year ended 31st-March-2025 (Audited)
A. CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,187.51	5,836.16
Adjustment for:		
Depreciation	353.41	445.54
Interest Income	(107.02)	(105.68)
Net gain on fair value Changes on Investments	(651.06)	(2,382.92)
Unrealized (gain)/loss on fair valuation of liquid mutual funds (net)	(32.90)	(605.20)
Loss/(Profit) on sale of Property, plant and equipment	(4.93)	4.25
Share of Profit of associates	(79.41)	204.35
Dividend Income	(1,709.46)	(1,582.85)
Actuarial gain / (loss) on Defined Employee Benefits	(15.80)	(52.82)
Provision for unspent expenditure on Corporate Social Responsibility	(127.41)	68.22
Provision for Impairment on financial instruments	-	2,009.50
Provision for Employee Benefits	43.13	59.48
	(2,331.45)	(1,938.13)
Operating profit	(143.94)	3,898.02
Adjustment for working capital changes		
1) Increase / (decrease) in borrowings	(56.27)	68.40
2) Increase / (decrease) in other financial liabilities	(36.93)	48.35
3) Increase / (decrease) in trade payables	1,994.71	13.43
4) Increase / (decrease) in Other payables	3.06	3.97
5) (Increase) / decrease in loans	(2.16)	4.34
6) Increase / (decrease) in other non- financial liabilities	(1.97)	(43.13)
7) (Increase) / decrease in other financial assets	(1,918.92)	13,297.04
8) (Increase) / decrease in other non financial asset	(54.57)	939.54
9) (Increase) / decrease in trade receivables	(889.44)	1,642.18
10) (Increase) / decrease in other receivables	15.49	(15.36)
11) (Increase) / decrease in Bank Balance other than cash and cash equivalents	(31.14)	(204.67)
Cash generated / (used) from operations	(1,122.08)	19,652.12
Direct taxes (Net of refunds)	(654.10)	(2,620.22)
Net cash generated / (used) from operating activities (A)	(1,776.18)	17,031.90
B. CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from Sale / (Purchase) of Investments (Net)	(14,757.14)	14,444.16
Sale/(Purchase) of Property, plant and equipment (net)	(2.29)	(56.34)
Interest received on fixed deposits	107.02	105.68
Dividend Income	1,709.46	1,582.85
Net cash generated / (used) from investing activities (B)	(12,942.95)	16,076.35
C. CASH FLOW FROM FINANCING ACTIVITIES		
Buyback of Equity Shares (including Tax on Buyback)	(10,000.00)	(3,549.15)
Dividend paid (including unclaimed dividend)	(510.15)	(850.26)
Net cash generated / (used) from financing activities (C)	(10,510.15)	(4,399.41)
Net increase / (decrease) in cash and cash equivalents during the period (A +B +C)	(25,229.28)	28,708.84
Cash and cash equivalents		
Cash in hand	4.03	1.14
Scheduled bank - In current account	24.28	21.37
Fixed Deposit with Banks	-	-
In Liquid Funds	7,003.92	32,206.09
Cash and cash equivalents as at end of the period:	7,032.23	32,228.60
Adjustment for Unrealized (gain)/loss on fair valuation of liquid mutual funds (net)	(32.91)	(605.20)
Total	6,999.32	31,623.40
Less: Cash and cash equivalents as at beginning of the period:	32,228.60	2,914.56
Net increase in Cash and Cash equivalents	(25,229.28)	28,708.84

Notes :

- (i) The above Statement of Cash Flows has been prepared under indirect method as set out in Ind AS 7, 'Statement of Cash Flows', as specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standard) Rules, 2015 (as amended).
- (ii) Previous Year figures have been regrouped / reclassified wherever necessary to conform to current year classification and rounding off errors have been ignored. The amounts reflected as " 0 " or " - " in the financial information are values with less than rupees five hundred.

Accompanying Notes are an integral part of the Financial Statements.

1-58

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal
Managing Director
DIN: 00106763

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Director-Finance & CFO
DIN:00106037

Keshav Tandan
Executive Director
DIN: 10450801

Harsh Consul
Company Secretary
M.No: A-11183

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Note 1: Corporate information

VLS Finance Limited ("The Company") is a public limited company incorporated under the provisions of the Companies Act, 1956. The company's equity shares are listed on the National Stock Exchange of India Limited (NSE), BSE Limited (BSE), and The Calcutta Stock Exchange Limited (CSE). The company is engaged in the business of stockbroking and allied financial activities and is a registered trading member of BSE Limited. It is registered with the Securities and Exchange Board of India (SEBI) under Registration Number: INZ000302836.

VLS Finance Limited, its subsidiaries and associate entity (collectively, the Group) are engaged in stockbroking, proprietary investments and other activities in financial services. Information on the Group's structure is provided in note 2.1(ii).

Note 2: Material accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 Basis of preparation

(i) Compliance with Ind AS

The financial statements of the Company comply in all material aspects with Indian Accounting Standards (Ind AS) notified under Section 133 of the Companies Act, 2013 ("the Act") read with Companies (Indian Accounting Standards) Rules, 2015 and other relevant provisions of the Act.

The financial statements have been prepared using the material accounting policies and measurement bases summarized as below. These accounting policies have been applied consistently over all the periods presented in these financial statements, except where the Company has applied certain accounting policies and exemptions upon transition to Ind AS.

ii) Basis of Consolidation

The consolidated financial statements incorporate the financial statements of the Company and entities controlled by the Company and its subsidiaries.

Subsidiaries

Subsidiaries are entities over which the Group has control. Subsidiaries are consolidated on a line-by-line basis from the date the control is transferred to the Group. They are deconsolidated from the date that control ceases. The acquisition method of accounting is used to account for business combinations by the Group. Changes in the Group's interest in subsidiaries that do not result in a loss of control are accounted as equity transactions. The carrying amount of the Group's interests and the non-controlling interests are adjusted to reflect the changes in their relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognised directly in equity and attributed to owners of the Group. Inter-Group transactions, balances and unrealised gains on transactions between Group are eliminated. Unrealised losses are also eliminated unless the transaction provides evidence of an impairment of the asset transferred. These financial statements are prepared by applying uniform accounting policies in use at the group.

Associates

Associates are the entities over which the Group has significant influence. Investment in associates are accounted for using the equity method of accounting, after initially being recognised at cost.

The Subsidiaries and Associate considered in the Consolidated Financial Statements are as under:

Name of the Entity	Proportion of Ownership Interest March 31, 2026	Proportion of Ownership Interest March 31, 2025	Country of Incorporation
(a) Subsidiaries			
VLS Securities Limited	100.00%	100.00%	India
VLS Asset Management Limited	99.15%	99.15%	India
VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) *	100.00%	100.00%	India

Name of the Entity	Proportion of Ownership Interest March 31, 2026	Proportion of Ownership Interest March 31, 2025	Country of Incorporation
(b) Associates			
VLS Capital Limited	42.40%	42.40%	India

*Incorporated on 03-02-2021

The consolidated financial statement includes the audited financials for the year ended on 31.03.2026 of the subsidiaries VLS Securities Limited (100%), VLS Asset Management Limited (99.15%) and VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) (100%) which got incorporated on 03.02.2021. The financials of VLS Capital Ltd for the same period have been consolidated as an associate under equity method of accounting. The financials of Sunair Hotels Limited (Sunair) are not included in these consolidated financial statements as it does not fall under the definition of an associate as per Ind AS-28 due to absence of significant influence on account of ongoing disputes between the Company and Sunair, hence excluded from consolidation of financial statement for both the years. Accordingly, not included in other disclosures including related party disclosures.

iii) Historical cost convention

The financial statements have been prepared on a historical cost basis, except for the following:

- Certain Financial instruments are measured at fair value.
- Assets held for sale – measured at fair value less incidental cost to sell.

(iv) Preparation of financial statements

The Company is covered in the definition of Non-Banking Financial Company as defined in Companies (Indian Accounting Standards) (Amendment) Rules, 2016. As per the format prescribed under Division III of Schedule III to the Companies Act, 2013, the Company presents the Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the order of liquidity.

(v) Use of estimates and judgments

The preparation of financial statements in conformity with Ind AS requires management to make estimates, judgments, and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities (including contingent liabilities) and disclosures as of the date of financial statements and the reported amounts of revenue and expenses for the reporting period. Actual results could differ from these estimates. Accounting estimates and underlying assumptions are reviewed on an ongoing basis and could change from period to period. Appropriate changes in estimates are recognized in the period in which the Company becomes aware of the changes in circumstances surrounding the estimates. Any revisions to accounting estimates are recognized prospectively in the period in which the estimate is revised and future periods. The estimates and judgments that have significant impact on carrying amount of assets and liabilities at each balance sheet date are discussed at Note 3.

2.2 Revenue Recognition

The Company recognizes revenue from contracts with customers based on a five step model as set out in Ind AS 115, Revenue from Contracts with Customers, to determine when to recognize revenue and at what amount. Revenue is measured based on the consideration specified in the contract with a customer. Revenue from contracts with customers is recognized when services are provided and it is highly probable that a significant reversal of revenue is not expected to occur. Revenue is measured at fair value of the consideration received or receivable. Revenue is recognized when (or as) the Company satisfies a performance obligation by transferring a promised service (i.e. an asset) to a customer. An asset is transferred when (or as) the customer obtains control of that asset. When (or as) a performance obligation is satisfied, the Company recognizes as revenue the amount of the transaction price (excluding estimates of variable consideration) that is allocated to that performance obligation. The Company applies the five-step approach for recognition of revenue:

- Identification of contract(s) with customers;

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

- Identification of the separate performance obligations in the contract;
- Determination of transaction price;
- Allocation of transaction price to the separate performance obligations; and
- Recognition of revenue when (or as) each performance obligation is satisfied.

(i) Brokerage fee income

It is recognized on trade date basis and is exclusive of goods and service tax and securities transaction tax (STT) wherever applicable.

(ii) Interest income

Interest income is recognised on financial assets, that are not credit-impaired, on accrual basis provided there is reasonable certainty of collection.

(iii) Dividend income

Dividend income is recognized in the statement of profit or loss on the date that the Company's right to receive payment is established.

(iv) Gain / losses on dealing in securities

Gains / losses on dealing in securities are recognized on a trade date basis.

2.3 Income Tax

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate for each jurisdiction adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in profit or loss, except to the extent that it relates to items recognized in "other comprehensive income" or directly in "other equity". In this case, the tax is also recognized in "other comprehensive income" or directly in "other equity", respectively.

2.3.1 Current Tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

2.3.2 Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the Company's financial statements and the corresponding tax bases used in computation of taxable profit and quantified using the tax rates and laws enacted or substantively enacted as on the balance sheet date.

Deferred tax assets are generally recognised for all taxable temporary differences to the extent that is probable that taxable profit will be available against which those deductible temporary differences can be utilised. The carrying amount of deferred tax assets is reviewed at the end of each reporting period and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax assets relating to unabsorbed depreciation/ business losses are recognised and carried forward to the extent of available taxable temporary differences or where there is convincing other evidence that sufficient future taxable income will be available against which such deferred tax assets can be realised. The measurement of deferred tax liabilities and assets reflects the tax consequences that would follow from the manner in which the Company expects, at the end of reporting period, to recover or settle the carrying amount of its assets and liabilities. Transaction or event which is recognised outside profit or loss, either in "other comprehensive income" or in "other equity", is recorded along with the tax as applicable.

Current and deferred tax for the year: Current and deferred tax are recognised in the Statement of Profit and Loss, except when they relate to items that are recognised in "other comprehensive income" or directly in "other equity", in which case, the current and deferred tax are also recognised in "other comprehensive income" or directly in "other equity" respectively.

2.4 Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, cash at banks, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less and investment in liquid mutual funds that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

2.5 Cash flow statement

Cash flows are reported using the indirect method, whereby profit / (loss) before extraordinary items and tax is adjusted for the effects of transactions of non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from operating, investing and financing activities of the Company are segregated in the Cash flow statement.

2.6 Financial instruments

(i) Initial recognition and measurement:

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. In regular way, purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability which are not carried through profit and loss statement at its fair value plus or minus, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.
- In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.

When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

(ii) Fair value of financial instruments:

Some of the Company's assets and liabilities are measured at fair value for financial reporting purpose. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date regardless of whether that price is directly observable or estimated using another valuation technique.

Information about the valuation techniques and inputs used in determining the fair value of various assets and liabilities are disclosed in Note 37 and 41.

2.6.1. Financial assets

(i) Classification and subsequent measurement

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL):
Instruments that do not meet the amortised cost or FVTOCI criteria are measured at FVTPL. Financial assets at FVTPL are measured at fair value at the end of each reporting period, with any gains or losses arising from remeasurement recognised in profit and loss statement. The gain or loss on disposal is recognised in the profit and loss statement. Interest income is recognised in the profit and loss statement for FVTPL debt instruments. Dividend on financial assets at FVTPL is recognised when the Company's right to receive dividend is established.
- Fair value through other comprehensive income (FVTOCI):
Debt instruments that meet the following criteria are measured at fair value through other comprehensive income (except for debt instruments that are designated as at fair value through profit or loss on initial recognition)

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

- the asset is held within a business model whose objective is achieved both by collecting contractual cash flows and selling financial assets; and
- the contractual terms of the instrument give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Interest income is recognised in profit or loss for FVTOCI debt instruments. Other changes in fair value of FVTOCI financial assets are recognised in other comprehensive income. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings.

- Amortised cost:

Financial asset is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

(ii). Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All investments in equity instruments classified under financial assets are initially measured at fair value, the Group may, on initial recognition, elect to measure the same either at FVTOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised as revenue from operations in the Statement of Profit and Loss unless the Group has elected to measure such instrument at FVTOCI. Fair value changes excluding dividends, on an equity instrument measured at FVTOCI are recognized in OCI for its fair value changes. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. When the investment is disposed of, the cumulative gain or loss previously accumulated in FVTOCI is transferred from FVTOCI to Retained Earnings. Dividend income on the investments in equity instruments are recognised as 'Revenue from operations' in the Statement of Profit and Loss.

(iii). Investments in mutual funds

Investments in mutual funds are measured at fair value through other comprehensive income (FVTOCI)/ at fair value through profit and loss (FVTPL).

(iv). Impairment

The Company recognizes impairment allowances using Expected Credit Losses ("ECL") method on all the financial assets that are not measured at FVTPL:

ECL are probability-weighted estimate of credit losses. They are measured as follows:

- Financials assets that are not credit impaired (the present value of all cash shortfalls that are possible within 12 months after the reporting date).
- Financials assets with significant increase in credit risk (the present value of all cash shortfalls that result from all possible default events over the expected life of the financial assets).
- Financials assets that are credit impaired (the difference between the gross carrying amount and the present value of estimated cash flows).

Financial assets are written off / fully provided for when there is no reasonable expectation of recovering a financial asset in its entirety or a portion thereof.

However, financial assets that are written off could still be subject to enforcement activities under the Company's recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in the Statement of Profit and Loss.

(v). Derecognition

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more party/parties.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.

Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

2.7 Financial liabilities

(i). Initial recognition and measurement

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held for trading, or it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in profit or loss. Any gain or loss on derecognition is also recognised in Statement of Profit or loss.

(ii). Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss is measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

(iii). Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and even in the event of default, insolvency or bankruptcy of the Company or the counterparty.

2.8 Property, plant and equipment

- (i) Property, plant and equipment are stated at cost of acquisition less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition and installation of the assets. Subsequent costs are included in the asset's carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. The carrying amount of any component accounted for as a separate asset is derecognized when replaced. All other repairs and maintenance are charged to profit or loss during the reporting period in which they are incurred.

(ii). Depreciation methods, estimated useful lives and residual value

Deprecation is calculated as per WDV method by company. Under this method, the depreciation is calculated at a certain fixed percentage each year on the decreasing book value commonly known as WDV of the asset (book value less depreciation).

The Company follows a procedure of writing off all capital expenses which do not exceed Rs.1000/- in each case.

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

(iii). Assets Useful life

The economic useful life of the asset is ascertained by the management as per Schedule II (Part-C) of the Companies Act, 2013.
 Furniture and Fixtures: 10 years
 Office Equipment: 5 years
 Computers: 3 years/Servers: 6 years
 Vehicles: 8 to 10 years
 Buildings: 30 to 60 years

Leasehold Improvements- Over the primary lease period or useful life, whichever is less.

The Group, based on technical assessment made by technical expert and management estimate, depreciates the certain items of building, plant and equipment over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

(iv) Derecognition:

The carrying amount of an item of property, plant and equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. Gains and losses on disposals are determined by comparing proceeds with carrying amount and are recognized in the statement of profit and loss when the asset is derecognized.

2.9 Intangible Assets

Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less accumulated amortization.

Development expenditure on software is capitalized as part of the cost of the resulting intangible asset only if the expenditure can be measured reliably, the product or process is technically and commercially feasible, future economic benefits are probable, and the Company intends to and has sufficient resources to complete development and to use or sell the asset. Otherwise it is recognized in the profit or loss as incurred. Subsequent to initial recognition, the asset is measured at cost less accumulated amortization and any accumulated impairment losses.

Amortisation

Amortisation is calculated using the WDV method to write down the cost of intangible assets to their residual values over their estimated useful lives and is included in the depreciation and amortization in the statement of profit and loss.

<u>Intangible asset</u>	<u>Useful life / amortization period</u>
Computer Software	5 Years

2.10 Investment Property

Property that is held for long-term rental yields or for capital appreciation or both, and that is not used by the group for business purposes, is classified as investment property. Investment property is measured initially at its cost, including related transaction costs. Subsequent expenditure is capitalized to the asset's carrying amount only when it is probable that future economic benefits associated with the expenditure will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance costs are expensed when incurred. When part of an investment property is replaced, the carrying amount of the replaced part is derecognized.

The Group depreciates the building component of investment properties over 30 -60 years from the date of original construction/ purchase.

Depreciation on investment property is calculated using the WDV method to write down the cost of property to their residual values over their estimated useful life in the manner prescribed in Schedule II of the Act.

The Group, based on technical assessment made by technical expert and management estimate, depreciates the building over estimated useful life which are different from the useful life prescribed in Schedule II to the Companies Act, 2013. The management believes that these estimated useful life are realistic and reflect a fair approximation of the period over which the assets are likely to be used.

2.11 Impairment of non-financial assets

At each reporting date, the Company assesses whether there is any indication based on internal / external factors, that an asset may be

impaired. If any such indication exists, the Company estimates the recoverable amount of the asset. The recoverable amount of asset is the higher of its fair value or value in use. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects the current market assessment of time value of money and the risks specific to it. If such recoverable amount of the asset or the recoverable amount of the cash generating unit to which the asset belongs is less than its carrying amount, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognised in the statement of profit and loss. All assets are subsequently reassessed for indications that an impairment loss previously recognised may no longer exist. An Impairment loss is reversed if there has been a change in estimates used to determine the recoverable amount. Such a reversal is made only to the extent that the assets carrying amount would have been determined, net of depreciation or amortization, had no impairment loss been recognised.

2.12 Provisions and contingencies:

Provisions are recognized when the Company has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Provisions are determined by discounting the expected future cash flows (representing the best estimate of the expenditure required to settle the present obligation at the balance sheet date) at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost. Expected future operating losses are not provided for. Contingent liabilities are disclosed when there is a possible obligation arising from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made.

2.13 Earnings per share

a) Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity shareholders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

b) Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive assets acquired and liabilities assumed.

2.14 Leases

The Company lease asset classes primarily consist of leases for buildings taken on lease for operating its office. The Company assesses whether a contract contains a lease, at inception of a contract. At the date of commencement of the lease, the company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease. Right-of-use assets are depreciated from the commencement date on a straight-line basis over the lease term. The lease liability is initially measured at amortized cost at the present value of the future lease payments

As a lessor

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases.

2.15 Foreign exchange transactions

The functional currency and the presentation currency of the Company is Indian Rupees. Transactions in foreign currency are recorded on

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initial recognition using the exchange rate at the transaction date. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency closing rates of exchange at the reporting date. Exchange differences arising on the settlement or translation of monetary items are recognized in the statement of profit and loss in the period in which they arise.

2.16 Borrowing costs

Borrowing costs include interest expense as per the effective interest rate (EIR) and other costs incurred by the Company in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of those tangible fixed assets which necessarily take a substantial period of time to get ready for their intended use are capitalized. Other borrowing costs are recognized as an expense in the year in which they are incurred.

The difference between the discounted amount mobilized and redemption value of securities is recognized in the statement of profit and loss over the life of the instrument using the EIR.

2.17 Retirement and other employee benefits

(i). Short-term employee benefits

Employee benefits payable wholly within twelve months of availing employee services are classified as short-term employee benefits. These benefits include salaries and wages, bonus and ex-gratia. The undiscounted amount of short term employee benefits such as salaries and wages, bonus and ex-gratia to be paid in exchange of employee services are recognized in the period in which the employee renders the related service.

(ii). Post-employment benefits

(i). (a). Defined contribution plans:

A defined contribution plan is a post-employment benefit plan under which an entity pays specified contributions to a separate entity and has no obligation to pay any further amounts. The company makes specified monthly contributions towards Provident Fund and Employees State Insurance Corporation ('ESIC'). The contribution of company is recognized as an expense in the Statement of Profit and Loss during the period in which employee renders the related service. There are no other obligations other than the contribution payable to the Provident Fund and Employee State Insurance Scheme. These contributions are recognized as an expense in the statement of profit and loss during the period during the period in which the employee renders the related service.

(ii)(b). Defined benefit plan:

Gratuity liability, wherever applicable, is provided for on the basis of an actuarial valuation done as per projected unit credit method, carried out by an independent actuary at the end of the year. The Company's gratuity benefit scheme is a defined benefit plan.

(iii) Other Long-term Benefits:

Compensated absences

The Company provides for the encashment / availment of leave with pay subject to certain rules. The employees are entitled to accumulate leave subject to certain limits for future encashment / availment. The liability is provided based on the number of days of unutilized leave at each balance sheet date on the basis of an independent actuarial valuation.

Note 3. Key accounting estimates and Judgments

The preparation of financial statements requires management to make judgments, estimates and assumptions in the application of accounting policies that affect the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on ongoing basis. Any changes to accounting estimates are recognized prospectively. Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the amounts recognized in the financial statements are included in the following notes:

- Provision and contingent liability: On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.
- Allowance for impairment of financial asset: Judgments are required in assessing the recoverability of overdue loans and determining whether a provision against those loans is required. Factors considered include the aging of past dues, value of collateral and any possible actions that can be taken to mitigate the risk of non-payment.
- Recognition of deferred tax assets: Deferred tax assets are recognized for unused tax-loss carry forwards and unused tax credits to the extent that realization of the related tax benefit is probable. The assessment of the probability with regard to the realization of the tax benefit involves assumptions based on the history of the entity and applicable laws.
- Property, plant and equipment and Intangible Assets: Management reviews the estimated useful life and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful life and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.
- The fair value of financial instruments that are not traded in an active market is determined using valuation techniques. The Company uses its judgment to select a variety of methods and make assumptions that are mainly based on market conditions existing at the end of each reporting period.
- Defined benefit plans: The cost of defined benefit plans and the present value of the defined benefit obligations are based on actuarial valuation using the projected unit credit method. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long - term nature, a defined benefit obligation is highly sensitive to changes in these assumptions.

(Rupees in Lakhs)

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
4	Cash and cash equivalents		
	a) Cash on hand	4.03	1.14
	b) Balances with Banks		
	-In Current Accounts	24.27	21.37
	-In Deposits Accounts	-	-
	(Original Maturity of Less than or equal to 3 months)		
	c) Liquid mutual funds measured at FVTPL (Unquoted and Fully paid)	7,003.92	32,206.09
	Total	7,032.22	32,228.60

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026
(Rupees in Lakhs)

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
5	Bank Balance other than cash and cash equivalents		
	a) Fixed deposits with bank (Refer note below) (Original Maturity of more than 3 months and less than or equal to 12 months) *#	888.41	246.29
	b) Fixed deposits with bank (Maturity more than 12 months) *#	336.93	949.33
	c) Bank balances in Unpaid dividend accounts	231.23	244.20
	d) Bank balances in Buyback Account	-	-
	e) Bank balances in Unspent CSR Account	174.04	159.65
	Total	1,630.61	1,599.47
Note : * Pledged with banks as security for overdraft facility # Balance of fixed deposits also include interest accrued on fixed deposit			
6	Receivables ⁽¹⁾		
	I) Trade Receivables		
	Unsecured, considered good		
	a) Receivable from share brokers	661.70	45.94
	b) Others	317.76	44.08
	Total	979.46	90.02
	II) Other Receivables		
	Secured, considered good		
	Interest accrued	224.18	224.18
	Unsecured, considered good		
	a) Interest accrued	9.88	25.37
	Less: Allowance for Expected credit losses on Interest accrued	(9.50)	(9.50)
	Total	224.56	240.05
	1) Pl. refer Note No 45: Ageing of Trade & Other Receivables		
7	Loans		
	(Unsecured and considered good)		
	a) Loan to employees (including deferred cost) ⁽²⁾	11.78	9.62
	b) Others	800.00	800.00
	Total	811.78	809.62
	2) Pl. refer Note No 46		
8	Other Financial Assets		
	(Unsecured, considered good)		
	a) Margin Money Deposits		
	-Share brokers	2,558.00	1,433.00
	-Others	75.00	75.00
	b) Security deposits	924.35	140.67
	c) Dividend Receivable	21.48	17.03
	d) Application money for investments	-	-
	e) Others	2,018.14	2,010.36
	f) Interest accrued	56.74	58.73
	Allowance for Expected credit losses on Other Financial Assets	(2,000.00)	(2,000.00)
	Total	3,653.71	1,734.79
9	Current Tax Assets (Net)		
	Advance Tax and Tax Deducted at source	1,604.93	15,191.58
	Less: Tax Provisions	(1,470.23)	(14,700.55)
	Total	134.70	491.03

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Note 10: Investments

Particulars	Face Value (in Rs)	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)	Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)
A) (Investment at fair value through other comprehensive income (at FVTOCI))					
1) Investment in Equity instruments					
i) Investment in Quoted Equity Shares					
1) Alchemist Limited	10	9,690	0.00	9,690	0.00
2) Ashapura Intimates Fashion Limited	10	80,000	0.00	80,000	0.00
3) Axis Bank Limited	2	48,821	566.96	48,821	538.01
4) Bajaj Healthcare Limited	5	-	-	63,109	422.99
5) Ballarpur Industries Limited	10	31,923	0.00	31,923	0.00
6) Bank of Maharashtra Limited	10	-	-	9,40,000	435.60
7) BSE Limited	2	67,500	1,811.36	28,600	1,567.22
8) CG Power And Industrial Solutions Limited	2	80,554	527.67	7,29,000	4,654.67
9) Cox & Kings Limited	5	2,00,000	0.00	2,00,000	0.00
10) Cox & Kings Financial Service Limited	10	33,185	0.00	33,185	0.00
11) Cyient Limited	5	-	-	5,000	63.25
12) Dee Pharma Ltd.	10	200	0.00	200	0.00
13) Dhampur Bio Organics Limited	10	93,000	107.97	93,000	61.45
14) Kashipur Sugar Mills Limited	10	89,767	0.00	89,767	1.89
15) Dhampur Sugar Mills Limited	10	-	-	2,00,000	239.52
16) DLF Limited	2	40,000	201.64	40,000	272.20
17) Dwarkesh Sugar Industries Limited	1	2,56,268	117.68	9,73,052	358.18
18) EIH Limited	2	-	-	2,10,000	742.35
19) Epigral Limited	10	8,23,778	6,676.31	8,10,753	15,437.55
20) HCL Technologies Limited	2	58,721	787.80	56,021	892.13
21) ICICI Bank Limited	2	2,31,500	2,791.66	1,43,800	1,938.93
22) Indian Bank Limited	10	1,80,700	1,528.18	1,80,700	978.13
23) Jaypee Infratech Limited	10	-	-	3,98,730	0.00
24) Jindal Stainless Limited	2	4,32,500	3,074.86	4,32,500	2,515.42
25) JIO Financial Service Limited	10	100	0.23	100	0.24
26) Lanco Infratech Limited	1	5,000	0.00	5,000	0.00
27) MBL Infrastructure Limited	10	16,07,615	312.52	16,07,615	726.48
28) Meghmani Organics Limited	1	9,33,408	342.93	13,10,000	804.21
29) Mercator Limited	1	11,00,000	0.00	11,00,000	0.00
30) Mtar Technologies Limited	10	-	-	13,700	175.52
31) Neo Corp International Ltd.	10	37,12,515	0.00	37,12,515	0.00
32) Orissa Sponge Iron & Steel Limited	10	2,936	0.00	2,936	0.00
33) Parag Milk Foods Limited	10	3,27,100	588.32	16,76,809	2,505.99
34) Punjab Wireless Systems Ltd.	10	500	0.00	500	0.00
35) Relaxo Footwears Limited	1	2,23,31,077	53,125.64	2,33,81,077	91,079.79
36) Reliance Industries Limited	10	200	2.69	200	2.55
37) State Bank of India Limited	1	3,67,750	3,601.74	3,05,250	2,355.00
38) Surana Industries Limited	10	4,50,000	0.00	4,50,000	0.00
39) Suzlon Energy Limited	2	19,34,000	765.09	19,34,000	1,095.80
40) Tata Motors Limited	2	-	-	85,000	573.28
41) Tata Power Company Limited	1	1,44,500	547.29	1,44,500	542.45
42) TCI Industries Limited	10	3,290	44.12	8,549	105.15
43) Triveni Engineering & Industries Limited	1	2,00,000	758.80	2,00,000	768.90
44) Tube Investments of India Limited	1	-	-	200	5.54
45) UTI Asset Management Company Limited	10	-	-	19,000	200.50
46) UTI Master Plus 91	10	200	0.00	200	0.00
47) VIP Clothing Limited	2	-	-	5,43,517	153.22
Total A. (1)(i)			78,281.45		1,32,214.11
ii) Investment in Unquoted Equity Shares- Fully Paid up					
1) Dewdrop Career Solutions Private Ltd	10	10,000	-	10,000	-
2) Indhradhan Agro Ltd.	10	1,50,000	-	1,50,000	-
3) Invest India Economic Foundation Private Ltd.	10	2,000	-	2,000	-
4) Lava International Ltd.	5	10,00,000	380.00	10,00,000	480.00
5) MPL Enterprises Ltd.	10	5,482	-	5,482	-
6) National Stock Exchange of India Limited	1	1,75,000	3,256.75	1,75,000	2,170.00
7) Orbis Financial Corp. Ltd.	10	65,000	282.75	65,000	292.50

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
8) Runeecha Textiles Ltd.	10	3,57,600	-	3,57,600	-
9) Sunair Hotels Ltd.	10	95,94,824	4,141.13	95,94,824	3,998.16
Total A(1)(ii)			8,060.63		6,940.66
Total Investment in Equity instruments Total A(1)			86,342.08		1,39,154.77
2) Investment in Debt securities					
i) Investment in Tax free Bonds* (Quoted & Fully Paid-up)					
1) Indian Railway Finance Corp Ltd. (IRFC-NO)	1000	16,507	178.47	16,507	180.28
2) Indian Railway Finance Corp. Ltd. (IRFC-N2)	1000	1,00,000	1,017.72	1,00,000	1,039.72
3) National Highways Authority Of India (NHAI-NA)	1000	1,11,528	1,214.26	1,11,528	1,217.89
4) National Highways Authority Of India (NHAI-NE)	1000	86,668	937.88	86,668	949.15
5) National Housing Bank (NHBTF2014-N2)	5000	7,000	378.90	7,000	382.68
6) Rural Electrification Corp Ltd. (RECLTD-NI)	1000	1,00,000	1,019.60	1,00,000	1,040.29
Total A(2)(i)			4,746.83		4,810.01
ii) Investment in Treasury Bills -Unquoted - Fully paid-up					
1) Government of India (T-Bill)	100	5,00,000	496.91	5,00,000	494.89
Total A(2)(ii)			496.91		494.89
Total Investment in Debt securities Total A(2)			5,243.74		5,304.90
3) Investment in AIF / PMS/ Mutual Funds					
i) Investment in Alternative Investment Funds- Unquoted - Fully paid-up					
1) IIFL Real Estate Fund Domestic Series 3			-		74.10
2) IvyCap Ventures Trust Fund III			1,069.80		527.45
3) UTI Structured Debt Opportunities Fund -II			-		47.90
Total A(3)(i)			1,069.80		649.45
ii) Investment through Portfolio Management Services (PMS)					
1) Accuracap Consultancy Services Pvt. Ltd.			142.69		149.10
2) Globe Capital Market Ltd			6,636.65		7,372.97
Total A(3)(ii)			6,779.33		7,522.08
iii) Investment in units of Mutual Funds - Unquoted - Fully paid-up					
1) Baroda BNP Paribas Business Cycle Fund - Direct Growth		19,99,900	301.20	19,99,900	305.83
2) Baroda BNP Paribas Balanced Advantage Fund - Direct IDCW		10,75,998	175.83	10,75,998	177.24
3) Baroda BNP Paribas Equity Saving Fund - Direct Plan IDCW		13,02,762	169.85	12,17,093	164.60
4) Baroda BNP Paribas Money Market Fund - Direct Plan Growth		71,025	1,039.46	2,66,973	3,662.21
5) Baroda BNP Paribas Large & Mid Cap Fund - Direct Growth		6,71,568	174.20	6,71,568	179.32
Total A(3)(iii)			1,860.54		4,489.21
Total Investment in AIF / PMS/ Mutual Funds Total A(3)			9,709.67		12,660.74
Total Investment at fair value through other comprehensive income (at FVTOCI) A			1,01,295.49		1,57,120.41
B) Investment at fair value through profit and loss (at FVTPL)					
1) Investment in Equity instruments					
i) Investment in Quoted Equity Shares					
1) ACC Limited	10	1,000	12.55	-	-
2) Acutaas Chemicals Limited (Formerly AMI Organics Ltd.)	5 (P.Y.10)	21,500	550.10	22,425	547.35
3) Adani Wilmar Limited	1			56,000	144.66
4) Aditya Birla Real Estate Limited	10	-	-	8,000	156.79
5) Aditya Vision Limited	1	13,846	66.20	-	-
6) Aegis Logistics Limited	1	34,300	205.34	-	-
7) Amber Enterprises India Limited	10	667	43.68	-	-
8) Anup Engineering Limited	10	-	-	21,200	736.81
9) Apcotex Industries Limited	2	-	-	56,169	187.46
10) Avanti Feeds Limited	1	25,000	294.00	63,581	580.91
11) Awfis Space Solutions Limited	10	-	-	500	3.31
12) AWL Agri Business Limited	1	4,64,968	826.57	-	-
13) Azad Engineering Limited	2	1,000	14.84	-	-

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
14) Bajaj Auto Limited	10	-	-	500	39.39
15) Bajaj Finance Limited	1	41,000	328.64	-	-
16) Bajaj Holdings & Investment Limited	10	4,700	411.06	-	-
17) Balrampur Chini Mills Limited	1	98,600	490.14	-	-
18) Bandhan Bank Limited	10	30,000	42.41	-	-
19) BEML Limited	5	-	-	300	9.66
20) Bharat Dynamics Limited	5	1,000	10.97	1,800	23.07
21) Bharat Electronics Limited	1	11,250	45.07	-	-
22) Bharat Forge Limited	2	39,000	653.09	-	-
23) Bharti Airtel Limited	5	1,62,989	2,905.12	1,22,089	2,116.29
24) Britannia Industries Limited	1	5,832	316.27	5,832	287.92
25) Brookfield India Real Estate Trust	100000	81,000	262.19	81,000	234.60
26) Central Depository Services (India) Limited	10	24,100	269.78	6,900	84.18
27) CG Power and Industrial Solutions Limited	2	4,69,246	3,073.80	-	-
28) CIE Automotive India Limited	10	-	-	25,987	103.47
29) Cipla Limited	2	-	-	1,500	21.63
30) CMS Info Systems Limited	10	-	-	2,000	9.23
31) Coal India Limited	10	1,79,500	808.56	-	-
32) Computer Age Management Services Limited	2 (P.Y.10)	61,190	382.93	1,600	59.57
33) DCM Shriram Fine Chemicals Limited	2	39,000	6.77	-	-
34) DCM Shriram Industries Limited	2	39,000	13.37	-	-
35) DCM Shriram International Limited	2	39,000	26.66	-	-
36) Deepak Fertilizers And Petrochemicals Corp Limited	10	1,20,100	1,091.71	1,50,000	1,674.30
37) Dhampur Sugar Mills Limited	10	2,00,000	283.54	-	-
38) Dixon Technologies (India) Limited	2	425	41.11	-	-
39) Dwarikesh Sugar Industries Limited	1	2,04,936	94.11	-	-
40) EID Parry India Limited	1	-	-	1,05,000	824.88
41) Embassy Office Parks REIT	500000	7,87,000	3,307.68	7,87,000	2,876.41
42) Endurance Technologies Limited	10	1,000	22.14	-	-
43) Esab India Limited	10	300	14.87	-	-
44) Eternal Limited	1	8,19,500	1,876.49	-	-
45) Exicom Tele-Systems Limited	10	-	-	59,000	86.99
46) FDC Limited	1	-	-	53,178	209.49
47) Federal Bank Limited	2	40,000	103.76	40,000	77.09
48) Fiem Industries Limited	10	1,000	19.11	-	-
49) General Insurance Corporation Of India	5	-	-	1,00,000	421.10
50) Glenmark Pharmaceuticals Limited	1	10,000	213.17	11,500	177.22
51) Godawari Power & Ispat Limited	1	2,41,500	649.15	2,00,000	360.24
52) Granules India Limited	1	55,000	341.22	70,000	340.45
53) Graphite India Limited	2	-	-	1,600	7.65
54) Gravita India Limited	2	88,000	1,159.93	22,100	404.86
55) Havells India Limited	1	3,550	42.27	-	-
56) HBL Engineering Limited	1	5,500	33.81	-	-
57) HDFC Asset Management Company Limited	5	12,100	268.18	-	-
58) HDFC Bank Limited	1	2,53,400	1,853.75	1,17,300	2,144.48
59) HEG Limited	2	69,000	374.26	69,000	333.17
60) Hexaware Technologies Limited	1	62,800	266.90	-	-
61) Hindalco Industries Limited	1	87,800	776.55	87,800	599.19
62) Hindustan Aeronautics Limited	5	10,000	348.72	10,000	417.75
63) Hindustan Copper Limited	5	-	-	1,37,000	302.48
64) Hindustan Unilever Limited	1	1,000	20.55	-	-
65) Hindustan Zinc Limited	2	3,71,405	1,865.01	75,405	348.30
66) ICICI Prudential Life Insurance Company Limited	10	53,000	270.06	53,000	299.11
67) IG Petrochemicals Limited	10	-	-	14,200	60.37
68) Indian Metals & Ferro Alloys Limited	10	7,880	94.76	-	-
69) Indusind Bank Limited	10	-	-	25,000	162.46
70) Ingersoll-Rand (India) Limited	10	500	17.44	-	-
71) Interarch Building Products Limited	10	-	-	37,215	553.96
72) Interarch Building Solutions Limited	10	37,215	619.63	-	-
73) Inventurus Knowledge Solutions Limited	1	1,000	13.28	-	-
74) ITC Hotels Limited	1	-	-	13,500	26.66
75) ITC Limited	1	1,35,000	388.40	1,35,000	553.16

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
76) Jaiprakash Power Ventures Limited	10	-	-	45,50,000	648.37
77) Jana Small Finance Bank Limited	10	2,42,405	873.02	2,42,405	986.71
78) Jindal Steel Limited	1	1,33,500	1,485.99	-	-
79) Jindal Steel & Power Limited	1	-	-	1,33,500	1,217.92
80) Jio Financial Services Limited	10	11,16,900	2,502.97	9,70,900	2,208.89
81) JK Tyre & Industries Limited	2	5,800	22.09	-	-
82) JM Financial Limited	1	18,000	20.45	-	-
83) JSW Energy Limited	10	54,000	254.66	54,000	290.47
84) JSW Infrastructure Limited	2	2,29,200	551.91	-	-
85) Jubilant Ingrevia Limited	1	11,551	62.80	-	-
86) Jubilant Pharmova Limited	1	-	-	16,000	143.34
87) K M Sugar Mills Limited	2	5,00,000	125.75	-	-
88) Kaynes Technology India Limited	10	-	-	500	23.74
89) KEI Industries Limited	2	-	-	300	8.68
90) Kernex Microsystems Limited	10	-	-	800	6.24
91) Kirloskar Pneumatic Company Limited	2	41,500	431.60	-	-
92) KPIT Technologies Limited	10	-	-	500	6.54
93) Kwaliti Wall'S (India) Limited	1	3,600	0.81	-	-
94) Le Travenues Technology Limited	1	-	-	25,000	35.40
95) Lodha Developers Limited	10	1,000	6.77	-	-
96) LTIMindtree Limited	1	-	-	6,300	282.96
97) Lupin Limited	2	-	-	18,500	375.17
98) Mahindra & Mahindra Limited	5	33,050	976.53	11,800	314.56
99) Mahindra Lifespace Developers Limited	10	-	-	32,360	96.77
100) Mahindra Logistics Limited	10	-	-	32,000	83.71
101) Mankind Pharma Limited	1	44,164	885.84	34,214	829.60
102) Max Estates Limited	10	-	-	51,523	200.53
103) Meghmani Organics Limited	1	1,33,899	49.19	-	-
104) Mindspace Business Parks REIT	500000	65,500	294.20	65,500	245.45
105) Mrs Bectors Food Specialities Limited	10	-	-	12,500	182.68
106) Multi Commodity Exchange Of India Limited	2	2,050	48.98	-	-
107) Narayana Hrudayalaya Limited	10	83,500	1,340.43	-	-
108) Netweb Technologies India Limited	2	500	15.49	-	-
109) Nexus Select Trust	500000	9,90,783	1,494.00	9,90,783	1,290.40
110) Nippon Life India Asset Management Limited	10	57,200	458.54	-	-
111) NLC India Limited	10	2,16,500	581.52	2,16,500	529.71
112) NTPC Limited	10	1,93,000	715.35	1,93,000	690.17
113) One 97 Communications Limited	1	1,000	9.59	1,000	7.83
114) Paramount Communications Limited	2	20,16,499	575.91	22,80,600	1,126.62
115) PG Electroplast Limited	1	12,000	56.39	-	-
116) PI Industries Limited	1	24,400	663.39	-	-
117) Piramal Enterprises Limited	2	-	-	22,000	217.33
118) Piramal Finance Limited	2	22,000	403.59	-	-
119) Power Grid Corp. Of India Limited	10	30,000	88.83	30,000	87.11
120) Power Mech Projects Limited	10	500	8.66	-	-
121) Radiant Cash Management Services Limited	1	-	-	1,14,000	58.23
122) REC Limited	10	1,21,300	370.09	50,000	214.60
123) Reliance Industries Limited	10	3,39,800	4,566.57	2,74,800	3,503.97
124) Religare Enterprises Limited	10	1,00,000	202.15	1,00,000	234.99
125) Restaurant Brands Asia Limited	10	-	-	1,00,000	60.45
126) SJS Enterprises Limited	10	2,600	40.32	-	-
127) Sadhana Nitrochem Limited	1	32,25,701	44.19	2,11,324	35.61
128) Samhi Hotels Limited	1	3,87,050	496.00	1,11,000	156.31
129) Sanofi Consumer Healthcare India Limited	10	5,000	214.91	5,000	241.34
130) Sanofi India Limited	10	-	-	5,000	286.27
131) Satin Creditcare Network Limited	10	1,05,000	146.87	1,13,000	161.57
132) Schneider Electric Infrastructure Limited	2	62,700	530.32	-	-
133) Shaily Engineering Plastics Limited	2	500	10.42	-	-
134) Sheela Foam Limited	5	58,400	271.59	30,500	216.55
135) Shilpa Medicare Limited	1	-	-	500	3.32
136) Shriram Finance Limited	2	1,87,465	1,634.88	1,05,500	692.08

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Particulars	Face Value	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding	Fair Value	Shares/Units Holding	Fair Value
	(in Rs)	(in Nos)	(Rs in Lakhs)	(in Nos)	(Rs in Lakhs)
137) SRF Limited	10	8,500	207.23	8,500	249.83
138) Sterling And Wilson Renewable Energy Limited	1	-	-	75,500	189.02
139) Styrenix Performance Materials Limited	10	-	-	29,000	791.70
140) Sula Vineyards Limited	2	-	-	47,000	126.59
141) Sumitomo Chemical India Limited	10	-	-	41,000	229.33
142) Sun Pharmaceutical Industries Limited	1	-	-	2,500	43.37
143) Suprajit Engineering Limited	1	1,08,036	432.25	-	-
144) Supriya Lifescience Limited	2	69,000	387.71	41,300	303.20
145) Swiggy Limited	1	1,44,210	375.02	-	-
146) Tata Consumer Products Limited	1	47,500	482.03	36,170	362.39
147) Tejas Networks Limited	10	-	-	12,200	92.77
148) Thermax Limited	2	-	-	300	10.96
149) Torrent Pharmaceuticals Limited	5	6,500	274.31	6,500	209.82
150) Torrent Power Limited	10	-	-	500	7.43
151) Trent Limited	1	11,500	379.02	11,500	612.39
152) TVS Motor Company Limited	1	1,300	43.73	-	-
153) Ugro Capital Limited	10	6,64,649	540.36	4,63,369	777.00
154) Ultratech Cement Limited	10	4,850	521.13	-	-
155) VA Tech Wabag Limited	2	39,850	461.22	19,000	276.38
156) Varun Beverages Limited	2	1,21,500	466.68	1,02,000	550.44
157) Vedanta Limited	1	1,67,000	1,093.52	35,500	164.51
158) Voltas Limited	1	-	-	1,000	14.59
159) Zen Technologies Limited	1	5,600	71.62	7,100	104.98
160) Eternal Limited	1	-	-	8,19,500	1,652.93
Total B(1)(i)			57,801.07		43,379.89
ii) Investment in Unquoted Equity Shares- Fully Paid up					
1) Api Holding Ltd.	1	15,00,000	97.50	15,00,000	142.50
2) Care Health Insurance Ltd.	10	50,000	59.00	50,000	89.00
3) Deepak Houseware & Toys Ltd.	1	25,000	14.50	25,000	16.50
4) Dolomite Restaurants Private Limited	10	100	0.00	100	0.00
5) Eqaro Surety Private Limited	10	1,000	0.41	1,000	0.41
6) Fairvalue Insuretech Pvt. Ltd.	10	1	0.48	1	0.32
7) Infobay Ai Limited	10	10	24.64	-	-
8) National Stock Exchange of India Limited	1	5,50,000	10,235.50	4,50,000	5,580.00
9) Sterlite Electric Ltd. (Formerly Sterlite Power Transmission Ltd.)	2	15,000	65.25	15,000	80.25
10) Sterlite Grid 5 Limited	2	15,000	43.20	-	-
11) Swiggy Limited	1	-	-	2,94,210	971.48
12) Utkarsh Coreinvest Ltd.	10	3,50,000	250.03	3,50,000	538.23
13) Veeda Clinical Research Ltd	2	1,36,158	571.86	1,36,158	500.00
Total B(1)(ii)			11,362.38		7,918.69
Total Investment in Equity instruments B(1)			69,163.44		51,298.59
2) Investment in Preference Shares					
i) Investment in Compulsory Convertible Preference Shares - Unquoted - Fully paid-up					
1) Eqaro Surety Private Limited.	10	12,03,440	499.07	12,03,440	499.07
2) Eroute Technologies Private Limited	10	1,06,444	558.83	1,05,714	518.00
3) Fairvalue Insuretech Private Limited	10	2,092	994.45	1,894	600.28
Total B 2 (i)			2,052.35		1,617.35
Total Investment in Preference Shares B 2			2,052.35		1,617.35
3) Investment in Debt securities					
i) Investment in Non Convertible Debentures - Unquoted					
1) Manipal Education And Medical Group India Private Limited	1000000	100	507.49	100	481.23
2) Mpokket Financial Services Private Limited	100000	-	-	750	750.00
Total B(3)(i)			507.49		1,231.23
ii) Investment in Compulsory Convertible Debentures - Unquoted - Partly paid-up					
1) Eqaro Surety Private Limited	41	10,00,000	0.50	10,00,000	0.50
Total B 3(ii)			0.50		0.50

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Particulars	Face Value (in Rs)	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)	Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)
ii) Investment in Compulsory Convertible Debentures - Unquoted - Fully paid-up					
1) Dolomite Restaurants Private Limited	10	50,00,000	80.00	50,00,000	80.00
Total B 3(iii)			80.00		80.00
Total Investment in Debt securities B(3)			587.99		1,311.73
4) Investment in Mutual funds/PMS/AIF					
i) Investment in units of Mutual Funds - Unquoted - Fully paid-up					
1) Baroda BNP Paribas Nifty200 Momentum 30 Index Fund - Direct Growth		19,99,900	143.12	19,99,900	150.07
2) Baroda BNP Paribas Ultra Short Duration Fund - Direct Plan Growth		30,679	500.97	-	-
3) Nippon India Income Plus Arbitrage Active Fund Of Fund - Direct Growth Plan		4,99,975	52.00	-	-
4) Invesco India Ultra Short Duration Fund - Direct Plan Growth		5,117	154.12	-	-
5) Axis Money Market Fund - Direct Growth		3,368	50.94	-	-
6) Baroda BNP Paribas Income Plus Arbitrage Active FOF - Direct Growth		74,99,625	782.47	-	-
Total B(4)(i)			1,683.61		150.07
ii) Investment through Portfolio Management Services (PMS)					
1) 360 One Asset Management Ltd.			2,070.36		1,373.58
2) Nuvama Asset Management Ltd. (NDPMS)			1,916.70		-
Total B(4)(ii)			3,987.07		1,373.58
iii) Investment in alternative investment funds- Unquoted - Fully paid-up					
1) 360 One Income Opportunities Fund Series-6			1,012.89		635.22
2) Alphamine Absolute Return Fund			-		1,108.00
3) Ascetis Credit Select Term Income Fund-I-Scheme-I			1,061.64		547.00
4) Emerging India Credit Opportunities Fund II			573.31		615.00
5) ISAF III Onshore Fund			260.88		177.46
6) Rental Yield Plus			1,172.87		435.00
7) RV Capital India Credit Plus Fund			216.26		110.00
8) Samara Alternate Investment Fund III India			163.32		185.93
9) True North Credit Opportunities Fund I			867.37		536.12
10) ISAF IV Onshore FOF			50.00		-
11) Kotak Yield and Growth Fund			250.61		-
12) NEO Secondaries Fund			576.10		-
13) UTI Asset Reconstruction Opportunities Fund I			4,499.78		-
14) Vardan Venus Investment Fund Series 1			180.00		-
Total B(4)(iii)			10,885.02		4,349.72
Total Investment in Mutual funds/PMS/AIF B(4)			16,555.70		5,873.37
5) Investment in Participating Insurable policies					
i) Investment in Participating Insurable policies -Unquoted					
1) Linked Investment Trust 2			164.64		200.00
Total B 5(i)			164.64		200.00
Total Investment in Participating Insurable policies B 5			164.64		200.00


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(Rupees in Lakhs)

Particulars	Face Value (in Rs)	As at 31.03.2026		As at 31.03.2025	
		Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)	Shares/Units Holding (in Nos)	Fair Value (Rs in Lakhs)
Total Investment at fair value through profit and loss (at FVTPL) B			88,524.13		60,301.03
C) Investments At Amortised cost					
(i) Investment in Non Convertible Debentures Unquoted & Fully Paid-up :					
1) SRGP Corporation Limited	100	3,50,000	350.00	3,50,000	350.00
Total C(i)			350.00		350.00
Total Investments At Amortised cost C			350.00		350.00
D) Investments At Equity Method					
1) Unquoted & Fully Paid-up : Equity shares					
(i) Associate Company (Refer note no. 10.1)					
1) VLS Capital Ltd.	10	98,20,833	3,771.12	98,20,833	3,699.06
Total D(i)			3,771.12		3,699.06
Total Investments At Equity Method D			3,771.12		3,699.06
Grand Total (E = A+B+C+D)			1,93,940.74		2,21,470.50
Less: Aggregate amount of provision for impairment in the value of investments (Expected credit losses on Investment) (F)			(350.00)		(350.00)
Net Grand Total (G = E-F)			1,93,590.74		2,21,120.50
(i) Investments in India			1,93,590.74		2,21,120.50
(ii) Investments outside India			-		-
Total			1,93,590.74		2,21,120.50

* Excludes interest accrued on tax-free bonds, if any

Note No 10.1: Investments in equity instruments of Associate

S No	Particulars	As at 31st-March-2026				As at 31st-March-2025			
		Proportion of ownership Interest/ Voting Rights	Face Value	Holding	Value	Proportion of ownership Interest/ Voting Rights	Face Value	Holding	Value
		%	(in Rs)	No. of shares	(Rs in Lakhs)	%	(in Rs)	No. of shares	(Rs in Lakhs)
	1	2	3	4	5	6	7	8	9
1	Investments in Equity shares of Associate: (Unquoted & Fully paid up) (Measured on equity method of accounting)								
	VLS Capital Ltd.	42.40%	10	98,20,833	3,771.12	42.40%	10	98,20,833	3,699.06
	Total				3,771.12				3,699.06

Principal Place of Associate are in India

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Note No: 11a. Property, Plant and Equipment

(Rupees in Lakhs)

Description	Building	Land	Vehicles	Office Equipments	Furniture & fixtures	Air Conditioners	Computers	Electrical Installations	Generator	Assets on Lease	Leasehold Improvement	Right of use Assets (IndAs 116)	Total
Gross Carrying Amount													
Balance as at 01.04.2024	1,423.36	4,818.72	202.07	151.71	239.83	71.15	125.94	204.83	104.45	12,066.67	243.74	64.76	19,717.23
Additions during the year	-	-	103.84	1.18	5.83	-	7.72	-	-	-	-	-	118.57
Sales/Adjustments during the year	-	-	(61.23)	-	-	-	-	-	-	-	(243.74)	(64.76)	(369.73)
Balance as at 31.03.2025	1,423.36	4,818.72	244.68	152.89	245.66	71.15	133.66	204.83	104.45	12,066.67	-	(0.00)	19,466.07

Balance as at 01.04.2025	1,423.36	4,818.72	244.68	152.89	245.66	71.15	133.66	204.83	104.45	12,066.67	-	(0.00)	19,466.07
Additions during the year	-	-	4.59	6.22	-	-	2.14	-	-	-	-	-	12.96
Sales/Adjustments during the year	-	-	(25.68)	(13.71)	-	-	(2.70)	-	-	-	-	-	(42.09)
Balance as at 31.03.2026	1,423.36	4,818.72	223.59	145.40	245.66	71.15	133.11	204.83	104.45	12,066.67	-	(0.00)	19,436.93

Accumulated Depreciation/Amortization

(Rupees in Lakh)

Balance as at 01.04.2024	128.00	-	117.74	108.67	119.26	36.18	104.46	104.13	6.02	12,065.67	214.17	46.23	13,050.53
Depreciation for the year	85.29	-	30.19	19.87	31.59	9.20	11.98	26.07	30.26	-	0.20	0.24	244.88
Sales/Adjustments during the year	-	-	(39.77)	-	-	-	-	-	-	-	(214.37)	(46.47)	(300.61)
Balance as at 31.03.2025	213.29	-	108.16	128.54	150.85	45.38	116.43	130.20	36.28	12,065.67	0.00	-	12,994.80

Balance as at 01.04.2025	213.29	-	108.16	128.54	150.85	45.38	116.43	130.20	36.28	12,065.67	0.00	-	12,994.80
Depreciation for the year	69.21	-	46.42	12.12	24.51	6.67	7.56	19.32	17.65	1.00	-	-	204.44
Sales/Adjustments during the year	-	-	(21.05)	(12.79)	-	-	(2.56)	-	-	-	-	-	(36.41)
Balance as at 31.03.2026	282.50	-	133.51	127.86	175.36	52.05	121.43	149.52	53.93	12,066.67	0.00	-	13,162.83

Net Carrying Amount

As at 31.03.2025	1,210.07	4,818.72	136.52	24.35	94.81	25.77	17.23	74.63	68.17	1.00	(0.00)	-	6,471.27
As at 31.03.2026	1,140.87	4,818.72	90.08	17.54	70.30	19.10	11.68	55.31	50.52	-	-	-	6,274.10

Note No: 11b. Other Intangible assets

(Rupees in Lakh)

Description	Computer Software	Total
Gross Carrying Amount		
Balance as at 01.04.2024	3.08	3.08
Additions during the year	2.63	2.63
Sales/Adjustments during the year	-	-
Balance as at 31.03.2025	5.71	5.71

Balance as at 01.04.2025	5.71	5.71
Additions during the year	-	-
Sales/Adjustments during the year	(1.01)	(1.01)
Balance as at 31.03.2026	4.70	4.70

Accumulated Depreciation/Amortization

Balance as at 01.04.2024	2.95	2.95
Depreciation for the year	0.33	0.33
Sales/Adjustments during the year	-	-
Balance as at 31.03.2025	3.28	3.28

Balance as at 01.04.2025	3.28	3.28
Depreciation for the year	0.51	0.51
Sales/Adjustments during the year	(0.95)	(0.95)
Balance as at 31.03.2026	2.84	2.84

Net Carrying Amount		
As at 31.03.2025	2.43	2.43
As at 31.03.2026	1.88	1.88

CONSOLIDATED FINANCIAL STATEMENTS
Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026
(Rupees in Lakhs)

NOTE NO.	PARTICULARS	As at 31st-March-2026	As at 31st-March-2025
12	Other non-financial assets		
	Unsecured and considered good		
	Capital Advances	-	-
	Prepaid Expenses	46.03	21.69
	Advances recoverable in cash or kind	21.01	1.34
	Secured and considered good		
	Taxes due from Government	95.81	79.02
	Total	162.85	102.05
12.1	Reconciliation for provision of expected credit losses is as follows:		
	Balance at the beginning	2,359.50	350.00
	Allowances made during the year	-	2,009.50
	Provision for expected credit losses adjusted with Bad Debt Written off	-	-
	Balance at the end	2,359.50	2,359.50
13	Payables ⁽³⁾		
	Trade Payables		
	a) Total outstanding dues of micro enterprises and small enterprises	-	-
	Total	-	-
	b) Total outstanding dues of creditors other than micro enterprises and small enterprises		
	-Payable to share brokers	0.00	-
	- other payables	2,091.30	85.31
	Total	2,091.30	85.31
	Other Payables		
	a) Total outstanding dues of micro enterprises and small enterprises	-	-
	Total	-	-
	b) Total outstanding dues of creditors other than micro enterprises and small enterprises	29.93	31.91
	Total	29.93	31.91
	3) Pl. refer Note No 44: Ageing of Trade & Other Payables		
14	Borrowings (Other than debt securities)		
	(A) Borrowings in India		
	Secured Loans from Banks		
	Overdraft against Deposit with Banks	29.94	86.21
	(Secured against Pledge of Fixed Deposit)		
	Total	29.94	86.21
15	Other financial liabilities		
	a) Unpaid dividends accounts	231.23	244.20
	b) Creditors for capital goods	15.69	15.69
	c) Security deposit (against premises given on lease)	104.22	128.18
	d) Employee benefits payable.	23.22	23.22
	Total	374.36	411.29
16	Provisions		
	Provisions for employee benefits ⁽⁶⁾	260.54	217.40
	Provision for unspent expenditure on Corporate Social Responsibility ⁽⁵⁾	184.04	311.45
	Total	444.58	528.85
	5) Pl. refer Note No: 32 on Corporate Social Responsibility		
	6) Pl. refer Note No: 39 on Employees Benefits		
17	Other non-financial liabilities		
	Statutory dues payable	42.73	47.00
	Advance interest received on Security deposit (against premises given on lease)	10.04	7.75
	Total	52.77	54.75



CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Note No 18 : Deferred tax assets / liabilities

(Rupees in Lakhs)

Particulars	As at 31st-March-2026	As at 31st-March-2025
Deferred tax liability on account of :		
Timing difference on Property, plant and equipment as per books and Income Tax Act, 1961	(18.80)	(12.74)
Deferred tax on IND AS adjustments	6,843.71	23,315.14
Total deferred tax liabilities (A)	6,824.91	23,302.39
Deferred tax assets on account of:		
On Employee Benefits (loans)	0.22	0.22
On Provision for impairment (Expected Credit Loss)	593.84	593.84
Provision for leave encashment/Gratuity (Employee benefits)	65.91	45.07
Total deferred tax assets (B)	659.97	639.13
Net deferred tax assets / (liability) (B-A)	(6,164.94)	(22,663.26)

Note No 18.1: Movement of Deferred Tax

Particulars	As at 31st-March-2026	Recognised through profit and loss	Recognised through Other comprehensive income	As at 31st-March-2025	Recognised through profit and loss	Recognised through Other comprehensive income	As at 31st-March-2024
Deferred tax liabilities on account of:							
Timing difference on Property, plant and equipment as per books and Income Tax Act, 1961	(18.80)	(6.06)	-	(12.74)	41.12	-	(53.86)
Deferred tax on IND AS adjustments	6,843.70	(255.06)	(16,216.36)	23,315.13	317.16	(33,234.63)	56,232.60
Total deferred tax liabilities (A)	6,824.91	(261.12)	(16,216.36)	23,302.39	358.28	(33,234.63)	56,178.74
Deferred tax assets on account of:							
On Employee Benefits (loans)	0.23	(0.00)	-	0.23	0.17	-	0.05
On Provision for impairment (Expected Credit Loss)	593.84	-	-	593.84	505.75	-	88.09
Provision for leave encashment/Gratuity (Employee benefits)	65.91	16.87	3.98	45.06	(8.31)	13.29	40.09
Total deferred tax assets (B)	659.97	16.87	3.98	639.13	497.61	13.29	128.23
Total deferred tax Assets/(liability) (net) (B - A)	(6,164.94)	277.98	16,220.34	(22,663.26)	139.33	33,247.92	(56,050.51)

Note No 19: Equity share capital

Particulars	As at 31st-March-2026		As at 31st-March-2025	
	Number	Amount (Rs in Lakh)	Number	Amount (Rs in Lakh)
Authorised Share Capital:				
Equity Shares of Rs.10/- each	15,00,00,000	15,000.00	15,00,00,000	15,000.00
Total	15,00,00,000	15,000.00	15,00,00,000	15,000.00
Issued share capital:				
Equity Shares of Rs.10/- each	3,18,46,163	3,184.62	3,44,77,741	3,447.77
Total	3,18,46,163	3,184.62	3,44,77,741	3,447.77

Particulars	As at 31st-March-2026		As at 31st-March-2025	
	Number	Amount (Rs in Lakh)	Number	Amount (Rs in Lakh)
Subscribed & Paid-Up Capital:				
Equity Shares of Rs.10/- each fully paid up for cash	3,13,78,663	3,137.87	3,40,10,241	3,401.02
Forfeited shares:				
Amount paid up on forfeited equity shares	4,67,500	12.22	4,67,500	12.22
Total		3,150.09		3,413.25

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

(Rupees in Lakhs)

19.1 Terms / rights attached to shares

The Company has one class of equity shares having a par value of Rs. 10 each. Each holder of equity shares is entitled to one vote per share. In the event of liquidation of the Company, the holder of the equity shares will be entitled to receive any of the remaining assets of the Company, after distribution of all the preferential amounts. However, no such preferential amounts exists currently. The distribution will be in proportion to the number of equity shares held by the shareholders. The Company declares and pays dividend in Indian rupees. The dividend proposed by the Board of Directors is subject to the approval of shareholders in the ensuing Annual General Meeting.

19.2 Reconciliation of number of shares outstanding

Particulars	Year ended 31st-March-2026		Year ended 31st-March-2025	
	Number	Amount (Rs in Lakh)	Number	Amount (Rs in Lakh)
Issued Equity Share capital:				
At beginning of the year	3,44,77,741	3,447.77	3,52,63,492	3,526.35
Shares Extinguished on Buyback of Equity Shares ⁽⁵⁾	(26,31,578)	(263.16)	(785,751)	(78.58)
At the end of the year	3,18,46,163	3,184.62	3,44,77,741	3,447.77
Subscribed & Paid-Up Equity Share Capital:				
At beginning of the year	3,40,10,241	3,401.02	3,47,95,992	3,479.60
Shares Extinguished on Buyback of Equity Shares ⁽⁵⁾	(26,31,578)	(263.16)	(785,751)	(78.58)
At the end of the year	3,13,78,663	3,137.87	3,40,10,241	3,401.02

\$ Pl. refer foot note \$,## of Note No: 20 Other Equity

19.3 Shares held by holding Company

Name of shareholder	As at 31st-March-2026		As at 31st-March-2025	
	No. of shares held	% of holding	No. of shares held	% of holding
NA- Public limited and Listed Entity				

19.4 List of shareholders holding more than 5% of the total number of equity shares issued by the Company

Name of shareholder	As at 31st-March-2026		As at 31st-March-2025	
	No. of shares held	% of holding	No. of shares held	% of holding
VLS Capital Limited	1,33,36,438	42.50	1,33,36,538	39.21
Mahesh Prasad Mehrotra (HUF)	19,84,262	6.32	19,84,262	5.83

Pl. refer Note No 43: Shareholding of Promoters and Promoter Group

19.5 Disclosure as to aggregate number and class of shares allotted pursuant to contract(s) without payment being received in cash, shares issued as fully paid up by way of bonus shares and shares bought back.

Particulars	Fully paid up pursuant to contract(s) without payment being received in cash	Fully paid up by way of bonus shares	Shares bought back
Equity Shares :	Number	Number	Number
1) 2025-2026	Nil	Nil	26,31,578
2) 2024-2025	Nil	Nil	7,85,751
3) 2023-2024	Nil	Nil	4,31,790
4) 2022-2023	Nil	Nil	34,34,235
5) 2021-2022	Nil	Nil	Nil

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Note No: 20 Other Equity @

Particulars	As at 31st-March-2026	As at 31st-March-2025
a) General reserve		
Balance at the beginning of the year	3,573.29	3,573.29
Add: during the year	-	-
Balance as at end of the year	3,573.29	3,573.29
b) Securities premium *		
Balance at the beginning of the year	474.34	3,085.50
Buyback of Equity Shares ^(b)	-	(2,611.16)
Balance as at end of the year	474.34	474.34
c) Capital Redemption Reserve ^(s,##)		
Balance at the beginning of the year	578.48	499.90
Transfer from Retained Earnings to Capital Redemption Reserve ^(s,##)	263.16	78.58
Balance as at end of the year	841.64	578.48
d) Retained earnings		
Balance at the beginning of the year	1,76,609.80	1,48,302.64
Share in Profit/(Loss) of Associate	79.41	(204.35)
Profit/(loss) for the year	2,095.66	4,824.78
Transfer from FVTOCI to Retained Earnings (Net of Tax)	768.25	25,474.99
Tax on Buyback of Equity Shares	-	(563.30)
Cash Dividend ^(*,%)	(510.15)	(850.26)
Buyback of Equity Shares ^(s,##)	(9,736.84)	(296.12)
Transfer from Retained Earnings to Capital Redemption Reserve ^(s,##)	(263.16)	(78.58)
Balance as at end of the year	1,69,042.95	1,76,609.80
e) Fair value gain on equity and other instruments carried through other comprehensive income		
Balance at the beginning of the year	62,600.42	139,322.24
Share in Profit/(Loss) of Associate	(7.45)	(5.74)
Other Comprehensive Income for the year	(27,513.66)	(51,241.09)
Transfer from FVTOCI to Retained Earnings	(768.25)	(25,474.99)
Balance as at end of the year	34,311.06	62,600.42
f) Remeasurement of Defined Benefit Plans		
Balance at the beginning of the year	(50.47)	(11.31)
Share in Profit/(Loss) of Associate	0.11	0.35
Other Comprehensive Income for the year	(11.82)	(39.51)
Balance as at end of the year	(62.18)	(50.47)
Total (a to f)	2,08,181.10	2,43,785.86
Non-Controlling Interest		
Retained earnings		
Balance at the beginning of the year	(0.14)	(0.14)
Profit/(loss) for the year	(0.00)	(0.00)
Other Comprehensive Income for the year	-	-
Total	(0.14)	(0.14)

((*) An amount of ₹ 474.34 lakh is share premium on forfeited shares.

((@) There is no changes in accounting policy and there is no prior period errors.

(\$ During FY 2024-25, the Company bought back 7,85,751 equity shares of ₹10 each at ₹380 per share through the tender offer route, pursuant to Board approval dated 09 August 2024. The total buy-back consideration of ₹ 2,985.85 lakhs was adjusted against share capital (₹ 78.58 lakhs), securities premium (₹ 2611.16 lakhs) and retained earnings (₹ 296.12 lakhs). Consequently, ₹ 78.58 lakhs was transferred from retained earnings to the Capital Redemption Reserve. All applicable regulatory compliances, including extinguishment of shares, were completed, and EPS has been computed in accordance with Ind AS 33.

(##) The Board of Directors of the Company in its meeting held on 22-November-2025 has approved buy-back of its own shares through tender route under stock exchange mechanism in terms of proviso to clause (b) of sub section 2 of section 68 of the Companies Act, 2013 and other applicable regulations. The buyback so approved opened from 18/12/2025 and closed on 24/12/2025. During this period 26,31,578 equity shares of Rs 10/- each have been bought back by the company at a rate of ₹ 380/- per share. A total sum of ₹ 99,99,99,640 (Rupees Ninety Nine Crores ninety nine lakhs ninety nine thousand six hundred forty only)(excluding transaction costs) was utilised for the said buyback. Post buyback the paid up share capital of the Company is ₹ 3150.09 Lakhs (including ₹ 12.22 Lakhs being the amount forfeited on 4,67,500 equity shares) comprising 3,13,78,663 equity shares of ₹ 10/- each. The Requisite compliances under the applicable provisions of the Companies Act, 2013, SEBI regulations, and other relevant laws have been duly made in respect of aforesaid buyback. The equity shares bought back were extinguished on 13 January 2026. Accordingly, EPS has been calculated on weighted average number of shares as on 31-March-2026 in accordance with IND-AS 33. Total consideration of ₹ ₹ 99,99,99,640 paid towards the buyback of equity shares during the financial year 2025-26 is adjusted against

share capital to the extent of ₹ 263.16 lakhs and against the retained earnings to the extent of ₹ 9,736.84 lakhs.

Further consequent to the aforesaid buyback of 26,31,578 fully paid-up equity shares of ₹ 10/- each during the year ended 31-Mar-2026 for cash, the nominal amount of share capital bought back of ₹ 263.16 lakhs has been transferred to the Capital Redemption Reserve out of the Retained Earnings.

(^ (Dividend amounting to ₹ 850.26 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each and additionally a special dividend of ₹ 1.00 aggregating to ₹ 2.50 per equity share proposed for the year ended March 31,2024 was paid on the outstanding number of shares as on the cut-off date i.e. 20/09/2024, during the financial year 2024-25.

(%) (Dividend amounting to ₹ 510.15 lakhs @ ₹ Rs.1.50 per equity share of Rs 10 each proposed for the year ended March 31,2025 was paid on the outstanding number of shares during the financial year 2025-26.

Nature and purpose of reserves :

(A) Securities premium:

Securities premium is used to record the premium received on issue of shares. The Securities premium can be utilised only for limited purposes in accordance with the provisions of the Companies Act, 2013.

(B) Retained earnings:

Retained earnings represents surplus/accumulated earnings of the Company and are available for distribution to shareholders.

(C) General reserve:

General reserve is free reserve available for distribution as recommended by Board in accordance with requirements of the Companies Act, 2013.

(D) Capital redemption reserve:

The Companies Act, 2013 requires that when a Company purchases its own shares out of free reserves or securities premium account or both, a sum equal to the nominal value of the shares so purchased shall be transferred to a capital redemption reserve. The reserve is utilised in accordance with the provisions of Section 69 of the Companies Act, 2013.

(E) Other comprehensive income (OCI):

The Company has elected to recognise changes in the fair value of certain investments in equity securities and other instruments in other comprehensive income. These changes are accumulated within the FVTOCI reserve under the head "other equity". The Company transfers amounts from this reserve to retained earnings when those investments have been disposed off. Further this also represents the gain/(loss) on remeasurement of defined benefit obligations and of plan assets.

		(Rupees in Lakhs)	
NOTE NO.	PARTICULARS	For the Year Ended	
		31st-March-2026	31st-March-2025
21	Interest Income		
	Interest income from Investments:-		
	-From Tax Free Bonds	350.56	349.86
	-From PMS/MF investments	772.42	138.07
	-From Others	112.76	178.41
	On Margin Deposits with Share Brokers/stock exchange	99.36	421.13
	On deposits with Banks	107.01	105.68
	Other interest income	-	95.00
	Total	1,442.11	1,288.15
22	Dividend Income		
	Dividend on Investments	1,709.47	1,582.85
	Total	1,709.47	1,582.85
23	Net gain on fair value changes		
	(i) Net gain/ (loss) on financial instruments at fair value through Profit and loss account		
	(a) - Investment		
	- On Investment	650.47	2,382.16
	(b) - Trading		
	- On Securities	24.33	3.84
	- On Future & Option	(838.00)	3,626.45
	- On Liquid Mutual Funds	925.92	1,354.11
	(ii) Others		
	(a) Gain/(Loss) on sale of debt FVTOCI Instruments	-	-
	Total	762.72	7,366.55

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

NOTE NO.	PARTICULARS	(Rupees in Lakhs)	
		For the Year Ended 31st-March-2026	31st-March-2025
	Fair Value changes:		
	-Realised	(133.35)	4,650.18
	Unrealised	896.06	2,716.37
	Total	762.72	7,366.55
24	Other Operating Income		
	Income from Securities Lending	-	-
	Brokerage Income	28.43	64.70
	Total	28.43	64.70
25	Other Income		
	Rental income from other assets *	84.92	96.65
	Rental income from Investment properties *	539.69	523.91
	Interest on staff loans and advances	0.68	0.78
	Interest on income tax refund	76.23	6.23
	Interest Income Others	0.70	0.67
	On Financial Assets measured at Amortised Cost	0.99	1.63
	Share of Profit/(Loss) of Associates	79.41	(204.35)
	Profit on sale/transfer of assets (net)	5.93	-
	Others	78.03	80.33
	Total	866.58	505.86
	* Pl. refer Note No 50: Disclosure Under Ind As 116 Lease and Note No 49: Investment Property		
26	Employee benefits expense		
	Salaries	795.69	716.61
	Staff Amenities/welfare expenses	25.62	20.65
	Directors' Sitting Fees	33.45	32.70
	Employer's Contribution to PF, ESI, Gratuity Fund etc.	90.16	81.88
	Total	944.92	851.84
27	Finance Costs		
	Bank / Finance Charges	0.03	0.04
	Interest Payment on Loans/overdraft facilities	2.05	3.92
	Interest on lease liabilities	-	0.02
	Other interest expenses	14.17	12.74
	Total	16.25	16.73
28	Impairment on financial instruments		
	Bad Debts	-	-
	Provision for expected credit losses	-	2,009.50
	Total	-	2,009.50
29	Depreciation and amortization expenses		
	Depreciation on Property, plant & equipment	204.44	244.65
	Amortisation of Right of use Assets (Refer note 11a)	-	0.24
	Amortisation on other intangible assets	0.51	0.33
	Depreciation on investment property	148.46	200.32
	Total	353.41	445.54
30	Other expenses		
	Advertisement & Business Promotion	28.70	29.64
	Consultancy, Legal & Service Charges	393.94	420.87
	Communication Expenses	7.05	6.84
	Electricity & Water Charges	47.47	58.61
	Insurance	6.29	4.60
	Office Expenses	55.41	56.69
	Shares Transaction Charges	19.95	33.43
	Securities Transaction Tax on Investment	74.22	137.02
	Securities Transaction Tax on others	44.55	89.81
	Travelling Expenses & Conveyance	24.30	21.79
	Rates & Taxes	75.00	77.60
	Short-term leases	11.34	11.34
	Repairs & Maintenance		
	--Building	0.48	-
	--Others	59.14	87.97
	Donation & Charity	0.25	5.87
	Miscellaneous Expenses	42.34	43.00
	Share Buyback expenses	97.19	97.61
	CSR Expenditure ^(#)	300.93	446.96
	Auditors' Remuneration		

NOTE NO.	PARTICULARS	(Rupees in Lakhs)	
		For the Year Ended 31st-March-2026	31st-March-2025
	a) Audit Fees	4.85	3.75
	b) For Other Services		
	--For Tax audit	1.15	1.05
	-- For certification	7.16	4.49
	--Out of pocket expenses	0.55	0.55
	--Reimbursement of expenses	-	0.28
	Secretarial Auditors' Remuneration		
	--- Audit Fees	0.40	0.40
	--- For certification	1.97	1.94
	Internal Auditors' Remuneration		
	-- Fees	1.50	1.50
	--For certification	0.20	0.49
	Loss on sale/transfer of assets	0.99	4.25
	Total	1,307.22	1,648.34
	# Pl. refer Note No: 32 on Corporate Social Responsibility		
31	Earnings per equity share		
	Net profit/(Loss) attributable to equity shareholders	2,175.06	4,620.44
	Total (A) (Rupees in Lakhs)	2,175.06	4,620.44
	Weighted average number of equity shares issued (face value of Rs 10 each) (Numbers in Lakhs)	334.48	343.76
	Total (B) (Numbers in Lakhs)	334.48	343.76
	Basic earnings per share [A/B] (In Rupees)	6.50	13.44
	Net Profit attributable to equity shareholders [C] (Rupees in Lakhs)	2,175.06	4,620.44
	Less : Impact on net profit due to exercise of diluted potential equity shares (Rupees in Lakhs) [D]	-	-
	Net profit attributable to equity shareholders for calculation of diluted EPS [C-D] (Rupees in Lakhs)	2,175.06	4,620.44
	Weighted average of equity shares issued (face value of R 10 each) (Numbers in Lakhs) [E]	334.48	343.76
	Weighted number of additional equity shares outstanding for diluted EPS (Numbers in Lakhs) [F]	-	-
	Weighted number of equity shares outstanding for diluted EPS (Numbers in lakhs) [E+F]	334.48	343.76
	Diluted earnings per share [C-D/ E+F] (In Rupees)	6.50	13.44

Note No: 32 Corporate Social Responsibility

1) The Ministry of Corporate Affairs has notified Section 135 of the Companies Act, 2013 on Corporate Social Responsibility with effect from 1st April 2014. As per the provisions of the said section, the Group has undertaken the following CSR initiatives during the financial year 2025-26 and 2024-25. CSR initiatives majorly includes promoting education and supporting under privileged in medical treatments and various other charitable and noble aids.

a) Amount required to be spent by the Group during the year 2025-26 Rs. 300.83 Lakhs (Previous year Rs. 446.96 Lakhs) computed in accordance with applicable regulations.

b) Amount spent during the year ended 31 March 2026 and 31st March 2025 as follows:

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

(Rupees in Lakhs)

Particulars	As at	
	31st March 2026	31st March 2025
(i) Amount required to be spent by the Group during the year	300.83	446.96
(ii) Excess amount spent in previous year(s) (set off)		
(iii) Amount available for spending under CSR for the year, after set off	300.83	446.96
(iv) Amount of expenditure incurred	300.83	446.96
a) Construction/acquisition of any asset	5.00	15.00
b) on purposes other than (a) above	285.93	280.16
(v) Details related to spent / unspent obligations:		
a) Directly by the Group	-	-
b) Contribution to eligible entity	290.93	295.16
c) Unspent amount in relation to:		
- Ongoing project	10.00	151.80
- Other than ongoing project	-	-
(vi) Shortfall/(Excess) at the end of the year	9.90	151.80
(vii) Total of previous years shortfall	-	-
(viii) Reason for shortfall	Allocated to ongoing projects	
(ix) Nature of CSR activities	CSR initiatives majorly includes promoting education and supporting under privileged in medical treatments and various other charitable and noble aids.	
(x) Details of related party transactions as per relevant Accounting Standard	**	
(xi) Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision.	As given below	

2) **Movements in the provision with respect to a liability incurred by entering into a contractual obligation during the year.**

(Rupees in Lakhs)

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening provision balance	311.45	243.23
Provision created during the year (for ongoing projects, in case of S. 135(6))	10.00	151.80
Provision created during the year (for other than ongoing project, In case of S. 135(5))	-	-
Amount spent during the year	(137.41)	(83.58)
Closing Provision balance	184.04	311.45

3) **Details of other than ongoing project, In case of S. 135(5)**

(Rupees in Lakhs)

Particulars	For the year ended	
	31st March 2026	31st March 2025
Opening Balance	-	-
Amount required to be spent during the year (after set off of Excess amount spent in previous year)	290.83	295.16
Amount deposited in Specified Fund of Sch. VII within 6 months ^s	-	-

Particulars	For the year ended	
	31st March 2026	31st March 2025
Amount spent during the year	(290.83)	(295.16)
Closing Balance	-	-

4) **Details of ongoing projects, in case of S. 135(6)**

(Rupees in Lakhs)

Particulars		For the year ended	
		31st March 2026	31st March 2025
Opening Balance	With Group	151.80	144.64
	In Separate CSR Unspent A/c	159.65	98.59
Transfer to Separate CSR unspent A/c		151.80	144.64
Amount required to be spent during the year*		15.00	151.80
Amount spent during the year	From Group's Bank A/c	5.00	-
	From Separate CSR Unspent A/c	137.41	83.58
Closing balance *	With Group *	10.00	151.80
	In Separate CSR Unspent A/c #	174.04	159.65

Notes

* The corpus of Rs 15.00 lakhs (Previous Year Rs 151.80 Lakhs) under CSR for the year 2025-2026 (Previous Year 2024-2025) had been allocated to projects identified for ongoing project out of which Rs 5.00 Lakh disbursed during the year 2025-26. Accordingly, the balance amount of Rs 10.00 lakhs (Previous Year Rs 151.80 Lakhs) has not been considered as spent and shown in the shortfall Column. The amount has already been transferred with in 30 days of close of the financial year in to the separate bank account maintained for unspent CSR and will be disbursed in accordance with the applicable regulations.

The corpus / allocation under CSR for the year 2022-2023 of Rs 21.11 Lakhs, forming part of the ₹174.04 lakhs lying in the separate CSR account, had been earmarked for ongoing project, the disbursement of which had been requested by the concerned entity in the financial year 2023-2024 onwards. Accordingly, the same had not been considered as spent, and the entire amount allocated for CSR for the year 2022-2023 had been transferred within 30 days of close of the financial year 2022-2023 into the bank account specifically opened for unspent CSR as per applicable regulations. The CSR committee in accordance with Rule 3 of Companies (Corporate Social Responsibility Policy) Rules, 2014, was constituted by The Board on 23/01/2024 to monitor the disbursement in accordance with applicable regulations. The CSR Committee in its meeting held on 28/02/2026 had recommended the transfer of entire amount to the Credit of Unspent CSR A/c 2022-2023 to Prime Minister's National Relief Fund after completion of 3 years i.e. after 31/03/2026 in accordance with applicable regulations which was approved by the Board in its meeting held on even date. No amount was disbursed in the year 2025-2026. Accordingly, on 06/04/2026 the entire amount of Rs.21.11 lakh as on 31/03/2026 in said account has been transferred to Prime Minister's National Relief Fund.

** The Group has not made any transaction with related parties in relation to CSR expenditure as per Ind AS 24.

Note No 33: Related party transactions:

List of Related Parties and Relationships during the year:

a) Subsidiary Companies:

- VLS Securities Limited (100.00%) (VLSSL)
- VLS Asset Management Limited (99.15%) (VAML)
- VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited) (100.00%) (VSL)

b) Key Managerial Personnel (KMP):

- Shri M.P.Mehrotra (Exec.Vice-Chairman in VLS Finance Ltd. (VLSFL) and Director in VSL) (cessation w.e.f. 5th April 2024 on account of his demise)
- Shri S. K. Agarwal (MD in (VLSFL) and VLSSL and Director in VSL)

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

3. Shri Vikas Mehrotra (Managing Director -International Operations in VLSFL) appointment w.e.f. 12th Jan 2022 * and Director in VLSSL (cessation w.e.f. 13th July 2023 on account of his demise)
4. Shri K. K. Soni (Director Finance & CFO in VLS Finance Ltd. and Director in VLSSL and VSL)
5. Shri H Consul (CS in VLS Finance Ltd.)
6. Shri Vishesh Jain (CS in VLS Securities Ltd.) appointed w.e.f. 28th Dec 2022 - ('CS VLS Sec.')(resigned w.e.f. 28/02/2025)
7. Shri Aditya Kumar Bansal (CFO in VLS Securities Limited) ('CFO VLS Sec') appointment w.e.f. 15th June 2023
8. Shri Keshav Tandan (Executive Director) in (VLSFL) appointed w.e.f. 29th Mar 2024, Director in VSL

c) Associate:

1. VLS Capital Limited (VLSSL) (Associate of VLSSL)

d) Others:

1. Ms. Divya Mehrotra (Director in VLSSL and VSL, and VLSFL w.e.f. 13/11/21) cessation w.e.f. 04/01/2024 on account of her demise)
2. M/s Vinayak Pharma – Related to Mr SK Agarwal, MD
3. Dr. (Mrs.) Neeraj Arora (Non-Executive Director in VLSFL (resigned w.e.f. 10/05/2023 and SAEL)
4. Shri. D. K. Mehrotra (Independent Director in VLSFL.)
5. Shri Ajit Kumar (Chairman, Independent Director in VLSFL cessation w.e.f. 26/08/2023 on account of his demise)
6. Shri Anoop Mishra (Independent Director in VLSFL (w.e.f. 10th Aug 2023) and VLSSL
7. Shri Adesh Kumar Jain (Independent Director in VLSFL (w.e.f. 10th Aug 2023)
8. Adesh Kumar Jain and Sons (HUF) (Enterprises in which Non-executive Independent Director in VLSFL Shri Adesh Kumar Jain and their relatives exercises Significant Influence)
9. Smt Alka Jain (Wife of Shri Adesh Kumar Jain (Non-executive Independent Director in VLSFL))
10. Smt Priyanka Jain (Daughter in law of Shri Adesh Kumar Jain (Non-executive Independent Director in VLSFL)
11. Shri Shashank Jain (Son of Shri Adesh Kumar Jain (Non-executive Independent Director in VLSFL))
12. Smt Sudha Aggarwal (Wife of Shri S. K. Agarwal (Managing Director in VLSFL and VLSSL and Director in VSL))
13. Smt Uma Soni (Wife of Shri K. K. Soni (Director Finance & CFO in VLSFL and Director in VLSSL and VSL))
14. Ms. Daya Mehrotra (Promoter Group)
15. Pragati Moulders Ltd (Promoter Group)
16. Shri Deepak Kumar Chatterjee (Independent Director in VLSFL) (Resigned w.e.f. 04/05/2023)
17. M/s Mehrotra & Mehrotra (Firm in which Subsidiaries Director (Shri Rajesh Jhalani) is a Partner)
18. Ms. Sadhana Mehrotra (Promoter Group)

19. Mahesh Prasad Mehrotra (HUF) (Promoter Group)
20. Chai Thela Pvt Ltd up to 27-Mar-2025 (Subsidiary of South Asian Enterprises Limited which is constituent of Promoter Group)
21. South Asian Enterprises Ltd (Promoter Group)
22. VLS Commodities Private Limited (Promoter Group)
23. Shri Shivesh Ram Mehrotra (Non-executive Non-Independent Director) resigned w.e.f. 15-Aug-2024
24. Shri Najeeb Hamid Jung (Non-executive Independent Director) appointment w.e.f. 13-Feb-2024
25. Shri Gaurav Goel (Non-executive Non-Independent Director) appointment w.e.f. 13-Feb-2024, ceased on 21/11/2025
26. Shri Gaurav Goel (Non-executive Independent Director) appointment w.e.f. 22-Nov-2025, ceased on 19-Jan-2026
27. Mrs. Neeraj Vinay Bansal (Non-executive Independent Director) appointment w.e.f. 29-Mar-2024
28. Shri Tej Bhan Gupta (Non-Executive Non-Independent Director in VLSS)
29. Maxim Infracon Private Limited (Private Company in which a Director or his relative is a Member or Director)
30. Shri Rajesh Jhalani ((Non-Executive Non-Independent Director in Subsidiaries i.e. VSL and VAML)
31. Venus Vardan Partners LLP (Firm/LLP in which a Director (Shri Keshav Tandan) is a designated partner)
32. Shri Tej Bhan Gupta (Non-Executive Non-Independent Director in Subsidiary i.e. VLSSL)
33. Dhampur Sugar Mills Ltd. (Public company in which Non-Executive Independent Director of the Company is a Director and together with relatives holds more than 2% of its paid-up share capital)
34. Vardan Ceqube Advisors Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
35. Bigtel Insurance Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
36. Bigtel IT Solutions Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
37. Parshnath Manufacturers Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
38. Vivadi Mangement Services Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
39. Venus India Asset-Finance Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
40. Saraswati Properties Ltd. (Public company in which Non-Executive Independent Director of the Company is a Director and together with relatives holds more than 2% of its paid-up share capital)
41. VCM Portfolio Management Services Pvt. Ltd. (Company in which Non-Executive Independent Director of the Company is a Director)
42. Ujjwal Rural Services Ltd. (Public company in which Non-Executive Independent Director of the Company is a Director and together with relatives holds more than 2% of its paid-up share capital)

Transactions with Related Parties in the group:

S No	Name of Related Party	Relationship of the counterparty with the listed entity or its subsidiary	Nature of Transaction	Year Ended March 31, 2026 (#)	Year Ended March 31, 2025 (#)
1	VLS Capital Limited	Promoter Group	Rent and other Charges received	4.80	4.80
2	M/s Mehrotra And Mehrotra	Firm in which Subsidiaries Director is a Partner	Rent and other Charges received	9.00	9.00
3	Shri M.P.Mehrotra	Promoter	Remuneration ⁴	-	28.32
4	Shri Vikas Mehrotra	Key Managerial Personnel	Remuneration ^{4,*}	-	3.87
5	Shri S. K. Agarwal	Key Managerial Personnel	Remuneration ⁴	62.94	58.57
6	Shri K. K. Soni	Key Managerial Personnel	Remuneration ⁴	60.29	56.10
7	Shri H Consul	Key Managerial Personnel	Remuneration ⁴	40.97	38.42
8	Shri Keshav Tandan	Key Managerial Personnel	Remuneration ⁴	71.35	66.92
9	Shri Aditya Kumar Bansal	Key Managerial Personnel of Subsidiary Company	Remuneration ⁴	29.75	27.19
10	Shri Vishesh Jain	Key Managerial Personnel of Subsidiary Company	Remuneration ⁴	-	5.87
11	Shri M.P.Mehrotra	Promoter	Remuneration Payable	23.22	23.22
12	Shri M.P.Mehrotra	Promoter	Rent Paid (as legal Heir of Ms Divya Mehrotra)	-	0.29
13	Shri Najeeb Hamid Jung	Non-executive Independent Director	Sitting Fees	5.30	4.70

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

S No	Name of Related Party	Relationship of the counterparty with the listed entity or its subsidiary	Nature of Transaction	Year Ended March 31, 2026 (#)	Year Ended March 31, 2025 (#)
14	Shri Gaurav Goel	Non-executive Non-Independent Director	Sitting Fees	3.00	4.50
15	Mrs. Neeraj Vinay Bansal	Non-executive Independent Director	Sitting Fees	5.65	5.60
16	Shri Anoop Mishra	Non-executive Independent Director	Sitting Fees	7.60	7.20
17	Shri Adesh Kumar Jain	Non-executive Independent Director	Sitting Fees	6.20	6.20
18	Shri Dinesh Kumar Mehrotra	Non-executive Independent Director	Sitting Fees	5.70	4.50
19	Chai Thela Pvt Ltd	Private Company in which a Director or his relative is a Member or Director (in Previous Year)	Rent/Food Beverages received/ Paid	-	2.36
20	South Asian Enterprises Ltd	Promoter Group	Rent and other Charges received	1.20	1.20
21	VLS Capital Limited	Promoter Group	Dividend	200.05	333.41
22	Mahesh Prasad Mehrotra (HUF)	Promoter Group	Dividend	29.76	49.61
23	Ms. Sadhana Mehrotra	Promoter Group	Dividend	13.27	22.12
24	Ms. Divya Mehrotra	Director	Dividend	8.12	13.53
25	Vls Commodities Private Limited	Promoter Group	Dividend	6.87	11.44
26	Shri Vikas Mehrotra	Key Managerial Personnel	Dividend	7.29	12.14
27	Shri Adesh Kumar Jain	Non-executive Independent Director	Dividend	0.03	0.05
28	Adesh Kumar Jain and Sons (HUF)	Enterprises in which Non-executive Independent Director and their relatives exercises Significant Influence	Dividend	0.03	0.05
29	Smt Alka Jain	Relative Non-executive Independent Director	Dividend	0.03	0.05
30	Smt Priyanka Jain	Relative Non-executive Independent Director	Dividend	0.01	0.01
31	Shri Shashank Jain	Relative Non-executive Independent Director	Dividend	0.03	0.05
32	Smt Sudha Aggarwal	Relative of Managing Director	Dividend	-	-
33	Smt Uma Soni	Relative of Director Finance & CFO	Dividend	-	-
34	South Asian Enterprises Ltd	Promoter Group	Dividend	0.02	0.04
35	Shri S. K. Agarwal	Key Managerial Personnel	Dividend	-	-
36	Shri M.P.Mehrotra	Promoter	Dividend	-	-
37	Shri K. K. Soni	Key Managerial Personnel	Dividend	-	-
38	Shri Rajesh Jhalani	Non-Executive Non-Independent Director in Subsidiary Company (VSL and VAML)	Professional Consultancy Fee paid	11.20	-
39	Shri Rajesh Jhalani	Non-Executive Non-Independent Director in Subsidiary Company (VSL and VAML)	Reimbursement of expenses Paid	0.38	-
40	M/s Mehrotra And Mehrotra	Firm in which Subsidiaries Director is a Partner	Professional Consultancy Fee paid	44.00	-
41	M/s Mehrotra And Mehrotra	Firm in which Subsidiaries Director is a Partner	Reimbursement of expenses Paid	0.16	-
42	Venus Vardan Partners LLP	Firm/LLP in which a director is a partner	Advance Given	20.00	-
43	M/s Vinayak Pharma	Enterprises in which Key Management Personnel and their relatives exercise Significant Influence	Sanitizer & Medical consumables/ equipments purchased (COVID-19 preventive measures)	-	0.01
44	Shri H Consul	Key Managerial Personnel	Loan given to Company Secretary	-	0.75
45	Shri H Consul	Key Managerial Personnel	Repayment of Loan by Company Secretary	-	0.42
46	VLS Securities Limited	Wholly Owned Subsidiary Company	Miscellaneous advance given ⁵	-	1,100.00
47	VLS Securities Limited	Wholly Owned Subsidiary Company	Miscellaneous advance Received ⁵	-	1,100.00
48	Shri Vishesh Jain	Key Managerial Personnel of Subsidiary Company	Honorarium	-	2.23

* Late Shri Vikas Mehrotra (Managing Director -International Operations) ceased as KMP w.e.f. 13th July 2023 on account of his demise and the gratuity paid to his legal heirs during the year is shown above under the head remuneration paid for the Financial Year 2024-25.

Notes:

1 The value of transaction represents the value of transaction with related party from the date the party became related party.

2 If the amount is less than Rs 500 then the figure is shown as "-" or "0"

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- 3 The value of related party transactions are given, excluding applicable taxes if any.
- 4 Key Managerial Personnel Remuneration value is in the nature of Short term employee benefits as per IND AS 24.

Key Managerial Personnel Remuneration does not include provision for gratuity and Insurance premiums for medical and life. Post employment benefits and other long term benefits are determined for all the employees on actuarial valuation basis. Hence, it is not possible to identify and segregate such compensation pertaining to KMP's for other long term employee benefits and post retirement employee benefits. Late Shri M.P. Mehrotra (Executive Vice Chairman) ceased as related party w.e.f. 5th April 2024 on account of his demise and the gratuity payable is pending to be paid to his legal heirs. The Gratuity payable is shown above under the head remuneration payable for the Financial Year 2024-25 and 2025-26.

- 5 Miscellaneous advance given has been received on same day.

Note No 34: Capital management.

For the purpose of the Group's capital management, capital includes issued equity capital, share premium and all other equity reserves attributable to the equity holders of the parent. The primary objective of the Group's capital management is to maximize the shareholder value.

The Group manages its capital structure and makes adjustments in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. The Group's policy is to keep the gearing ratio as less as possible. The Group includes within net debt, interest bearing loans and borrowings, trade and other payables, less cash and cash equivalents, excluding discontinued operations.

(Rupees in Lakhs)

Particulars	As at 31/03/2026	As at 31/03/2025
Borrowings	29.94	86.21
Trade payables	2,091.30	85.31
Other payables	29.93	31.91
Less: cash and cash equivalents	(7,032.22)	(32,228.60)
Net debt	-	-
Total capital	2,11,331.11	2,47,199.03
Gearing ratio	NA	NA

In order to achieve this overall objective, the Group's capital management, amongst other things, aims to ensure that it meets financial covenants attached to the interest-bearing loans and borrowings that define capital structure requirements. Breaches in meeting the financial covenants would permit the bank to immediately call loans and borrowings. There have been no breaches in the financial covenants of any interest-bearing loans and borrowing in the current period.

Note No 35: Other Financial Information

a. Under the Micro, Small and Medium Enterprises Development Act, 2006 (MSMED) which came into force from 02 October 2006, certain disclosures are required to be made relating to MSME. On the basis of the information and records available with the Group, the following disclosures are made for the amounts due to the Micro and Small Enterprises.

There are no dues outstanding of an entity, which is registered as the Micro, Small and Medium Enterprises defined under 'The Micro, Small and Medium Enterprises Development Act, 2006'.

Particulars	As at 31 March 2026	As at 31 March 2025
Principal amount remaining unpaid to any supplier as at the period end.	Nil	Nil
Interest due thereon	Nil	Nil
Amount of interest paid	Nil	Nil
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act 2006.	Nil	Nil
The amount of interest accrued and remaining unpaid at the end of each accounting year.	Nil	Nil
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the MSMED Act 2006.	Nil	Nil
The balance of MSMED parties as at the year end	Nil	Nil

b. Earnings in Foreign Currency	Nil	Nil
c. Expenditure in Foreign Currency	Nil	Nil

d. In Note no 6: Receivables dues from related party, Pl. refer note No 33: Related party Transactions.

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Note No 36: Commitments and contingencies

(Rupees in Lakhs)		
a. Commitments:		
Particulars	As at 31 March 2026	As at 31 March 2025
(a) Estimated amount of contracts remaining to be executed on Capital Account.	Nil	Nil
(b) Uncalled liability on shares and other investments partly paid	Nil	Nil
b. Contingent liabilities		
(a) Claims against the Group not acknowledged as debt;		
i) Income tax matters *@	14.39	2683.15
(b) Guarantees excluding financial guarantees; and	Nil	Nil

*

- Income-tax demand in respect of holding company relating to Financial Year 2021-22 (Assessment Year 2022-23), which was disclosed as a contingent liability amounting to Rs. 2,597.07 lakh in the previous year, stands reduced to Nil during the current year pursuant to the order of the Commissioner of Income Tax (Appeals) [CIT(A)] in favour of the Company.
- Income-tax demand in respect of holding company relating to Financial Year 2022-23 (Assessment Year 2023-24) amounting to Rs. 71.69 lakh (Previous Year: Nil) has been disputed by the Company. During the year, the Commissioner of Income Tax (Appeals) [CIT(A)] has deleted the additions made in the assessment order and passed an order in favour of the Company. However, the appeal effect has not yet been given as certain discrepancies have been identified in the appellate order, for which a rectification application has been filed before the CIT(A) and is pending adjudication.

@ Income Tax demand in respect of associate company relating to financial year 2019-20 (AY 2020-21) is Rs 14.39 Lakhs (Previous year 14.39 Lakhs) for which appeal is filed and pending for adjudication, but tax demand has been adjusted out of refunds due to the associate company.

Note No 37: Fair Value

Set out below, is a comparison by class of the carrying amounts and fair value of the Group's financial instruments, other than those with carrying amounts that are reasonable approximations of fair values:

Particulars	Carrying value		Fair value	
	As at 31 March 2026	As at 31 March 2025	As at 31 March 2026	As at 31 March 2025
Financial assets				
Trade Receivables	979.46	90.02		
Other Receivables	224.56	240.05		
Loans	811.78	809.62		
FVTPL financial investments	88,524.13	60,301.03	88,524.13	60,301.03
FVTOCI financial investments	1,01,295.49	1,57,120.41	1,01,295.49	1,57,120.41
Other financial assets	3,653.71	1,734.79		
Total	1,95,489.13	2,20,295.92	1,89,819.62	2,17,421.44
Financial liabilities				
Borrowings	29.94	86.21		
Other Financial Liabilities	374.36	411.29		
Total	404.30	497.50		-

The management assessed that cash and cash equivalents, trade receivables, trade payables, bank overdrafts and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments.

The fair value of the financial assets and liabilities is included at the amount at which the instrument could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale. The following methods and assumptions were used to estimate the fair values

The fair values of the quoted securities and bonds are based on price quotations at the reporting date. The fair value of unquoted instruments is based on NAV as per the latest financial figures of the respective company or price multiples of comparable companies or Price Quotation received from intermediaries dealing in unquoted shares. Other financial liabilities as well as other non-current financial liabilities is based on carrying value and obligations under finance lease is estimated by discounting future cash flows using rates currently available for debt on similar terms, credit risk and remaining maturities. The Group follows "FIFO" method for calculating the profit/loss on sale of investments.

Note No 38: Financial risk management

Risk management framework

The Group has established a comprehensive system for risk management and internal controls for all its businesses to manage the risks that it is exposed to. The objective of its risk management framework is to ensure that various risks are identified, measured and mitigated and also that policies, procedures and standards are established to address these risks and ensure a systematic response in the case of crystallization of such risks.

The Group has exposure to the following risk arising from financial instruments:

- Credit risk
- Liquidity risk
- Market risk

The Group has established required policies with respect to such risks which set forth limits, mitigation strategies and internal controls to be implemented. The Board oversees the Group's risk management, which frames and reviews risk management processes and controls.

a) Credit risk:

It is risk of financial loss that the Group will incur a loss because its customer or counterparty to financial instruments fails to meet its contractual obligation.

The Group's financial assets comprise of Cash and bank balance, Stock-in-trade, Trade receivables, Loans, Investments and Other financial assets.

The maximum exposure to credit risk at the reporting date is primarily from Group's trade receivables.

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Following provides exposure to credit risk for trade receivables:

(Rupees in Lakhs)

Particulars	As at March 31,2026	As at March 31,2025
Trade and Other Receivables (net of impairment)	1204.02	330.07
Total	1204.02	330.07

Trade Receivables: The Group has followed simplified method of ECL in case of Trade receivables and the Group recognises lifetime expected losses for all trade receivables that do not constitute a financing transaction. At each reporting date, the Group assesses the impairment requirements.

Other financial assets considered to have a low credit risk:

Credit risk on cash and cash equivalents is limited as we generally invest in deposits with banks of high standing. Investments comprise of quoted and unquoted Equity instruments, bonds and mutual funds which are market tradable. Other financial assets include deposits for assets acquired on lease.

b) Liquidity risk

Liquidity represents the ability of the Group to generate sufficient cash flow to meet its financial obligations on time, both in normal and in stressed conditions, without having to liquidate assets or raise funds at unfavorable terms thus compromising its earnings and capital.

Liquidity risk is the risk that the Group may not be able to generate sufficient cash flow at reasonable cost to meet expected and / or unexpected claims. It arises in the trading and investment activities and in the management of trading positions. The Group aims to maintain the level of its cash and cash equivalents and other highly marketable investments at an amount in excess of expected cash outflow on financial liabilities.

Funds required for short period is taken care by borrowings through overdraft facility against fixed deposits with the bank.

The table below summaries the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at March 31 2026

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total
Assets					
Cash and bank balances	7,801.97	523.92	336.93	-	8,662.82
Trade receivables	979.46	-	-	-	979.46
Other receivables	224.56	-	-	-	224.56
Loans	2.77	4.31	804.70	-	811.78
Investments	-	-	1,58,757.66	34,833.08	1,93,590.74
Other financial assets	3,153.08	75.11	387.06	38.47	3,653.71
Total	12,161.84	603.34	1,60,286.35	34,871.54	2,07,923.08
Liabilities					
Trade payables	2,091.30	-	-	-	2,091.30
Other payables	29.93	-	-	-	29.93
Borrowings	29.94	-	-	-	29.94
Other financial liabilities	374.36	-	-	-	374.36
Total	2,525.53	-	-	-	2,525.53
Net Excess / (shortfall)	9,636.31	603.34	1,60,286.35	34,871.54	2,05,397.54

The table below summaries the maturity profile of the undiscounted cash flows of the Company's financial assets and liabilities as at March 31 2025

Particulars	Less than 6 months	6 to 12 months	1 to 5 years	More than 5 years	Total
Assets					
Cash and bank balances	33,820.38	7.69	-	-	33,828.07
Trade receivables	90.02	-	-	-	90.02
Other receivables	240.05	-	-	-	240.05
Loans	1.49	5.9	802.23	-	809.62
Investments	-	-	1,74,180.65	46,939.85	2,21,120.50
Other financial assets	1,235.21	75.11	386.66	37.81	1,734.79
Total	35,387.15	88.70	1,75,369.54	46,977.66	2,57,823.05
Liabilities					
Trade payables	85.31	-	-	-	85.31
Other payables	31.91	-	-	-	31.91
Borrowings	86.21	-	-	-	86.21
Other financial liabilities	411.29	-	-	-	411.29
Total	614.72	-	-	-	614.72
Net Excess / (shortfall)	34,772.43	88.70	1,75,369.54	46,977.66	2,57,208.33

c) Market risk

Market risk arises when movements in market factors (foreign exchange rates, interest rates, credit spreads and equity prices) impact the Group's income or the market value of its portfolios. The Group, in its course of business, is exposed to market risk due to change in equity prices, interest rates and foreign exchange rates. The objective of market risk management is to maintain an acceptable level of market risk exposure while aiming to maximize returns. The Group classifies exposures to market risk into either trading or non-trading portfolios. Both the portfolios are managed using the following sensitivity analyses:

- Equity price Risk
- Interest Rate Risk
- Currency Risk

i) Equity price Risk

The Group's exposure to equity price risk arises primarily on account of its investment positions

The Group's equity price risk is managed in accordance with its Corporate Risk and Investment policy (CRIP) approved by the board. The board specifies exposure limits and risk limits for the investments in equity.

ii) Interest Rate Risk

The Group's exposure to interest rate risk arises primarily on account of its amount given on loan and the surplus funds kept as deposits with the banks.

The Group's interest rate risk is managed in accordance with its policy approved by its board.

The non-traded Financial Assets and liabilities are fixed rate instruments and are valued at amortised cost. Any shifts in yield curve will not impact their carrying amount and will therefore not have any impact on the Group's statement of profit and loss.

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

iii) Currency Risk/foreign exchange Risk

There is no exposure to currency risk as there is no position of the group stands in exchange traded currency derivatives.

Note No 39: Employees Benefits

i) Defined Contribution Plans:

Amount of Rs. 52.09 lakhs contributed to provident fund is recognized as an expense under "Employee Cost" in the Statement of Profit and Loss for the current year (Rs. 47.94 lakhs for the financial year 2024-25).

ii) Defined Benefit Plans

a) Gratuity (Funded):

The Group has a defined benefit gratuity plan. Every employee who has completed five years or more of service gets a gratuity on death or resignation or retirement at 15 days salary (last drawn salary) for each completed year of service. The gratuity plan is funded with LIC.

The following table summarizes the components of net expenses for gratuity benefits recognized in the statement of profit and loss, other comprehensive income and the amounts recognized in the balance sheet:

(Rupees in Lakhs)

Particulars	For the year ended 31, March 2026	For the year ended 31, March 2025
1. Assumptions		
Discount rate	6.50%	6.50%
Salary Escalation	5.00%	5.00%
Mortality	IALM 2012-14	IALM 2012-14
2. Changes in present value of obligation during the year		
Present value of obligation as at beginning of the year	371.53	302.79
Interest Cost	24.15	21.95
Current Service Cost	21.74	18.46
Past Service Cost	0	-
Benefits Paid	(9.39)	(27.08)
Actuarial (gain) / loss on obligations	20.62	55.41
Present value of obligations as at end of the year	428.65	371.53
3. Changes in fair value of plan assets		
Fair value of plan assets at beginning of year	190.49	176.83
Expected return on plan assets	12.38	11.50
Contributions	0.25	0.08
Benefits paid	-	-
Actuarial gain / (loss) on plan assets	2.14	2.07
Fair value of plan assets at the year end	205.26	190.49
4. OCI / Expenses (Re measurements)		
Cumulative Un recognized Actuarial (gain)/loss opening b/f	79.09	25.76
Actuarial (gain) / loss on obligations	20.62	55.41
Actuarial (gain) / loss for the year – on plan assets	(2.14)	(2.07)
Total Actuarial (gain) / loss for the year	18.48	53.33
Cumulative total actuarial (gain)/loss c/f	97.57	79.09
5. Amounts to be recognized in the Balance Sheet		
Present value of obligations as at the end of the year	428.65	371.53
Fair value of plan assets as at the end of the year	205.26	190.49
Net (asset) / liability as at the end of the year	223.40	181.04
Funded Status Surplus/ (Deficit)	(223.40)	(181.04)
6. Amounts recognized in the Statement of Profit and Loss		
Current service cost	21.74	19.50
Interest Cost	24.15	20.91
Past Service Cost	-	-
Expected return on plan assets	(12.38)	(11.49)
Net Expenses recognized in Statement of Profit and Loss	33.51	28.92

Current Liability/Non-Current Profile:

Period	As at 31 March 2026	As at 31 March 2025
Current Liability (Short Term)	333.64	298.31
Non-Current Liability (Long Term)	95.01	73.23
Total Liability	428.65	371.53

Other Long-term Benefits:

a) Compensated absences/ leave encashment (Unfunded):

The following table summarizes the components of net expenses for leave encashment recognized in the statement of profit and loss, other comprehensive income and the amounts recognized in the balance sheet:

Particulars	For the year ended 31, March 2026	For the year ended 31, March 2025
1. Assumptions		
Discount rate	6.50%	6.50%
Salary Escalation	5.00%	5.00%

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(Rupees in Lakhs)

Particulars	For the year ended 31, March 2026	For the year ended 31, March 2025
2. Changes in present value of obligation during the year		
Present value of obligation as at beginning of the year	36.34	31.97
Interest Cost	2.37	2.31
Current Service Cost	2.08	2.58
Benefits Paid	(0.98)	-
Actuarial (gain) / loss on obligations	(2.68)	(0.52)
Present value of obligations as at end of the year	37.14	36.34
3. OCI / Expenses (Re measurements)		
Cumulative Un recognized Actuarial (gain)/loss opening bf	(10.08)	(9.56)
Actuarial (gain) / loss on obligations	(2.68)	(0.52)
Actuarial (gain) / loss for the year – on plan assets	-	-
Total Actuarial (gain) / loss for the year	(2.68)	(0.52)
Cumulative total actuarial (gain)/loss c/f	(12.76)	(10.08)
4. Amounts to be recognized in the Balance Sheet		
Present value of obligations as at the end of the year	37.14	36.35
Fair value of plan assets as at the end of the year	-	-
Net (asset) / liability recognized in balance sheet	37.14	36.35
Funded Status Surplus/ (Deficit)	(37.14)	(36.35)
5. Amounts recognized in the Statement of Profit and Loss		
Current service cost	2.08	2.58
Interest Cost	2.37	2.31
Expected return on plan assets	-	-
Expenses recognized in Statement of Profit and Loss	4.45	4.89

Current Liability/Non-Current Profile:

Period	As at 31 March 2026	As at 31 March 2025
Current Liability (Short Term)	28.62	27.66
Non-Current Liability (Long Term)	8.52	8.69
Total Liability	37.14	36.35

Note: 40: Maturity Analysis of Assets and Liabilities

The table below shows an analysis of assets and liabilities analysed according to when they are expected to be recovered or settled.

(Rupees in Lakhs)

Particulars	As at 31-March-2026			As at 31-March-2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Assets						
Financial assets						
Cash and cash equivalents	7,032.22		7,032.22	32,228.60		32,228.60
Bank Balance other than above	1,293.68	336.93	1,630.61	1,599.47	-	1,599.47
Trade receivables	979.46	-	979.46	90.02	-	90.02
Other receivables	224.56	-	224.56	240.05	-	240.05
Loans	7.08	804.70	811.78	7.39	802.23	809.62
Investments	-	1,93,590.74	1,93,590.74	-	2,21,120.50	2,21,120.50
Other financial assets	3,228.19	425.53	3,653.71	1,310.32	424.47	1,734.79
Total-Financial assets	12,765.18	1,95,157.90	2,07,923.09	35,475.85	2,22,347.20	2,57,823.05
Non-Financial assets						
Current Tax assets		134.70	134.70	2.55	488.48	491.03
Investment Property		6,022.32	6,022.32		6,170.78	6,170.78
Property, plant and equipment		6,274.10	6,274.10		6,471.27	6,471.27
Other Intangible assets	-	1.88	1.88	-	2.43	2.43
Other non-financial assets	162.76	0.10	162.85	101.59	0.45	102.05
Total-Non financial assets	162.76	12,433.08	12,595.84	104.14	13,133.41	13,237.56
Total Assets	12,927.94	2,07,590.98	2,20,518.93	35,579.99	2,35,480.61	2,71,060.61
Liabilities						
Financial Liabilities						
Trade payables	2,091.30	-	2,091.30	85.31	-	85.31
Other payables	29.93	-	29.93	31.91	-	31.91
Borrowings	29.94	-	29.94	86.21	-	86.21
Other financial liabilities	374.36	-	374.36	411.29	-	411.29
Total- Financial Liabilities	2,525.53	-	2,525.53	614.72	-	614.72
Non Financial Liabilities						
Provisions	438.88	5.70	444.58	522.64	6.21	528.85
Deferred tax liabilities	-	6,164.94	6,164.94	-	22,663.26	22,663.26

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(Rupees in Lakhs)

Particulars	Ast at 31-March-2026			Ast at 31-March-2025		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
Other non financial liabilities	42.73	10.04	52.77	52.95	1.80	54.75
Total-Non Financial Liabilities	481.61	6,180.68	6,662.28	575.59	22,671.27	23,246.86
Total Liabilities	3,007.14	6,180.68	9,187.82	1,190.31	22,671.27	23,861.58

Note: 41 Fair Value Measurement

(i) Accounting classification and fair values

The following table shows the carrying amount and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy:

The carrying value and fair value of financial instruments by categories as of 31 March 2026 are as follows:

(Rupees in Lakhs)

Particulars	Carrying amount					Fair value			
	FVTPL	FVTOCI	Amortised cost	At Equity Method	Total	Level 1	Level 2	Level 3	Total
Financial assets									
Cash and cash equivalents	-	-	7,032.22	-	7,032.22	-	-	-	-
Bank balance other than cash and cash equivalents above	-	-	1,630.61	-	1,630.61	-	-	-	-
Receivables									-
(I) Trade receivables	-	-	979.46	-	979.46	-	-	-	-
(II) Other receivables	-	-	224.56	-	224.56	-	-	-	-
Loans	-	-	811.78	-	811.78	-	-	-	-
Investments	88,524.13	1,01,295.49	-	3,771.12	1,93,590.74	1,53,069.53	15,191.97	21,558.11	1,89,819.62
Other financial assets	-	-	3,653.71	-	3,653.71	-	-	-	-
Total financial assets	88,524.13	1,01,295.49	14,332.34	3,771.12	2,07,923.08	1,53,069.53	15,191.97	21,558.11	1,89,819.62

Financial liabilities									
Payables									
(I) Trade payables									
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-	-	-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	2,091.30		2,091.30	-	-	-	-
(II) Other payables			-			-			
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-		-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	29.93		29.93	-	-	-	-
Borrowings (Other than debt securities)	-	-	29.94		29.94	-	-	-	-
Other financial liabilities	-	-	374.36		374.36	-	-	-	-
Total financial liabilities	-	-	2,525.53	-	2,525.53	-	-	-	-

The carrying value and fair value of financial instruments by categories as of 31 March 2025 are as follows:

(Rupees in Lakhs)

Particulars	Carrying amount					Fair value			
	FVTPL	FVTOCI	Amortised cost	At Equity Method	Total	Level 1	Level 2	Level 3	Total
Financial assets									
Cash and cash equivalents	-	-	32,228.60	-	32,228.60	-	-	-	-
Bank balance other than cash and cash equivalents above	-	-	1,599.47	-	1,599.47	-	-	-	-
Receivables									-
(I) Trade receivables	-	-	90.02	-	90.02	-	-	-	-
(II) Other receivables	-	-	240.05	-	240.05	-	-	-	-
Loans	-	-	809.62	-	809.62	-	-	-	-
Investments	60,301.03	1,57,120.41	-	3,699.06	2,21,120.50	2,05,185.76	10,620.21	1,615.47	2,17,421.44
Other financial assets	-	-	1,734.79	-	1,734.79	-	-	-	-
Total financial assets	60,301.03	1,57,120.41	36,702.54	3,699.06	2,57,823.05	2,05,185.76	10,620.21	1,615.47	2,17,421.44

CONSOLIDATED FINANCIAL STATEMENTS
Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026
(Rupees in Lakhs)

Particulars	Carrying amount					Fair value			
	FVTPL	FVTOCI	Amortised cost	At Equity Method	Total	Level 1	Level 2	Level 3	Total
Financial liabilities									
Payables									
(I) Trade payables									
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-		-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	85.31		85.31	-	-	-	-
(II) Other payables									
(i) total outstanding dues of micro enterprises and small enterprises	-	-	-		-	-	-	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	-	-	31.91		31.91	-	-	-	-
Borrowings (Other than debt securities)	-	-	86.21		86.21	-	-	-	-
Other financial liabilities	-	-	411.29		411.29	-	-	-	-
Total financial liabilities	-	-	614.72	-	614.72	-	-	-	-

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. The quoted market price used for financial assets held by the group is the current bid price. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for example, over-the-counter derivatives) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3. This is the case for unlisted equity securities and investment in private equity funds, real estate funds.

ii Valuation techniques used to determine fair value

Specific valuation techniques used to value financial instruments include :

- Quoted equity investments - Quoted closing price on stock exchange
- Mutual fund - net asset value of the scheme
- Alternative investment funds - net asset value of the scheme
- Unquoted equity investments - is based on NAV as per the latest financial figures of the respective company or price multiples of comparable companies or Price Quotation received from intermediaries dealing in unquoted shares.
- Private equity investment fund - NAV of the audited financials of the funds.
- Real estate fund - net asset value, based on the independent valuation report or financial statements of the company income approach or market approach based on the independent valuation report.

iii. Financial instruments not measured at fair value

Financial assets not measured at fair value includes cash and cash equivalents, trade receivables, loans and other financial assets.

These are financial assets whose carrying amounts approximate fair value, due to their short-term nature.

Additionally, financial liabilities such as trade payables and other financial liabilities are not measured at FVTPL, whose carrying amounts approximate fair value, because of their short-term nature.

Fair value measurements using significant unobservable inputs (level 3)

Note 42: Tax Expense

The Group pays taxes according to the rates applicable in India. Most taxes are recorded in the income statement and relate to taxes payable for the reporting period (current tax), but there is also a charge or credit relating to tax payable for future periods due to income or expenses being recognised in a different period for tax and accounting purposes (deferred tax). The Company provides for current tax according to the tax laws of India using tax rates that have been enacted or substantively enacted by the balance sheet date. Management periodically evaluates positions taken in tax returns in respect of situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities. Deferred tax is provided, using the liability method, on temporary differences at the reporting date between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax is recognised in respect of all temporary differences that have originated but not reversed at the balance sheet date, where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date. A deferred tax asset is recognised when it is considered recoverable and therefore recognised only when, on the basis of all available evidence, it can be regarded as probable that there will be suitable taxable profits against which to recover carried forward tax losses and from which the future reversal of underlying temporary differences can be deducted.

The Taxation Laws (Amendment) Ordinance, 2019 contain substantial amendments in the Income Tax Act 1961 and the Finance (No.2) Act, 2019 to provide an option to domestic companies to pay income tax at a concessional rate. The Parent Company has elected to opt the amended tax regime from the financial year 2019-20, the same option is elected by subsidiaries and associate company from the financial year 2020-21.

CONSOLIDATED FINANCIAL STATEMENTS
Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

(a) Income Tax (expense)/credit recognised in Statement of Profit and Loss:		(Rupees in Lakhs)	
Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025	
Current tax (expense)/credit:			
1 Current tax for the year	(526.89)	(1,355.05)	
2 Excess provision of tax relating to earlier years written back.	236.46	-	
Total current tax (expense)/credit (A)	(290.43)	(1,355.05)	
Deferred tax (expense)/credit:	277.98	139.33	
Net deferred tax (expense)/credit (B)	277.98	139.33	
Income tax (expense)/credit (net): (C = A+B)	(12.45)	(1,215.72)	
(b) Income Tax (expense)/credit recognised through other comprehensive income:			
Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025	
1 Remeasurement of defined benefit plan	3.98	13.29	
2 Bonds / Debentures through Other Comprehensive Income	(7.71)	(13.84)	
3 Equity instruments through other comprehensive income	15,504.08	31,165.83	
Total (1+2+3)	15,500.35	31,165.28	
(c) Reconciliation of estimated Income tax (expense)/credit reported in Statement of Profit and Loss:			
Particulars	For the year ended 31.03.2026	For the year ended 31.03.2025	
Profit / (loss) before tax	2,187.51	5,836.16	
1 Expected income tax (expense)/credit at the applicable tax rates	(550.55)	(1,468.84)	
Tax effect of adjustments to reconcile expected Income tax (expense)/credit at tax rate to reported income tax (expense)/credit			
2 Effect of non-deductible expenses	(87.43)	(134.35)	
3 Effect of differential tax rates and carried/brought forward losses	310.37	302.72	
4 Excess provision of tax relating to earlier years written back.	236.46	-	
5 Effect of income exempt from tax	108.21	209.63	
6 Others	(29.51)	(124.88)	
Income Tax (expenses)/credit reported in statement of profit and loss (1+2+3+4+5+6)	(12.45)	(1,215.72)	

Note No 43: Shareholding of Promoters and Promoter Group

Shares held by Promoters (P) & Promoter Group (PG)			As at 31st-March-2026			As at 31st-March-2025		
S. No	Promoter Name	Category (S)	No. of shares (in Nos)	% of Total shares (⁽¹⁾)	% change during the year (^(#))	No. of shares (in Nos)	% of Total shares (⁽¹⁾)	% change during the year (^(#))
1	VLS Capital Ltd.	PG	1,33,36,438	42.50	(0.00)	1,33,36,538	39.21	-
2	VLS Commodities Private Limited	PG	4,57,768	1.46	-	4,57,768	1.35	-
3	South Asian Enterprises Ltd	PG	1,500	-	-	1,500	-	-
4	Divya Mehrotra @	PG	5,41,393	1.73	-	5,41,393	1.59	-
5	Mahesh Prasad Mehrotra(HUF)	PG	19,84,262	6.32	-	19,84,262	5.83	-
6	Sadhana Mehrotra	PG	8,84,691	2.82	-	8,84,691	2.60	-
7	Vikas Mehrotra @	PG	4,85,783	1.55	-	4,85,783	1.43	-
8	Mahesh Prasad Mehrotra @	P	1	-	-	1	-	-
Total (*)			1,76,91,836	56.38		1,76,91,936	52.02	

\$ Promoters = P, Promoter Group = PG

Percentage change has been computed considering the number of shares at the beginning of the year.

@ Mr. Vikas Mehrotra, passed away on 13th July 2023, Ms Divya Mehrotra, passed away on 04-Jan-2024 and Mr. Mahesh Prasad Mehrotra, passed away on 05-April-2024. Accordingly, they had ceased to be part of the Promoter and Promoter Group of the Company in accordance with Regulation 31A(6) (c) of the SEBI (LODR) Regulations, 2015. However, till the completion of Transmission of their shares in favour of their Nominee(s)/Legal Heir(s) their names will be shown under the Promoter and Promoter Group, and their shareholding will be shown against their name.

* % of shareholding increased as at 31st March 2026 due to buyback of equity shares during the financial year 2025-26 and consequent extinguishment of said bought equity shares during the financial year 2025-26.

Note No 44: Ageing of Trade & Other Payables
Ageing of Trade Other Payables as on 31-03-2026

Particulars	(Rupees in Lakhs)				
	Outstanding for following periods from due date of payment				
	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) MSME	-	-	-	-	-
(ii) Others	2,121.23	2,115.56	2.70	2.97	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026
Ageing of Trade Other Payables as on 31-03-2025
(Rupees in Lakhs)

Particulars	Outstanding for following periods from due date of payment				
	Total	Less than 1 year	1-2 years	2-3 years	More than 3 years
(i) MSME	-	-	-	-	-
(ii) Others	117.22	114.25	2.97	-	-
(iii) Disputed dues – MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Note No 45: Ageing of Trade & Other Receivables
(Rupees in Lakhs)
Ageing of Trade & Other Receivables as on 31-03-2026

Particulars	Outstanding for following periods from due date of payment					
	Total	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed Trade receivables Other Receivables – considered good	1,204.03	1,202.74	0.22	0.13	0.71	0.23
(ii) Undisputed Trade Receivables Other Receivables - significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables Other Receivables -Credit impaired	9.50	-	-	9.50	-	-
(iv) Disputed Trade receivables Other Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables Other Receivables - significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables Other Receivables - Credit impaired	-	-	-	-	-	-
(vii) Allowance for Expected credit losses	(9.50)	-	-	(9.50)	-	-
Total	1,204.03	1,202.74	0.22	0.13	0.71	0.23

Ageing of Trade & Other Receivables as on 31-03-2025

Particulars	Outstanding for following periods from due date of payment					
	Total	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years
(i) Undisputed Trade receivables Other Receivables – considered good	330.07	261.95	66.87	1.15	-	0.10
(ii) Undisputed Trade Receivables Other Receivables - significant increase in credit risk	-	-	-	-	-	-
(iii) Undisputed Trade Receivables Other Receivables -Credit impaired	9.50	-	9.50	-	-	-
(iv) Disputed Trade receivables Other Receivables – considered good	-	-	-	-	-	-
(v) Disputed Trade Receivables Other Receivables - significant increase in credit risk	-	-	-	-	-	-
(vi) Disputed Trade Receivables Other Receivables - Credit impaired	-	-	-	-	-	-
(vii) Allowance for Expected credit losses	(9.50)	-	(9.50)	-	-	-
Total	330.07	261.95	66.87	1.15	-	0.10

Note No 46: Loans or advances in the nature of loans as per additional regulatory disclosure of schedule III to Companies Act 2013.
(Rupees in Lakhs)

As at 31.03.2026		
Type of Borrower	Amount of loan or advance in the nature of loan outstanding	% to the total Loans and Advances in the nature of loans
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Parties	-	-

As at 31.03.2025		
Type of Borrower	Amount of loan or advance in the nature of loan outstanding	% to the total Loans and Advances in the nature of loans
Promoters	-	-
Directors	-	-
KMPs	-	-
Related Parties	-	-

Note 47: Relationship with Strike off Companies
(Rupees in Lakhs)

Sl. No.	NAME OF THE COMPANY	NATURE OF TRANSACTION										Remarks (If Any)	RELATIONSHIP (IF ANY)	
		INVESTMENT IN SECURITIES OF SUCH COMPANY (Nos.)		RECEIVABLES (Amount Rupees in Lakhs)		PAYABLES (Amount Rupees in Lakhs)		SHARES HELD BY SUCH COMPANY * (In Nos.)		OTHER OUTSTANDING: UNPAID DIVIDEND (Amount Rupees in Lakhs)				
		31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025			
1	Colocar Leasing & Finance P Ltd	-	-	-	-	-	-	-	-	600	0.05	0.05	#	NIL
2	Guru Rakha Inveshment Pvt Ltd	-	-	-	-	-	-	-	-	100	0.01	0.01	#	NIL

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Sl. No.	NAME OF THE COMPANY	NATURE OF TRANSACTION										Remarks (If Any)	RELATIONSHIP (IF ANY)
		INVESTMENT IN SECURITIES OF SUCH COMPANY (Nos.)		RECEIVABLES (Amount Rupees in Lakhs)		PAYABLES (Amount Rupees in Lakhs)		SHARES HELD BY SUCH COMPANY * (In Nos.)		OTHER OUTSTANDING: UNPAID DIVIDEND (Amount Rupees in Lakhs)			
		31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025	31.03.2026	31.03.2025		
3	Lakshmi Fintrade Pvt Ltd (Shri Lakshmi Fintrade Private Limited)	-	-	-	-	-	-	-	600	0.05	0.05	#	NIL
4	Maneela Finance Investment Pvt Ltd (Maneela Finance And Investments Private Ltd)	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
5	Money Tree Plantation Pvt Ltd	-	-	-	-	-	-	-	1,200	0.09	0.12	#	NIL
6	Nav Trading And Investments Private Limited	-	-	-	-	-	-	-	3,600	0.28	0.35	#	NIL
7	Options Financial Services Ltd	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
8	Paavan Securities Pvt Ltd	-	-	-	-	-	-	-	400	0.03	0.04	#	NIL
9	Paradise Finstock Service Pvt Ltd	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
10	Rahat Holdings & Estates P Ltd	-	-	-	-	-	-	-	600	0.05	0.06	#	NIL
11	Siddhi Commedeal Private Limited	-	-	-	-	-	-	-	400	0.03	0.04	#	NIL
12	BKG Securities Private Limited	-	-	-	-	-	-	300	300	-	-		NIL
13	Sis Share & Stock Br. Pvt Ltd (Guardian Share And Stock Brokers Private Ltd)	-	-	-	-	-	-	-	200	0.02	0.02	#	NIL
14	Sunshine Holdings P Ltd	-	-	-	-	-	-	-	9,300	0.84	0.82	@	NIL
15	Yashika Finlease And Holdings P Ltd	-	-	-	-	-	-	-	2,400	0.19	0.24	#	NIL
Total		-	-	-	-	-	-	300	21,500	1.77	1.99		

* In the financial years ended March 31, 2026 and March 31, 2025, the Group did not have any transaction with above equity shareholders, being the companies whose names have been struck off under section 248 of Companies Act, 2013 or section 560 of Companies Act, 1956. Our Group has not allotted any Equity share to the said companies. However, the dividend of member at serial no. 12 viz. BKG Securities Private Limited had been credited to its bank account which was active at that time and the equity shares are continued to be held in securities account as on 31/03/2026. The shareholding data is as per database maintained by the Registrar and Transfer Agent of the Group reported to us for the purpose of this disclosure and includes record of beneficiary position downloaded by from the depositories.

The unpaid dividend for the year 2016-17, 2017-18 and relevant shares (unless exempted made under rules) have been transferred to the Investor Education and Protection Fund (IEPF) in accordance with the applicable provisions of the Companies Act, 2013 and outstanding balance represents the unpaid dividend lying with the Group for the financial year 2018-19 till 2023-24.

@ The unpaid dividend for the year 2017-18 and relevant shares (unless exempted made under rules) have been transferred to the Investor Education and Protection Fund (IEPF) in accordance with the applicable provisions of the Companies Act, 2013 and outstanding balance represents the unpaid dividend lying with the Group for the financial year 2018-19 till 2024-25.

Note 48: Key Ratios
Part A

S No	Particulars	As at 31st-March-2026		As at 31st- March-2025	
1	Capital to risk- weighted assets ratio	NA *		NA *	
2	Tier I CRAR	NA *		NA *	
3	Tier II CRAR	NA *		NA *	
4	Liquidity Coverage Ratio	NA *		NA *	

* Note: As the Group is not registered with RBI as NBFC by virtue of exemption given by RBI , the above ratios are not applicable to the Group.

Part B

S. No.	Particulars	As at 31st-March-2026			As at 31st-March-2025			% Change from previous period in Current Year	Reason for Change (if Change > 25 %)
		Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio	Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio		
1	2	3	4	5 = 3 / 4	6	7	8 = 6 / 7	9	10
1	Return on equity (PAT / Equity) (%)	2,175.06	2,11,331.11	1.03	4,620.44	2,47,199.03	1.87	(44.92)	There is decrease in the ratio due to decrease in the Profit during the current year.
2	Return on Assets (PAT / Total Assets) (%)	2,175.06	2,20,518.93	0.99	4,620.44	2,71,060.61	1.70	(41.76)	There is decrease in the ratio due to decrease in the Profit during the current year.

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Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

S. No.	Particulars	As at 31st-March-2026			As at 31st-March-2025			% Change from previous period in Current Year	Reason for Change (if Change > 25 %)
		Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio	Numerator (Rs. in Lakhs)	Denominator (Rs. in Lakhs)	Ratio		
1	2	3	4	5 = 3 / 4	6	7	8 = 6 / 7	9	10
3	Current Ratio (Cash, Bank, Receivables & Other Fin. Assets) / (Financial Liabilities) (Times)	13,520.56	2,525.53	5.35	35,892.93	614.72	58.39	(90.84)	The Current Ratio decreased during the current year primarily due to increase in financial liabilities as compared to the increase in cash, bank balances, receivables and other financial assets.

Note No 49: Investment Property

PARTICULARS		As at 31st-March-2026	As at 31st-March-2025
(i) Investment in Property			
a) Balance at the beginning of the year \$		6,170.78	6,371.10
b) Addition during the year \$		-	-
c) Deduction during the year		-	-
d) Depreciation/Impairment for the year		(148.46)	(200.32)
e) Balance at the end of the year		6,022.32	6,170.78
\$ Including Stamp Duty & Registration charges			
(ii) Fair value of Investment property *			
a) Building		843.31	843.31
b) Freehold Land		6,277.69	6,277.69
Total		7,121.00	7,121.00

* Pl. refer below mentioned foot note (iv) for Fair Value Hierarchy:

(iii) Amounts recognised in the statement of profit and loss in relation to investment Property			
PARTICULARS		Year Ended 31-March-2026	Year Ended 31-March-2025
a) Rental Income from investment property (#, @)		539.69	523.91
b) Direct operating expenses rising from investment property that generated rental income during the year		(33.57)	(36.98)
c) Direct operating expenses arising from investment property that did not generate rental income during the year		(0.21)	(0.23)
d) Profit from investment property before depreciation		505.90	486.70
e) Depreciation charge for the year		(148.46)	(200.32)
f) Profit from investment property after depreciation		357.44	286.38

Rental income recognised by the Group is included in Other Income as Rental income from Investment properties Pl. refer Note no: 25 - Other Income.

@ Rental Income from investment property includes Rs 10.63 Lakh (Previous Year 10.31 lakhs) as income, recognised on interest free security deposit received from lessee, as per relevant accounting standard.

- (iv) **Fair Value Hierarchy:**
The fair values of the investment properties as mentioned in (ii) above as at 31-Mar-2026 and as at 31-Mar-2025 is based on valuations performed by valuer Green Brick Valuers Pvt Ltd, an approved valuer from Insolvency and Bankruptcy Board of India (IBBI) - vide IBBI/RV/-E-2/2023/189. The valuation of land has been done by the valuer on the basis of market value of property considering the location, size of plot, civic amenities available near the land. Further valuation of building has been done as per depreciated CPWD rates.
- (v) **Leasing arrangements**
Investment properties are leased out to tenants under operating lease. Disclosure of future rent receivable is included in Note No 50: Disclosure Under Ind As 116 Lease.
- (vi) **Contractual obligations**
The Group has no restrictions on the realisability of its investment properties and no contractual obligations to purchase, construct or develop the investment property. However, the responsibility for its repairs and maintenance is with the Group.

Note No 50: Disclosure Under Ind As 116 Lease
Leases
1 Group as a lessee:

The Group has taken premises on operating lease for the period which ranges from 11 months to 36 months with an option to renew the lease by mutual consent on mutually agreeable terms.

The Group has applied the exemptions not to recognise right-of-use assets and liabilities for lease with less than 12 months of term lease.

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Information about leases for which the Group is a lessee for more than 12 months are presented below:

(A) Right of use assets # (Rupees in Lakhs)		
Particulars	As at 31st-March-2026	As at 31st-March-2025
Opening balance	-	18.53
Movement during the year	-	-
Amortisation of Right-Of-Use (ROU) assets	-	(0.24)
Adjustment on account of termination	-	(18.29)
Closing balance	-	-

Pl. refer note 11a.

(B) The movement in lease liabilities are as follows:

Particulars	As at 31st-March-2026	As at 31st-March-2025
Opening balance	-	21.02
Additions	-	-
Amounts recognised in statement of profit & loss as Interest on lease liabilities in Finance Costs	-	0.02
Payment of lease liabilities	-	(0.29)
Adjustment on account of termination	-	(20.75)
Closing balance	-	-

(C) Amount recognised in statement of profit & loss

Particulars	For the Year ended 31st-March-2026	For the year ended 31-Mar-2025
Interest cost on lease liabilities.	-	0.02
Amortization Right of Use Assets.	-	0.24
Rental Expenses recorded for short-term lease payments and payments for leases of low-value assets not included in the measurement of the lease liability (included in other expense).	11.34	11.34

2 Group as a lessor:

(A) Lessor - Operating Lease:

The Group has leasing arrangements in respect of operating leases for its premises. The Group has entered into operating leases for its Investment property and for other assets. These have lease terms of between 11 months to 36 months.

(B) Rental Income as operating lease recognised in the statement of profit and loss is as follows:

Particulars	For the Year ended 31st-March-2026	For the year ended 31-Mar-2025
Rental income from other assets *	84.92	96.65
Rental income from Investment properties *	539.69	523.91
Total	624.60	620.56

* Rental income recognised by the Group is included in "Other Income" (Pl. refer Note 25).

(C) Future minimum rentals receivable under operating leases are, as follows:

Particulars	As at 31st-March-2026	As at 31st-March-2025
Not later than one year	507.00	205.00
Later than one year and not later than five years	-	141.00
Later than five years	-	-
Total	507.00	346.00

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Note 51: Salient features of Financial Statements of Subsidiary and Associate Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014) :

(Form AOC-1)

Part A: Subsidiaries:

Sl. No.	Name of the Subsidiary	VLS Securities Limited	VLS Asset Management Limited	VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)
		As at 31.03.2026	As at 31.03.2026	As at 31.03.2026
1	CIN	U74899DL1994PLC062123	U74899DL1995PLC065812	U64990DL2021PLC376479
2	Date since when subsidiary was acquired	13/Oct/1994	24/Feb/1995	03/Feb/2021
3	Provisions pursuant to which the company has become a subsidiary (Section 2(87)(i)/ Section 2(87)(ii))	Section 2(87)(ii)	Section 2(87)(ii)	Section 2(87)(ii)
4	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	From 01/04/2025 to 31/03/2026	From 01/04/2025 to 31/03/2026	From 01/04/2025 to 31/03/2026
5	Reporting Currency	INR	INR	INR
6	Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries:-	N.A.	N.A.	N.A.
7	Share Capital	3,000.00	7.07	10.00
8	Other Equity	47,050.20	(16.66)	(6.54)
9	Total Assets	55,544.96	0.10	3.46
10	Total Liabilities	5,494.76	9.69	-
11	Investments	52,788.85	-	-
12	Turnover/Total Income	882.13	-	-
13	Profit/(Loss) Before Taxation	617.51	(0.06)	(0.04)
14	Provision for Tax (expense)/credit (net):	(53.78)	-	-
15	Profit/(Loss) After Taxation	563.73	(0.06)	(0.04)
16	Other Comprehensive Income	(14,756.19)	-	-
17	Total Comprehensive Income	(14,192.46)	(0.06)	(0.04)
18	Proposed Dividend	Nil *	Nil	Nil
19	% of Shareholding	100.00%	99.15%	100.00%

* The Company declared and paid an interim dividend of 15% (₹1.50 per equity share), amounting to ₹450 lakhs, during the financial year ended March 31, 2026.

1. Names of Subsidiaries which are yet to commence operations

a) VLS Asset Management Limited

b) VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)

2. Names of Subsidiaries which have been liquidated or sold during the year- N.A.

(Form AOC-1)

Part B: Associates:

(Rupees in Lakhs)

Statement pursuant to Section 129(3) of Companies Act, 2013 related to Associate Companies:

Sr. No.	Name of Associate	Latest audited Balance Sheet date	Shares of Associate held by the company/ group at the year ended on 31.03.2026			Net worth attributable to shareholding as per latest audited Bal. Sheet	Profit /(Loss) for the year		Description of how there is significant influence
			No.	Amount of investment in Associate *	Extent of holding %		Considered in Consolidation	Not Considered in Consolidation	
1	VLS Capital Limited.	31.03.2026	98,20,833	2,538.54	42.40%	3,771.12	72.06	0	Note – A

1. Names of associates or joint ventures which are yet to commence operations. N.A.

2. Names of associates or joint ventures which have been liquidated or sold during the year- N.A.

Note:

A. There is significant influence due to percentage (%) of Share Capital.

* after inter-company eliminations due to consolidations.

Note 52: Additional information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary/Associate as on 31.03.2026

₹(Rupees in Lakhs)

Name of the entity in the Group	Net Assets/ (Total Assets minus Total Liabilities)		Share in Profit or loss		Share in Other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent								
VLS Finance Limited	81.71	1,72,678.32	91.13	1,982.03	46.38	(12,769.30)	42.54	(10,787.27)
Subsidiaries (Indian):								
VLS Securities Limited	23.68	50,050.20	25.92	563.73	53.59	(14,756.19)	55.97	(14,192.46)
VLS Asset Management Limited	(0.00)	(9.51)	(0.00)	(0.06)	-	-	0.00	(0.06)

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

Name of the entity in the Group	Net Assets/ (Total Assets minus Total Liabilities)		Share in Profit or loss		Share in Other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)	0.00	3.46	(0.00)	(0.04)	-	-	0.00	(0.04)
Inter-company eliminations due to consolidation	(1.66)	(3,500.17)	(20.69)	(450.00)	-	-	1.77	(450.00)
Non-controlling interest								
Subsidiaries (Indian)	(0.00)	(0.08)	(0.00)	(0.00)	-	-	0.00	(0.00)
Associate: (Indian)								
VLS Capital Limited	1.78	3,771.12	3.65	79.40	0.03	(7.34)	(0.28)	72.06
Inter-company eliminations due to consolidation	(5.52)	(11,662.21)	-	-	-	-	-	-
Total	100.00	2,11,331.11	100.00	2,175.06	100.00	(27,532.83)	100.00	(25,357.77)

Note 52: Additional information, as required under Schedule III to the Companies Act, 2013, of enterprises consolidated as Subsidiary/Associate as on 31.03.2025

Name of the entity in the Group	Net Assets/ (Total Assets minus Total Liabilities)		Share in Profit or loss		Share in Other comprehensive income		Share in total comprehensive income	
	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent								
VLS Finance Limited	78.47	1,93,975.74	98.10	4,532.76	13.77	(7,060.48)	5.42	(2,527.72)
Subsidiaries (Indian):								
VLS Securities Limited	26.17	64,692.66	6.33	292.27	86.22	(44,220.12)	94.13	(43,927.85)
VLS Asset Management Limited	(0.00)	(9.45)	(0.00)	(0.05)	-	-	0.00	(0.05)
VLS Sunnivesh Limited (formerly known as VLS Real Estate Limited)	0.00	3.50	(0.00)	(0.19)	-	-	0.00	(0.19)
Inter-company eliminations due to consolidation	(1.42)	(3,500.17)	-	-	-	-	-	-
Non-controlling interest								
Subsidiaries (Indian)	(0.00)	(0.08)	(0.00)	(0.00)	-	-	0.00	(0.00)
Associate: (Indian)								
VLS Capital Limited	1.50	3,699.04	(4.42)	(204.35)	0.01	(5.40)	0.45	(209.75)
Inter-company eliminations due to consolidation	(4.72)	(11,662.21)	-	-	-	-	-	-
Total	100.00	2,47,199.03	100.00	4,620.44	100.00	(51,286.00)	100.00	(46,665.56)

Note No: 53: Intangible Assets under Development Ageing Schedule

There are no intangible assets under development as on March 31, 2026, as well as on March 31, 2025.

Note No 54: Subsequent events:

There were no significant events after the end of the reporting period which require any adjustment or disclosure in the financial statements other than as stated below:

- The Board of Directors of the holding company at its meeting held on May 26th 2026 has proposed a final dividend of Rs. 1.50 per equity share for the financial year ended 31-March 2026. The dividend will be 15% on face value of Rs.10/- per equity share, subject to approval by the members of the holding company at the forthcoming Annual General Meeting.
The dividend, if approved, will be paid as per applicable regulations subject to deduction of tax at source as per the applicable rate(s), to the members whose name stand in the register of members on the record date fixed for this purpose.

Note No 55: Segment reporting:

The Group is primarily engaged in the business of investment & Sale/Purchase of Shares/Securities & Derivatives including the business of stock broking. As such the Group's financial statements are largely reflective of the investment business. There are no separate reportable segments identified as per the Ind AS 108 - Operating segments. Further the Group does not have any reportable geographical segment. Hence segment-wise reporting has not been made.

Note No 56: Additional Regulatory disclosures.

- During the financial years ended March 31, 2026, and March 31, 2025, the Group has not revalued its property, plant and Equipment.
- All the lease agreements are executed in favor of the Group for properties where the Group is the lessee.
- During the financial years ended March 31, 2026, and March 31, 2025, the Group has not revalued its intangible assets.

CONSOLIDATED FINANCIAL STATEMENTS

Notes to the Consolidated Financial Statements For the Year Ended 31st-March-2026

- iv) The Group has been sanctioned working capital limits from Banks/financial institutions on the basis of security of Group's own fixed deposits. Therefore, during the financial years ending March 31, 2026, and March 31, 2025, the Group is not required to file the Quarterly return/ statements of current assets with banks and financial institutions.
- v) The Group has complied with the number of layers prescribed under clause (87) of section 2 of the act read with companies (Restriction on number of layers) rule 2017.
- vi) During the financial years ended March 31, 2026, and March 31, 2025, no Scheme of Arrangements related to the Group has been approved by the Competent Authority in terms of sections 230 to 237 of the Companies Act, 2013.
- vii) Utilisation of Borrowed funds and share premium: -
 - a. The Group has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to any other person or entity, including foreign entity (Intermediaries), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall:
 - i. directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or
 - ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
 - b. The Group has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity (Funding Parties), with the understanding, whether recorded in writing or otherwise, that the Group shall:
 - i. directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or
 - ii. provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.
- viii) No proceedings have been initiated or pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 and rules made thereunder, as at March 31, 2026, and March 31, 2025.
- ix) The Group has not been declared willful defaulter by any bank or financial Institution or other lender, in accordance with the guidelines on willful defaulters issued by the Reserve Bank of India, during the year ended March 31, 2026, and March 31, 2025.
- x) There is no creation or satisfaction of charges which are pending to be filed with ROC as at March 31, 2026, and March 31, 2025.
- xi) The Group has not traded or invested in Crypto currency or Virtual currency during the financial years ended March 31, 2026, and March 31, 2025.
- xii) The Group does not have any transactions not recorded in the books of accounts that has been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961). No previously unrecorded income and related assets have been recorded in the books of account during the year.
- xiii) There are no items of income and expenditure of exceptional nature for the financial years ended March 31, 2026, and March 31, 2025.

Note No 57: Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current year's classification/disclosure and rounding off errors have been ignored.

Note No 58: The amounts reflected as "0" or "-" in the financial information are values with less than rupees five hundred or "0".

As per our report of even date attached
For Agiwal & Associates
Chartered Accountants
(Firm's Registration Number: 000181N)

For and on behalf of the Board of Directors of
VLS Finance Limited

Suresh Kumar Agarwal Managing Director DIN: 00106763	Kishan Kumar Soni Director-Finance & CFO DIN:00106037
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CA Prakash Chand Agiwal
Partner
Membership No.080475
New Delhi
Date: 26th May 2026

Keshav Tandan Executive Director DIN: 10450801	Harsh Consul Company Secretary M.No: A-11183
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Handwriting practice lines consisting of 20 horizontal dotted lines.

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VLS FINANCE LIMITED

**Regd. Office : Ground Floor, 90, Okhla Industrial Estate,
Phase-III, New Delhi-110 020
Phone : 011-46656666**