Water, Reimagined.
Plants, Reengineered.

Reimagining how water is treated, managed, monitored
and returned to power tomorrow's industries

SFC Environmental
Technologies Ltd.

(formerly known as SFC Environmental Technologies Pvt Ltd).

21st
Annual Report
2025-2026

NOTICE OF ANNUAL GENERAL MEETING

To,

The Members,

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Notice is hereby given that the 21st Annual General Meeting ("**AGM**") of the Members of SFC Environmental Technologies Limited *(Formerly known as SFC Environmental Technologies Private Limited)* will be held on **Saturday on September 26, 2026** at **4.00 P.M. IST** at the Corporate Office of the Company at 2201-2202, Rupa Renaissance, Turbhe MIDC Road, TTC Industrial Area, MIDC Industrial Area, Turbhe, Navi Mumbai - 400705 to transact the following business:

ORDINARY BUSINESS

1. ADOPTION OF AUDITED FINANCIAL STATEMENTS (STANDALONE AND CONSOLIDATED) ALONG WITH DIRECTORS' REPORT AND AUDITORS' REPORT THEREON FOR THE FINANCIAL YEAR ENDED MARCH 31, 2026:

To receive, consider and adopt the Audited Financial Statements (Standalone and Consolidated) of the Company for the financial year ended March 31, 2026, together with the reports of the Board of Directors' and Auditors' thereon in this regard if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT the Audited Standalone & Consolidated Financial Statements of the Company for the financial year ended March 31, 2026 and the Reports of the Board of Directors and Auditors thereon along with all annexures as laid before this 21st Annual General Meeting be and are hereby received, considered and adopted."

2. TO APPOINT MR. SAKETCHANDRASINGH PRATAPSINGH DHANDORIYA (DIN: 06873114) AS A DIRECTOR OF THE COMPANY, WHO RETIRES BY ROTATION AND BEING ELIGIBLE OFFERS HIMSELF FOR RE-APPOINTMENT:

To appoint Mr. Saketchandrasingh Pratapsingh Dhandoriya (DIN: 06873114), who retires by rotation, as a director and in this regard, to consider and if thought fit, to pass, with or without modification(s), the following resolution as an **Ordinary Resolution**:

"RESOLVED THAT Mr. Saketchandrasingh Pratapsingh Dhandoriya (DIN: 06873114), who retires by rotation in terms of Section 152 of Companies Act, 2013 and being eligible be and is hereby re-appointed as Director of the Company whose office shall be liable to retirement by rotation"

SPECIAL BUSINESS

3. APPOINTMENT OF MR. MULESH MANILAL SAVLA (DIN: 07474847) AS A NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT, pursuant to the provisions of Sections 149, 150 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 along with the rules made thereunder, including, the Companies (Appointment and Qualification of Directors) Rules, 2014, each as amended ("**Companies Act**"), Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any amendments, modification(s) or re-enactment(s) thereof, for the time being in force) ("**SEBI Listing Regulations**"), and other applicable provisions thereof, if any, and pursuant to the provisions of the articles of association of SFC Environmental Technologies Limited (the "**Company**"), and as per the recommendation of the Nomination and Remuneration Committee **("NRC")** and approval of the Board of Directors **("Board")**, Mr. Mulesh Manilal Savla (DIN: 07474847), who was appointed as an Additional Director (Category: Non-Executive Independent) of the Company by the Board of Directors with effect from August 14, 2026 and who holds office till the conclusion of this 21st Annual General Meeting (AGM) in terms of Section 161 of the Companies Act, 2013, be and is hereby appointed as an Independent Director of the Company, who shall not be liable to retire by rotation, for a term of one year commencing from August 14, 2026 and concluding on August 13, 2027;

RESOLVED FURTHER THAT any Director of the Company, be and is hereby severally authorized to do all the acts, deeds, matters and things which are necessary to give effect to the appointment of Mr. Mulesh Manilal Savla (DIN: 07474847) as an Independent Director of the Company, including filing of the necessary forms with the Registrar of Companies, Mumbai II;

RESOLVED FURTHER THAT a copy of the above resolution, certified to be true by any Director or Company Secretary, be forwarded to concerned authorities for necessary actions."

4. APPOINTMENT OF MS. AMRUTA SHRIPAD PATANKAR (DIN: 09556394) AS A NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT, pursuant to the provisions of Sections 149, 150 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 along with the rules made thereunder, including, the Companies (Appointment and Qualification of Directors) Rules, 2014, each as amended ("**Companies Act**"), Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any amendments, modification(s) or re-enactment(s) thereof, for the time being in force) ("**SEBI Listing Regulations**"), and other applicable provisions thereof, if any, and pursuant to the provisions of the articles of association of SFC Environmental Technologies Limited (the "**Company**"), and as per the recommendation of the Nomination and Remuneration Committee **("NRC")** and approval of the Board of Directors **("Board")**, Ms. Amruta Shripad Patankar (DIN: 09556394), who was appointed as an Additional Director (Category: Non-Executive Independent) of the Company by the Board of Directors with effect from August 14, 2026 and who holds office till the conclusion of this 21st Annual General Meeting (AGM) in terms of Section 161 of the Companies Act, 2013, be and is hereby appointed as an Independent Director of the Company, who shall not be liable to retire by rotation, for a term of one year commencing from August 14, 2026 and concluding on August 13, 2027;

RESOLVED FURTHER THAT any Director of the Company, be and is hereby severally authorized to do all the acts, deeds, matters and things which are necessary to give effect to the appointment of Ms. Amruta Shripad Patankar (DIN: 09556394) as an Independent Director of the Company, including filing of the necessary forms with the Registrar of Companies, Mumbai II;

RESOLVED FURTHER THAT a copy of the above resolution, certified to be true by any Director or Company Secretary, be forwarded to concerned authorities for necessary actions."

5. APPOINTMENT OF MRS. DIVYA SAMEER MOMAYA (DIN: 00365757) AS A NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY:

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

"RESOLVED THAT, pursuant to the provisions of Sections 149, 150 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 along with the rules made thereunder, including, the Companies (Appointment and Qualification of Directors) Rules, 2014, each as amended ("**Companies Act**"), Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any amendments, modification(s) or re-enactment(s) thereof, for the time being in force) ("**SEBI Listing Regulations**"), and other applicable provisions thereof, if any, and pursuant to the provisions of the articles of association of SFC Environmental Technologies Limited (the "**Company**"), and as per the recommendation of the Nomination and Remuneration Committee **("NRC")** and approval of the Board of Directors **("Board")**, Mrs. Divya Sameer Momaya (DIN: 00365757), who was appointed as an Additional Director (Category: Non-Executive Independent) of the Company by the Board of Directors with effect from August 14, 2026 and who holds office till the conclusion of this 21st Annual General Meeting (AGM) in terms of Section 161 of the Companies Act, 2013, be and is hereby appointed as an Independent Director of the Company, who shall not be liable to retire by rotation, for a term of one year commencing from August 14, 2026 and concluding on August 13, 2027;

RESOLVED FURTHER THAT any Director of the Company, be and is hereby severally authorized to do all the acts, deeds, matters and things which are necessary to give effect to the appointment of Mrs. Divya Sameer Momaya (DIN: 00365757) as an Independent Director of the Company, including filing of the necessary forms with the Registrar of Companies, Mumbai II;

RESOLVED FURTHER THAT a copy of the above resolution, certified to be true by any Director or Company Secretary, be forwarded to concerned authorities for necessary actions."

6. TO RATIFY THE REMUNERATION OF THE COST AUDITORS FOR THE FINANCIAL YEAR 2026-27:

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

"RESOLVED THAT pursuant to the provisions of Section 148(3) and other applicable provisions, if any, of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), M/s. Joglekar Karekar & Associates LLP, Cost Accountants (FRN - 002299) having office at E-113, Har Har Mahadev CHS, Patilwadi, Chandanwadi, Thane West 400601, the Cost Auditors appointed by the Board of Directors to verify, review cost records and to conduct cost audit of the Company for the financial year ending March 31, 2027 be paid remuneration of Rs. 1,80,000/- (Rupees One Lakh Eighty Thousand only) plus GST as applicable and reimbursement of out-of-pocket expenses.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts, deeds and things as may be required or deemed necessary to give effect to the above resolution."

Date: September 04, 2026
Place: Navi Mumbai

For and on behalf of the Board
SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

REGISTERED OFFICE:
The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai-400705, Maharashtra

SD/-

SANDEEP SUDHAKAR ASOLKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN: 00097828

Notes

1. Brief profile and other required information about the Directors proposed to be appointed/re-appointed, as required under Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India as approved by the Central Government, also forms part of this Notice.
2. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("Act") setting out material facts concerning the special business under Item Nos. 3 to 6 of the accompanying Notice, is annexed hereto.
3. A member entitled to attend and vote at the meeting is entitled to appoint a proxy/proxy to attend and vote instead of himself/herself. Such a proxy/proxies need not be a member of the Company.
4. Corporate Members intending to send their authorized representatives to attend the Meeting are requested to send to the Company, a certified copy of the Board Resolution authorizing the representative to attend and vote on their behalf at the meeting along with the ID proof of the authorized representative.
5. The Notice is being sent to all the members, whose names appear in the Register of members/list of beneficial owners as received from National Securities Depository Limited (NSDL)/Central Depository Services (India) Limited (CDSL) on August 28, 2026. In compliance with provisions of Section 107 of the Companies Act, 2013, read with Rule 20 of the Companies (Management & Administration) Rules, 2014, the Company is pleased to provide its members the facility to exercise their right to vote by show of hand.
6. Pursuant to Section 101 and Section 136 of the Companies Act, 2013 read with relevant Companies (Management and Administration) Rules, 2014, which allows the companies to send documents including annual reports and other intimation by an email. Therefore, members are requested to register their email IDs with the Registrar and Transfer Agent of the Company. The Company is already having email ID of the members holding their shares in Demat through their respective depository participants. The said email ID shall be considered as registered email ID for the said members unless informed otherwise to the company or Registrar and Transfer Agent.
7. Relevant documents referred to in the accompanying Notice are open for inspection by the Members at the Company's Registered Office on all working days of the Company, during business hours up to the date of the Meeting.
8. Members seeking any information with regard to the Accounts are requested to write to the Company at an early date, so as to enable the Management to keep the information ready at the meeting.
9. Members are requested to bring their attendance slips duly completed and signed mentioning therein details of their Folio No.

EXPLANATORY STATEMENT AS REQUIRED UNDER SECTION 102 OF THE COMPANIES ACT, 2013

ITEM NO. 03

APPOINTMENT OF MR. MULESH MANILAL SAVLA (DIN: 07474847) AS A NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY:

Pursuant to the provisions of Sections 149 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 along with the rules made thereunder, including, the Companies (Appointment and Qualification of Directors) Rules, 2014, each as amended ("**Companies Act**"), Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any amendments, modification(s) or re- enactment(s) thereof, for the time being in force) ("**SEBI Listing Regulations**"), and other applicable provisions thereof, if any, and pursuant to the provisions of the articles of association of SFC Environmental Technologies Limited (the "**Company**"), Mr. Mulesh Manilal Savla (DIN: 07474847) who was appointed as an Additional Director (Category: Non-Executive Independent Director) of the Company by the Board of Directors of the Company with effect from August 14, 2026.

The Company has received declaration from Mr. Mulesh Manilal Savla (DIN: 07474847) that he meets the criteria of independence, as prescribed, both under Section 149(6) of the Act and under Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Section 149 of the Act, read with the Companies (Appointment and Qualification of Directors) Rules 2014, provides for appointment of an Independent Directors. It is proposed to appoint Mr. Mulesh Manilal Savla (DIN: 07474847) as an Independent Director under Section 149 of the Act and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to hold office for 1 (One) year with effect from August 14, 2026 to August 13, 2027. In the opinion of the Board, Mr. Mulesh Manilal Savla (DIN: 07474847) fulfills the conditions for appointment as an Independent Director, as specified in the Act, and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Mr. Mulesh Manilal Savla (DIN: 07474847) is independent of the management.

Brief resume of Mr. Mulesh Manilal Savla (DIN: 07474847), nature of his expertise in specific functional areas and names of Companies in which he holds directorships, shareholding and relationships between Directors inter-se are provided in Annexure to this Notice.

The Board recommends the Ordinary Resolution as set out at Item No. 03 respectively of the Notice for approval of the Members.

This Statement may also be regarded as a disclosure under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Save and except Mr. Mulesh Manilal Savla (DIN: 07474847) and his relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested financially or otherwise, in the resolution set out at Item No. 03 of the Notice.

ITEM NO. 04

APPOINTMENT OF MS. AMRUTA SHRIPAD PATANKAR (DIN: 09556394) AS A NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY:

Pursuant to the provisions of Sections 149 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 along with the rules made thereunder, including, the Companies (Appointment and Qualification of Directors) Rules, 2014, each as amended ("**Companies Act**"), Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any amendments, modification(s) or re- enactment(s) thereof, for the time being in force) ("**SEBI Listing Regulations**"), and other applicable provisions thereof, if any, and pursuant to the provisions of the articles of association of SFC Environmental Technologies Limited (the "**Company**"), Ms. Amruta Shripad Patankar (DIN: 09556394) who was appointed as an Additional Director (Category: Non-Executive Independent Director) of the Company by the Board of Directors of the Company with effect from August 14, 2026.

The Company has received declaration from Ms. Amruta Shripad Patankar (DIN: 09556394) that she meets the criteria of independence, as prescribed, both under Section 149(6) of the Act and under Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Section 149 of the Act, read with the Companies (Appointment and Qualification of Directors) Rules 2014, provides for appointment of an Independent Directors. It is proposed to appoint Ms. Amruta Shripad Patankar (DIN: 09556394) as an Independent Director under Section 149 of the Act and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to hold office for 1 (One) year with effect from August 14, 2026 to August 13, 2027. In the opinion of the Board, Ms. Amruta Shripad Patankar (DIN: 09556394) fulfills the conditions for appointment as an Independent Director, as specified in the Act, and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Ms. Amruta Shripad Patankar (DIN: 09556394) is independent of the management.

Brief resume of Ms. Amruta Shripad Patankar (DIN: 09556394), nature of her expertise in specific functional areas and names of Companies in which she holds directorships, shareholding and relationships between Directors inter-se are provided in Annexure to this Notice.

The Board recommends the Ordinary Resolution as set out at Item No. 04 respectively of the Notice for approval of the Members.

This Statement may also be regarded as a disclosure under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Save and except Ms. Amruta Shripad Patankar (DIN: 09556394) and her relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested financially or otherwise, in the resolution set out at Item No. 04 of the Notice.

ITEM NO. 05

APPOINTMENT OF MRS. DIVYA SAMEER MOMAYA (DIN: 00365757) AS A NON-EXECUTIVE INDEPENDENT DIRECTOR OF THE COMPANY:

Pursuant to the provisions of Sections 149 and 152 read with Schedule IV, Section 161 and other applicable provisions, if any, of the Companies Act, 2013 along with the rules made thereunder, including, the Companies (Appointment and Qualification of Directors) Rules, 2014, each as amended ("**Companies Act**"), Regulation 17 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, (including any amendments, modification(s) or re- enactment(s) thereof, for the time being in force) ("**SEBI Listing Regulations**"), and other applicable provisions thereof, if any, and pursuant to the provisions of the articles of association of SFC Environmental Technologies Limited (the "**Company**"), Mrs. Divya Sameer Momaya (DIN: 00365757) who was appointed as an Additional Director (Category: Non-Executive Independent Director) of the Company by the Board of Directors of the Company with effect from August 14, 2026.

The Company has received declaration from Mrs. Divya Sameer Momaya (DIN: 00365757) that she meets the criteria of independence, as prescribed, both under Section 149(6) of the Act and under Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Section 149 of the Act, read with the Companies (Appointment and Qualification of Directors) Rules 2014, provides for appointment of an Independent Directors. It is proposed to appoint Mrs. Divya Sameer Momaya (DIN: 00365757) as an Independent Director under Section 149 of the Act and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, to hold office for 1 (One) year with effect from August 14, 2026 to August 13, 2027. In the opinion of the Board, Divya Sameer Momaya (DIN: 00365757) fulfills the conditions for appointment as an Independent Director, as specified in the Act, and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Mrs. Divya Sameer Momaya (DIN: 00365757) is independent of the management.

Brief resume of Mrs. Divya Sameer Momaya (DIN: 00365757), nature of her expertise in specific functional areas and names of Companies in which she holds directorships and relationships between Directors inter-se are provided in Annexure to this Notice.

The Board recommends the Ordinary Resolution as set out at Item No. 05 respectively of the Notice for approval of the Members.

This Statement may also be regarded as a disclosure under SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Save and except Mrs. Divya Sameer Momaya (DIN: 00365757) and her relatives, to the extent of their shareholding interest, if any, in the Company, none of the other Directors/Key Managerial Personnel of the Company/their relatives are, in any way, concerned or interested financially or otherwise, in the resolution set out at Item No. 05 of the Notice.

ITEM NO. 06

TO RATIFY THE REMUNERATION OF THE COST AUDITORS FOR THE FINANCIAL YEAR 2026-27:

The Board of Directors, upon recommendation of the Audit Committee, approved the appointment of M/s. Joglekar Karekar & Associates LLP, Cost Accountants (FRN - 002299) having office at E-113, Har Har Mahadev CHS, Patilwadi, Chandanwadi, Thane West 400601, as Cost Auditors to conduct the audit of the cost records of the Company for the Financial Year 2026-27 on the remuneration payable to them as per details furnished in Item No. 06 of the Notice of the Annual General Meeting.

In accordance with the provisions of Section 148 of the Act read with Rule 14 (a) of the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors is required to be ratified by the shareholders of the Company. Accordingly, consent of the Shareholders is being sought for ratification of the remuneration payable to the Cost Auditors for the Financial Year 2026-27.

None of the Directors and Key Managerial Personnel of the Company, including their relatives, are concerned with or interested in, financially or otherwise, in the resolution as set out at Item No. 06.

The Board of Director recommends the Ordinary Resolution set out at Item No. 06 for approval by shareholders.

Date: September 04, 2026
Place: Navi Mumbai

For and on behalf of the Board
SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

REGISTERED OFFICE:
The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai-400705, Maharashtra

SD/-

SANDEEP SUDHAKAR ASOLKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN: 00097828

DETAILS OF THE DIRECTOR SEEKING APPOINTMENT/REGULARISATION/REAPPOINTMENT IN THE FORTHCOMING ANNUAL GENERAL MEETING

Name	Mulesh Manilal Savla	Amruta Shripad Patankar	Divya Sameer Momaya
Director Identification Number	07474847	09556394	00365757
Father's Name	Manilal Savla	Shripad Patankar	Manikant Vershi Shah
Date of Birth	October 12, 1964	October 09, 1979	April 25, 1979
Qualification	Chartered Accountant	Chartered Accountant	Company Secretary
Experience / Expertise	CA Mulesh M. Savla is a veteran Chartered Accountant and corporate governance expert with over 40 years of professional experience specializing in direct taxation, auditing, entity structuring, and financial advisory. As the Founder Partner of Shah & Savla LLP Chartered Accountants and former President of the CVO Chartered & Cost Accountants Association. Beyond his practice, he serves in key board leadership roles as Chairman and Independent Director for both Aarti Surfactants Ltd. and Valiant Laboratories Ltd., while actively contributing to various professional bodies, educational institutions, and religious trusts.	CA Amruta Patankar is a seasoned finance and strategy professional with over 18 years of industry experience across corporate strategy, finance, and auditing. Having spent 11 years with the listed conglomerate Thermax Group (USD 1 Bn revenue), she led critical strategic initiatives including group-wide sustainability frameworks, corporate growth strategies in collaboration with Bain Consulting, M&A transactions closing two European mergers, and executive support to the Group CFO on SEBI compliance, budgeting, and MIS development. She began her career with the HUL and Kimberly-Clark JV (Huggies brand), where she served as a core team member for SAP-ERP implementation, led tax assessment hearings, and executed an award-winning payment automation project. Qualified as a Chartered Accountant in 2004, she also completed the Senior Leadership Development Program at IIM Ahmedabad in 2016 and holds a Certification in Sustainability Reporting.	Divya Momaya is a Company Secretary, Certified Corporate Director, and Board Mentor with over 22 years of experience. She is the Founder of Mentor My Board (an initiative training corporate directors and setting up board processes) and Founder Partner at D S Momaya & Co. LLP. She serves as an Independent Director across several prominent boards, including Motilal Oswal Financial Services, GTPL Hathway, Blue Jet Healthcare, and Tarsons Products. Additionally, she actively leads industry governance platforms as Vice- Chairperson at JITO JPoint and former Vice-Chairperson at IMC Chamber, Navi Mumbai. Recognized widely for her work in governance and startup mentorship, her awards include *Entrepreneurs Today 40 Under 40, YourStory's 100 Emerging Women Leaders, and the Bharat Startup Award.*
Directorships held in other Companies	Aarti Surfactants Limited Amarjyot Chemical Limited Valiant Laboratories Limited	Sejal Glass Limited	GTPL Hathway Limited Motilal Oswal Home Finance Limited Motilal Oswal Financial Services Limited Motilal Oswal Finvest Limited MMB Advisors Private Limited Blue Jet Healthcare Limited Tarsons Products Limited
Shareholding in Company	170625 (0.18%) (As a joint holder)	Nil	Nil
Terms and conditions of Appointment or re-appointment	For a period of one year with effect from August 14, 2026	For a period of one year with effect from August 14, 2026	For a period of one year with effect from August 14, 2026
Relationship with other Directors or Key Managerial Personnel of the Company	NA	NA	NA

Date: September 04, 2026
Place: Navi Mumbai

For and on behalf of the Board
SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

SD/-

SANDEEP SUDHAKAR ASOLKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN: 00097828

REGISTERED OFFICE:
The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai-400705, Maharashtra

ATTENDANCE SLIP

(To be presented at the entrance)

21st Annual General Meeting of the Members of **SFC Environmental Technologies Limited** *(Formerly known as SFC Environmental Technologies Private Limited)* to be held on Saturday on September 26, 2026 at 4.00 P.M. at the corporate office of the Company at Corporate Office of the Company at 2201-2202, Rupa Renaissance, Turbhe MIDC Road, TTC Industrial Area, MIDC Industrial Area, Turbhe, Navi Mumbai-400705

D.P. ID. No.	
Client Id No.	

Folio No.	
No. of Shares	

Name of the attending member_____

Folio No. _____ No. of Shares_____

Name of Proxy_____

(If proxy attends instead of member)

_____

Signature of Member/Proxy

Notes: Member/Proxy holder willing to attend the meeting must bring the Attendance Slip to the Meeting.

PROXY FORM

[Pursuant to Section 105 (6) of the Companies Act, 2013 read with Rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN:	U37003MH2005PLC152235
Name of the company:	SFC Environmental Technologies Limited *(Formerly known as SFC Environmental Technologies Private Limited)*
Registered office:	The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19-D, Vashi, Navi Mumbai-400705 Maharashtra
Name of the member (s):	
Registered address:	
E-mail Id:	
Folio No/Client Id:	
DP ID:	

I/We, being the member (s) of ..... shares of the above-named company, hereby appoint

1. Name: _____

   Address: _____

   E-mail Id: _____

   Signature: _____or failing him

2. Name: _____

   Address: _____

   E-mail Id: _____

   Signature: _____ or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 21st Annual General Meeting of the company, to be held on Saturday on September 26, 2026 at 4.00 P.M. at the corporate office of the Company at 2201-2202, Rupa Renaissance, Turbhe MIDC Road, TTC Industrial Area, MIDC Industrial Area, Turbhe, Navi Mumbai-400705 and at any adjournment thereof in respect of such resolutions as are indicated below:

Resolution No.	Resolutions	For	Against
Ordinary Business			
1	Adoption of Audited Financial Statements (Standalone and Consolidated) along with Directors' Report and Auditors' Report thereon for the Financial Year ended March 31, 2026.		
2	To consider and approve appointment of Mr. Saketchandrasingh Pratapsingh Dhandoriya (DIN: 06873114) as a Director of the Company, who retires by rotation and being eligible offers himself for re-appointment		
Special Business			
3	Appointment of Mr. Mulesh Manilal Savla (DIN: 07474847) as a Non-Executive Independent Director of the Company		
4	Appointment of Ms. Amruta Shripad Patankar (DIN: 09556394) as a Non-Executive Independent Director of the Company		
5	Appointment of Mrs. Divya Sameer Momaya (DIN: 00365757) as a Non-Executive Independent Director of the Company		
6	To ratify the remuneration of the Cost Auditors for the Financial Year 2026-27		

Signed this.....day of.....2026

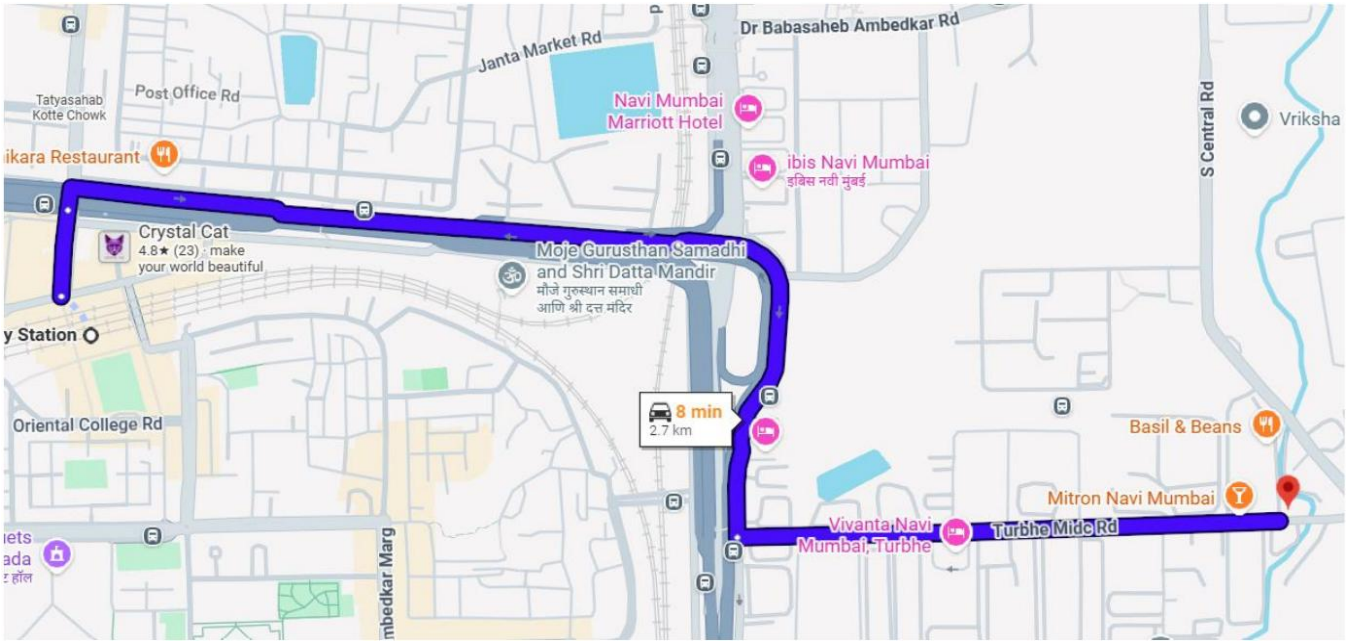
.....
Signature of Shareholder

Affix Revenue Stamp

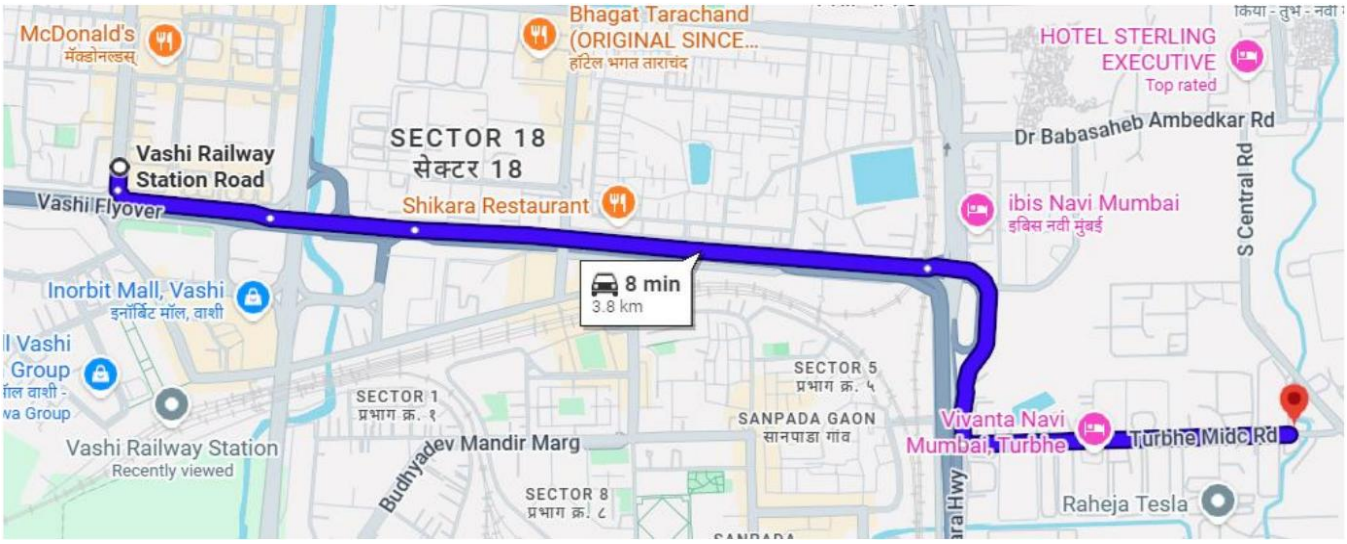
.....
Signature of Proxy holder(s)

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company at The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19- D, Vashi, Navi Mumbai-400705 not less than 48 hours before the Commencement of the Meeting.

Route Map



Sanpada Railway Station to Venue



Vashi Railway Station to Venue

BOARD'S REPORT

To,

The Members of

SFC Environmental Technologies Limited

Your directors are pleased to present 21st Annual Report of **SFC Environmental Technologies Limited** *(Formerly Known as SFC Environmental Technologies Private Limited)* along with the Audited Standalone and Consolidated Financial Statements for the financial year ended March 31, 2026.

1. FINANCIAL HIGHLIGHTS

Our Company's financial performance for the financial year under review is summarized below:

(₹ in Millions)

Particulars	Standalone		Consolidated	
	2025-26	2024-25	2025-26	2024-25
Revenue from operations	5,588.50	4,743.96	8,036.29	6,978.58
Total Income	5,784.87	5,053.39	8,212.73	7,269.63
Less: Expenses	3,980.69	3,298.86	6,105.27	5,215.91
Profit/ (Loss) before Tax	1,804.18	1,754.52	2,114.88	2,052.39
Less: Tax (including deferred tax)	462.79	458.78	512.75	532.31
Profit/(Loss) after Tax	1,341.39	1,295.74	1,602.13	1,520.08
Total comprehensive Income for the year	1,343.04	1,292.33	1,616.58	1,518.52
Total Equity	7,453.28	6,110.23	8,239.03	6,627.59
Earnings per share face value of ₹2 each fully paid up:				
Basic earnings per share (₹)	14.36	13.87	16.52	15.42
Diluted earnings per share (₹)	14.36	13.87	16.52	15.42

2. PERFORMANCE REVIEW

During the Financial Year 2025–26, the Company reported a Standalone Revenue from Operations of ₹5,588.50 million as against ₹4,743.96 million in Financial Year 2024–25, and a Profit After Tax of ₹1,341.39 million compared to ₹1,295.74 million in Financial Year 2024–25. On a Consolidated basis, Revenue increased to ₹8,036.29 million in Financial Year 2025–26 from ₹6,978.58 million in Financial Year 2024–25, and Profit After Tax rose to ₹1,602.13 million from ₹1,520.08 million in the previous year.

The Basic and Diluted Earnings Per Share (EPS) computed in accordance with the Indian Accounting Standard ("**Ind AS**") 33 for Financial Year 2025–26 stood at ₹14.36 per share on a standalone basis (₹13.87 per share in Financial Year 2024–25) and ₹16.52 per share on a consolidated basis (₹15.42 in financial year 2024–25).

3. DIVIDEND

During the year, the Board of Directors have not declared any dividend.

4. CHANGE IN THE NATURE OF BUSINESS

During the year, there are no changes in the business line of the Company. The Company is carrying its existing business activities.

5. RESERVES

The Company has not transferred any amount from profit and loss to general reserve during FY 2025-26.

6. SHARE CAPITAL

During the year, there were no changes in the capital structure of the Company.

Authorized Share Capital

The current Authorized Share Capital is ₹25,00,00,000/- (Rupees Twenty-Five Crores Only) divided into 12,50,00,000 (Twelve Crore Fifty Lakhs) Equity shares of ₹2/- (Rupees Two) each.

Paid-up Share Capital

The Current Paid-Up Share Capital of the Company is ₹18,68,22,540/- (Rupees Eighteen Crores Sixty-Eight Lakhs Twenty-Two Thousand Five Hundred and Forty Rupees Only) comprising of 9,34,11,270 (Nine Crores Thirty-Four Lakhs Eleven Thousand Two Hundred and Seventy only) Equity Shares of face value of ₹2/- (Rupees Two Only) each.

7. EXTRACT OF THE ANNUAL RETURN

Pursuant to amendment made on 28th August 2020 in section 92 (3) of the Companies Act, 2013 and Rule 12 (1) of the Companies (Management and Administration) Rules, 2014, extract of annual return in MGT 9 is not required to be attached.

According to the amendment the web link for the annual return is www.sfcenvironment.com

The annual return will be uploaded on this website after the same is uploaded on mca.gov.in as it contains some data related to the Annual General Meeting.

The Annual Return as on March 31, 2025 is available on the Company's website on www.sfcenvironment.com and at the registered office of the Company.

8. BOARD OF DIRECTORS, KEY MANAGERIAL PERSONNEL AND CHANGES THEREOF:

As on March 31, 2026, the Board of Directors was duly constituted as below:

Sr. No.	Director's/KMP's Name	DIN	Designation
1.	Mr. Sandeep Sudhakar Asolkar	00097828	Chairman and Managing Director
2.	Mr. Sarvesh Kumar Garg	06873116	Executive Director
3.	Mr. Saketchandrasingh Pratapsingh Dhandoriya	06873114	Executive Director
4.	Ms. Prachiti Sandeep Asolkar	10626304	Additional Executive Director
5.	Mr. Dilip Damodar Karambelkar	00970812	Independent Director
6.	Mr. Satish Chandrashekhar Deshpande	03153724	Independent Director
7.	Mr. Nandkishor Trivikram Joshi	02070242	Independent Director
8.	Mrs. Neha Rajen Gada	01642373	Woman Independent Director
9.	Mr. Mandar Dinkar Desai	NA	Chief Executive Officer
10.	Mr. Amit Anil Sawant	NA	Chief Financial Officer
11.	Ms. Shweta Deshpande	NA	Company Secretary & Compliance Officer

During the period under review:

- Mr. Dilip Damodar Karambelkar (DIN: 00970812), Mr. Satish Chandrashekhar Deshpande (DIN: 03153724), Mr. Nandkishor Trivikram Joshi (DIN: 02070242) and Mrs. Neha Rajen Gada (DIN: 01642373) were re-appointed as an Additional Non-Executive Independent Directors w.e.f. August 14, 2025 and were appointed as a Non-Executive Independent Directors at an Annual General Meeting on 30th September 2025
- Mr. Chandrakant Vallabhaji Gogri (DIN: 00005048) resigned from the Directorship of the Company w.e.f February 24, 2026.
- Ms. Prachiti Sandeep Asolkar (DIN: 10626304) was appointed as an Additional Executive Director w.e.f. March 24, 2026.
- Apart from the above, there were no changes at the Board for the financial year ended on March 31, 2026.

Changes in Directors after the close of the Financial Year 2025-26:

- Mr. Dilip Damodar Karambelkar (DIN: 00970812), Mr. Satish Chandrashekhar Deshpande (DIN: 03153724) and Mr. Nandkishor Trivikram Joshi (DIN: 02070242) Non-Executive Independent Directors were retired due to completion of the term of appointment w.e.f. August 13, 2026.

- Mr. Mulesh Manilal Savla (DIN: 07474847), Ms. Amruta Shripad Patankar (DIN: 09556394) and Mrs. Divya Sameer Momaya (DIN: 00365757) were appointed as an Additional Director (Category- Non-Executive Independent Directors) w.e.f. August 14, 2026 and their appointment is till the ensuing Annual General Meeting, members are requested to appoint term as a Director (Category – Non-Executive Independent Directors) at the meeting.
- Ms. Prachiti Sandeep Asolkar (DIN: 10626304) was appointed as Executive Director w.e.f. June 12, 2026 at the Extra Ordinary General Meeting.

None of the Directors of the Company are disqualified under section 164 of the Companies Act, 2013 from being appointed as a Director.

RETIREMENT BY ROTATION:

Mr. Saketchandrasingh Pratapsingh Dhandoriya (DIN: 06873114), Executive Director, liable to retire by rotation, and being eligible, has offered himself for re-appointment at the 21st AGM. The Notice convening the 21st AGM forming part of this Annual Report, includes the proposal for reappointment.

9. COMMITTEES OF THE BOARD

As on March 31, 2026, there were Seven Board Committees, namely:

a. Audit Committee
b. Nomination and Remuneration Committee
c. Stakeholders' Relationship Committee
d. Corporate Social Responsibility Committee
e. Risk Management Committee
f. Management Committee
g. ESG Committee

10. MEETINGS

i. Board Meetings

During the year under review, the Board of Directors of the Company convened Ten (10) meetings during the year, all the Board Meetings were conducted in due compliance with Companies Act, 2013 and gap between the two (2) consecutive meetings did not exceed one hundred and twenty (120) days. The following Meetings of the Board of Directors were held during the year:

Sr. No.	Date of the Meetings	Day of the Meetings
1	May 23, 2025	Friday
2	August 11, 2025	Monday
3	August 13, 2025	Wednesday
4	August 25, 2025	Monday
5	September 06, 2025	Saturday
6	September 25, 2025	Thursday
7	November 14, 2025	Friday
8	February 18, 2026	Wednesday
9	February 27, 2026	Friday
10	March 24, 2026	Tuesday

ii. Annual General Meeting:

During the year, the Annual General Meeting of the Company was held on September 30, 2025.

iii. Extra-Ordinary General Meeting:

During the year, Extra-Ordinary General Meeting of the Company was held on April 15, 2025.

iv. Committee Meetings:

During the year Committee Meetings of the Company were held as follows:

Name of Committee	Date	Day of Meeting
Audit committee	May 23, 2025	Friday
	August 11, 2025	Monday
	August 13, 2025	Wednesday
	August 25, 2025	Monday
	September 06, 2025	Saturday
	January 02, 2026	Friday
	March 24, 2026	Tuesday
Nomination and Remuneration committee	August 11, 2025	Monday
	March 24, 2026	Tuesday
Risk management committee	August 11, 2025	Monday
	January 02, 2026	Friday
	March 24, 2026	Tuesday
Stakeholders' relationship committee	March 24, 2026	Tuesday
Corporate social responsibility committee	May 23, 2025	Friday
	March 24, 2026	Tuesday
Management Committee	March 27, 2026	Friday

During the year under review, Company has constituted the Management Committee & ESG Committee vide Board Resolution dated March 24, 2026.

The Audit Committee, Nomination and Remuneration committee, Risk management committee, Stakeholders' relationship committee and the Corporate social responsibility committee were reconstituted vide Board Resolution dated March 24, 2026.

Changes in Committees after the close of the Financial Year:

The Audit Committee, Nomination and Remuneration committee, Risk management committee, Stakeholders' relationship committee, Corporate social responsibility committee and ESG Committee were reconstituted vide Board Resolution dated August 13, 2026.

11. STATUTORY AUDITORS, THEIR REPORT AND NOTES TO FINANCIAL STATEMENTS

Pursuant to the provisions of Section 139 of the Act and the rules framed thereunder, M/s G B C A & Associates LLP, Chartered Accountants (Firm Reg. No. W100292/103142W), were appointed in the 18th Annual General Meeting on 18th November, 2023 to hold office for the period of 5 years till the conclusion of the 24th Annual General Meeting to be held in the financial year 2028-29. M/s. G B C A & Associates LLP, Chartered Accountants (Firm Reg. No. W100292/103142W), had given their consent for appointment as the Statutory Auditors of the Company.

The Board has duly examined the Statutory Auditors' Report to the Standalone and Consolidated financial statements for the financial year ended March 31, 2026. and Statutory Auditors' Report do not contain any qualification, reservation or adverse remark.

12. SECRETARIAL AUDITORS

During the year, pursuant to the provisions of Section204 of the Companies Act, 2013, the Company appointed M/s NAM & Associates, Company Secretary, Pune as Secretarial Auditor of the Company to conduct the Secretarial Audit of the Company for the Financial Year 2025-26, and the report of the Secretarial Audit in form MR-3 is annexed hereunder in ***Annexure – III.***

13. INTERNAL AUDITOR

During the year, pursuant to the provisions of Section 138 of the Companies Act, 2013 and the Companies (Accounts) Rules, 2014, the Company appointed M/s Gokhale Associates, Chartered Accountants, Navi Mumbai

as Internal Auditor of the Company to conduct the Internal Audit of the Company for the Financial Year 2025-26.

14. DISCLOSURE ON COST RECORDS MAINTENANANCE

During the year, the provisions with respect to maintenance of cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013 were applicable to the Company and duly complied with. The Company has appointed M/s. Joglekar Karekar & Associates LLP, Cost Accountant (FRN - 002299) vide Board Resolution dated September 25, 2025.

15. DISCLOSURE OF FRAUD

The auditors have not found any fraud as required to be reported by them under section 143(12) to the Central Government during the year 2025-26.

16. SUBSIDIARIES, JOINT VENTURES AND ASSOCIATE COMPANIES

The Company has following subsidiaries, Joint Ventures and Associate Companies:

- **HINDUSTAN WASTE TREATMENT PRIVATE LIMITED:** This is a wholly owned subsidiary of our Company wherein our Company beneficially holds 3,90,40,000 equity shares of Rs. 10/- each.
- **VASUDHA WASTE TREATMENT PRIVATE LIMITED:** This is a wholly owned subsidiary of the Company wherein our Company holds 10,00,000 equity shares of Rs. 10/- each.
- **SUSTAINYX SMART SOLUTION PRIVATE LIMITED (Formerly Known as Navitas Waste Treatment Private Limited):** This is a wholly owned subsidiary of the Company wherein our Company holds 10,000 equity shares of Rs. 10/- each.
- **FINE AERATION SYSTEMS PRIVATE LIMITED:** This is a subsidiary of the Company wherein our Company holds 51,000 equity shares of Rs. 10/- each representing 51% Equity Stake.
- **PENTAGEN BIOFUELS PRIVATE LIMITED:** This is a wholly owned subsidiary of our Company wherein our Company holds 20,00,000 equity shares of Rs. 10/- each.
- **CHAVARE ENGINEERING PRIVATE LIMITED:** This is a subsidiary of the Company wherein our Company holds 2,04,000 Equity shares of Rs. 100/- each of Chavare Engineering Private Limited representing 51% Equity Stake.
- **SFC UMWELTTECHNIK GMBH (AUSTRIA):** This isa whollyowned subsidiary of the Company wherein our Company holds 8,75,000 equity shares of Euro 1/- each.
- **IST-ANLAGENBAU GMBH:** This is a subsidiary of the Company wherein our Company holds holds 1,00,000 equity shares of Euro 1/- each of IST-Anlagebau GmbH representing 80% Equity Stake.
- **TURBOMAX INDIA PRIVATE LIMITED:** This is an associate of the Company wherein our Company holds Company holds 2,00,16,990 equity shares of Rs. 10/- each representing 49% Equity Stake.
- **Apart from above, the Company is having following subsidiaries /associate/joint venture through its subsidiaries:**

    1. SFC Ekotechnika S.r.o: 100 % subsidiary of SFC Umwelttechnik GmbH (Austria).
    2. Endress + Hauser & Chavare Engineering (JV) Private Limited: Associate of Chavare Engineering Private Limited.
    3. Nanded Biofuels Private Limited: 100% wholly owned subsidiary of Hindustan Waste Treatment Private Limited

The details of financials of the above-mentioned subsidiaries, Joint Ventures or Associate Companies have been given in Form AOC-1 as ***Annexure- I*** to this report.

In addition to above, Chavare Engineering & Endress Plus Hauser JV is a step-down subsidiary of the Company as per Ind AS. Chavare Engineering &Endress Plus Hauser JV is a non-corporate entity (association of persons) and has been consolidated in the Consolidated Financial Statements in accordance with the requirement of Ind AS 110 “Consolidated Financial Statement”.

17. CORPORATE SOCIAL RESPONSIBILITY

A brief outline of the Corporate Social Responsibility (CSR) Policy of the Company along with the initiative taken by your Company are set out in ***Annexure - II*** to this report in the format prescribed in the Companies (Corporate Social Responsibility Policy) Rules, 2014.

18. PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186

The particulars of the loans, Guarantees or investments made by the Company forms part of the notes to Financial Statements. The Company being involved in providing infrastructural facilities read with Schedule VI of Companies Act, 2013, the provisions of Section 186 are not applicable.

19. PARTICULARS OF LOANS TAKEN BY DIRECTORS OR THEIR RELATIVES

The Company has not taken unsecured loans from entities in which Directors of the Company are interested; the Company has not taken any unsecured loans from Directors of the Company or their relatives during the year.

20. ESTABLISHMENT OF VIGIL MECHANISM

Provisions of Section 177(9) and (10) of the Companies Act, 2013 for establishment of Vigil Mechanism are applicable to the Company and the Audit Committee of the Company oversees the functioning of the Vigil Mechanism.

21. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES

During the year, all the related party transaction entered by the Company referred to sub-section (1) of section 188 of the Companies Act, 2013 with the related parties as defined under section 2(76) and 2(77) of the Companies Act, 2013 read with Companies (Specification and Definitions Details) Rules, 2014 are on arm's length and in the ordinary course of business. Hence, disclosure in Form AOC-2 with respect to material related party transactions is not required to given in this Report.

22. MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY WHICH HAVE OCCURRED BETWEEN THE END OF THE FINANCIAL YEAR OF THE COMPANY TO WHICH THE FINANCIAL STATEMENTS RELATE AND THE DATE OF THE REPORT

During the year, no material changes and commitments which could affect the Company's financial position have occurred between the end of the financial year of the Company and the date of this report.

23. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

During the year, the details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

A. Conservation of energy

The Company's operations are not energy intensive and as such involve low energy consumption. However, adequate measures have taken to conserve the consumption of energy.

B. Technology absorption

The Company has not imported any technology and hence the question of its absorption does not arise.

C. Foreign exchange earnings and Outgo

Foreign Exchange Earnings – ₹3.66 Million (Previous Year- NIL)

Foreign Exchange Expenditure – ₹1,405.71 Million (Previous Year – ₹854.93 Million)

24. DEPOSITS

During the year, there is no deposit accepted which is covered under Chapter V of the Companies Act, 2013.

25. INTERNAL CONTROL SYSTEM AND THEIR ADEQUACY

During the year, the Company has proper and adequate system of internal control to ensure that all assets are safeguarded and protected against loss from unauthorized use or disposition and that transactions are authorized, recorded and reported correctly. The Company has effective system in place for achieving efficiency in operations, optimum and effective utilization of resources, monitoring thereof & compliance with applicable laws.

26. FORMAL ANNUAL EVALUATION

Pursuant to the provisions of Section 134(3)(p) of the Companies Act, 2013, read with Rule 8 of the Companies (Accounts) Rules, 2014, the Board of Directors has carried out a formal annual evaluation of its own performance, the performance of various Committees of the Board, and of individual Directors.

The evaluation was conducted based on a structured questionnaire covering various aspects of the Board's functioning such as adequacy of the composition of the Board and its Committees, culture, execution and performance of specific duties, obligations, and governance. The performance of individual Directors was

evaluated on parameters such as preparedness, participation, and contribution at Board and Committee meetings, and their commitment to the role and responsibilities as Directors.

The Board expressed satisfaction with the overall functioning of the Board, its committees, and the performance of individual Directors.

27. DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

In order to prevent sexual harassment of women at work place, Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 has been notified on 9th December, 2013. Under the said Act every company is required to set up an Internal Complaints Committee to look into complaints relating to sexual harassment at work place of any woman employee.

The Company is committed to provide a safe and conducive work environment to its employees and Company has adopted a policy for prevention of Sexual Harassment of Women at workplace and has set up Committee for implementation of said policy.

Your directors further state that during the year under review,

a. Number of complaints of sexual harassment received in the year; NIL

b. Number of complaints disposed off during the year; and NIL

c. Number of cases pending for more than ninety days. NIL

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

28. SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS OR TRIBUNALS IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE

During the year under, review there are no such material orders passed by the Regulators / Courts which would impact the going concern status of the Company and its future operations.

29. DISCLOSURE ON COMPLIANCE WITH SECRETARIAL STANDARDS

During the year under review, your directors confirm that the mandatory Secretarial Standards (SS-1 & SS-2) issued by the Institute of Company Secretaries of India, have been complied with.

30. DISCLOSURE REGARDING THE ISSUE OF EMPLOYEE STOCK OPTIONS

The Company has not issued any shares under employee's stock options scheme pursuant to provisions of Section Rule 12(9) of Companies (Share Capital and Debenture Rules, 2014), thereby no question arises about voting rights not exercised by employees.

31. DISCLOSURE REGARDING THE ISSUE OF SWEAT EQUITY SHARES

The Company did not issue any sweat equity shares pursuant to provisions of Section 54 read with Rule 8 of Companies (Share Capital and Debenture Rules, 2014) during the Financial Year.

32. DETAILS OF APPLICATION MADE OR PROCEEDING PENDING UNDER INSOLVENCY AND BANKRUPTCY CODE, 2016

During the year under review, there were no applications made or proceeding spending in the name of the Company under the Insolvency and Bankruptcy Code, 2016.

33. DETAILS OF DIFFERENCE BETWEEN VALUATION AMOUNT ON ONE TIME SETTLEMENT AND VALUATION WHILE AVAILING LOAN FROM BANKS AND FINANCIAL INSTITUTIONS

During the year under review, there has been no one time settlement of loans taken from Banks and financial institutions.

34. DIRECTORS' RESPONSIBILITY STATEMENT

To the best of their knowledge and belief and according to the information and explanations obtained by them, your Directors make the following statements in terms of Section 134(3)(c) of the Companies Act, 2013:

a. In the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures;

b. 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 a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;

c. 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;

d. The directors had prepared the annual accounts on a going concern basis; and

e. 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.

ACKNOWLEDGMENTS

The Board of Directors wish to place on record its appreciation for the commitment, dedication and hard work done by the employees of the Company and the cooperation extended by Banks, Government Authorities, Customers, Shareholders and looks forward to a continued mutual support and co-operation.

For and on behalf of the Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

SD/-

SANDEEP SUDHAKAR ASOLKAR
CHAIRMAN AND MANAGING DIRECTOR
DIN: 00097828

REGISTERED OFFICE:
The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19, Vashi, Navi Mumbai- 400705

Date: September 04, 2026

Place: Navi Mumbai

ANNEXURE – I

Form AOC-1

(Pursuant to first proviso to sub-section (3) of section 129 read with rule 5 of Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statement of subsidiaries/associate companies/joint ventures

Part "A": Subsidiaries

❖ **SUBSIDIARY – I**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Hindustan Waste Treatment Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	390.40
5.	Other Equity	582.84
6.	Total assets	2,551.40
7.	Total Liabilities	2,551.40
8.	Investments	1.00
9.	Turnover	1,172.67
10.	Profit before taxation	134.25
11.	Tax Expense	6.74
12.	Profit after taxation	127.51
13.	Proposed Dividend	Nil
14.	% of shareholding	100%

❖ **SUBSIDIARY – II**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Vasudha Waste Treatment Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	10.00
5.	Other Equity	142.51
6.	Total assets	979.98
7.	Total Liabilities	979.98
8.	Investments	Nil
9.	Turnover	222.36
10.	Profit before taxation	29.46
11.	Tax Expense	7.26
12.	Profit after taxation	22.20
13.	Proposed Dividend	NIL
14.	% of shareholding	100%

❖ **SUBSIDIARY - III**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Sustainyx Smart Solution Private Limited (Formerly Known as Navitas Waste Treatment Private Limited)
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	0.10
5.	Other Equity	(0.36)
6.	Total assets	0.93
7.	Total Liabilities	0.93
8.	Investments	Nil
9.	Turnover	Nil
10.	Profit before taxation	(0.28)
11.	Tax Expense	(0.24)
12.	Profit after taxation	(0.04)
13.	Proposed Dividend	Nil
14.	% of shareholding	100%

❖ **SUBSIDIARY - IV**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Fine Aeration Systems Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	1.00
5.	Other Equity	26.49
6.	Total assets	166.06
7.	Total Liabilities	166.06
8.	Investments	Nil
9.	Turnover	421.80
10.	Profit before taxation	30.16
11.	Tax Expense	7.73
12.	Profit after taxation	22.42
13.	Proposed Dividend	Nil
14.	% of shareholding	51%

❖ **SUBSIDIARY – V**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Pentagen Biofuels Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	20.00
5.	Other Equity	(88.29)
6.	Total assets	173.63
7.	Total Liabilities	173.63
8.	Investments	Nil
9.	Turnover	4.34
10.	Profit before taxation	(30.01)
11.	Tax Expense	(8.57)
12.	Profit after taxation	(21.45)
13.	Proposed Dividend	Nil
14.	% of shareholding	100%

❖ **SUBSIDIARY – VI**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Chavare Engineering Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	40.00
5.	Other Equity	304.55
6.	Total assets	684.14
7.	Total Liabilities	684.14
8.	Investments	0.86
9.	Turnover	999.22
10.	Profit before taxation	114.42
11.	Tax Expense	30.17
12.	Profit after taxation	84.25
13.	Proposed Dividend	NIL
14.	% of shareholding	51%

❖ **SUBSIDIARY – VII**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	SFC Umwelttechnik GmbH (AUSTRIA)
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Euro Exchange rate @ Rs. 108.0978/- per Euro
4.	Share capital	59.07
5.	Other Equity	15.77
6.	Total assets	221.04
7.	Total Liabilities	221.04
8.	Investments	25.35
9.	Turnover	309.35
10.	Profit before taxation	2.96
11.	Tax Expense	1.18
12.	Profit after taxation	1.77
13.	Proposed Dividend	Nil
14.	% of shareholding	100%

❖ **SUBSIDIARY – VIII**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	IST-Anlagenbau GmbH
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	1st August 2025 to 31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Euro Exchange rate @ Rs. 108.0978/- per Euro
4.	Share capital	12.52
5.	Other Equity	60.15
6.	Total assets	77.69
7.	Total Liabilities	77.69
8.	Investments	Nil
9.	Turnover	67.10
10.	Profit before taxation	5.52
11.	Tax Expense	(2.09)
12.	Profit after taxation	7.61
13.	Proposed Dividend	Nil
14.	% of shareholding	80%

❖ **SUBSIDIARY – IX**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	Nanded Biofuels Private Limited
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Indian Rupees
4.	Share capital	1.00
5.	Other Equity	(0.15)
6.	Total assets	0.88
7.	Total Liabilities	0.88
8.	Investments	Nil
9.	Turnover	Nil
10.	Profit before taxation	(0.15)
11.	Tax Expense	Nil
12.	Profit after taxation	(0.15)
13.	Proposed Dividend	Nil
14.	% of shareholding	100%^

^held through Hindustan Waste Treatment Private Limited

❖ **SUBSIDIARY – X**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the subsidiary	SFC Ekotechnika S.r.o
2.	Reporting period for the subsidiary concerned, if different from the holding company's reporting period	31st March, 2026
3.	Reporting currency and Exchange rate as on the last date of the relevant financial year in the case of foreign subsidiaries	Czech Koruna Exchange rate @ Rs. 4.403039/- per Czech Koruna
4.	Share capital	0.33
5.	Other Equity	11.49
6.	Total assets	16.19
7.	Total Liabilities	16.19
8.	Investments	Nil
9.	Turnover	13.87
10.	Profit before taxation	(1.33)
11.	Tax Expense	0.01
12.	Profit after taxation	(1.35)
13.	Proposed Dividend	Nil
14.	% of shareholding*	100%

held through its subsidiary – SFC Umwelttechnik GmbH (Austria)

Part "B": Associate/Joint Venture

❖ **Associate – I**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the Associate	Turbomax India Private Limited
2.	Latest audited Balance Sheet Date	31st March, 2026
3.	Shares of Associate/Joint Ventures held by the Company on the year end	Indian Rupees
	- No. of Securities (actual)	2,00,16,990
	- Amount of Investment in Associates/ Joint Venture	200.17
	- Extent of Holding (%)	49%
4.	Description of how there is a significant Influence	There is significant influence due to percentage (%) of share holding
5.	Reason why the associate/joint venture is not consolidated	Not applicable
6.	Net worth attributable to Shareholders as per latest audited Balance Sheet	388.60
	Profit/(Loss) for the year	
	(i) Considered in Consolidation	7.38
	(ii) Not Considered in Consolidation	7.69

❖ **Joint Venture – I**

(₹ in Millions)

Sl. No.	Particulars	Details
1.	Name of the Joint Venture	Endress + Hauser & Chavare Engineering (JV) Private Limited
2.	Latest audited Balance Sheet Date	31st March, 2026
3.	Shares of Associate/Joint Ventures held by the Company* on the year end	Indian Rupees
	- No. of Securities (actual)*	24,500
	- Amount of Investment in Associates/Joint Venture	0.32
	- Extent of Holding (%)*	24.99%
4.	Description of how there is a significant Influence	There is significant influence due to percentage (%) of share holding
5.	Reason why the associate/joint venture is not consolidated	Not applicable
6.	Net worth attributable to Shareholders as per latest audited Balance Sheet	0.99
	Profit/(Loss) for the year	
	(i) Considered in Consolidation	(0.02)
	(ii) Not Considered in Consolidation	(0.07)

held through its subsidiary – Chavare Engineering Private Limited

Notes: The following information shall be furnished at the end of the statement:

1. There are no joint ventures/ associates which have been liquidated or sold during the year.

For and on behalf of the Board of Directors

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

SD/-

_____

SANDEEP SUDHAKAR ASOLKAR

CHAIRMAN AND MANAGING DIRECTOR

DIN: 00097828

REGISTERED OFFICE:

The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19, Vashi, Navi Mumbai- 400705

Date: September 04, 2026

Place: Navi Mumbai

ANNEXURE - II

Annual Report on CSR Activities

1. Brief outline on CSR Policy of the Company

Our aim is to be one of the most respected companies in India delivering superior and everlasting value to all our customers, associates, shareholders, employees and Society at large. The CSR initiatives focus on holistic development of host communities and create social, environmental and economic value to the society. The Company has framed a CSR Policy in Compliance with the provisions of the Companies Act, 2013 and the same is available at the Registered Office of the Company.

2. Composition of the CSR committee

Sl. No	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Sandeep Sudhakar Asolkar	Chairman and Member	2	2
2	Mr. Nandkishor Trivikram Joshi	Member	2	1
3	Mr. Satish Chandrashekhar Deshpande	Member	2	0
4	Mr. Dilip Damodar Karambelkar	Member	2	2
5	Ms. Prachiti Sandeep Asolkar*	Member	0	0

*The CSR Committee was reconstituted pursuant to the Board resolution passed on March 24, 2026. Post reconstitution, Ms. Prachiti Sandeep Asolkar has been appointed as a member of the CSR Committee.

3. 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: https://sfcenvironment.com/investor/governance/

4. Provide the executive summary along with web-link(s) of Impact Assessmentof CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable: NA

5. (a) Average net profit of the company as per sub-section (5) of section 135.

Financial Year	Profit (₹ in Millions)
2024-25	1,754.52
2023-24	1,825.21
2022-23	1,225.49
Average Profit of Past Three Years	**1601.74**

(b) Two percent of average net profit of the company as per sub-section (5) of section 135: INR 32.03/- Millions.

(c) Surplus arising out of the CSR Projects or programs or activities of the previous financial years: NIL

(d) Amount required to be set-off for the financial year, if any: INR. 0.08/- Millions.

(e) Total CSR obligation for the financial year [(b)+(c)-(d)]: INR 31.95/- Millions.

6. Details of CSR amount spent in the financial year for ongoing projects of the financial year(s): Nil (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project).

a) Amount spent in Administrative Overheads. Nil

b) Amount spent on Impact Assessment, if applicable. NA

c) Total amount spent for the Financial Year [(a)+(b)+(c)]. INR 32.04/- Million

d) CSR amount spent or unspent for the Financial Year: INR 32.04/- Million

Total Amount Spent for the Financial Year. (In Millions)	Amount Unspent				
	Total Amount transferred to Unspent CSR Account as per sub- section (6) of section 135		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section135		
	Amount	Date of Transfer	Name of Fund	Amount	Date of Transfer
INR 32.04/-	NA		NA		

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

Sr. No.	Particular	Amount in INR in Million
1.	Two percent of average net profit of the company as per sub-section (5) of section 135	32.03
2.	Total amount to be spent for the Financial Year	31.95*
3.	Total amount spent for the Financial Year	32.04
4.	Excess amount spent for the Financial Year [(iii)-(ii)]	0.09
5.	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	-
6.	Amount available for set off in succeeding Financial Years [(iv)-(v)]	0.09/-

** Two percent of average net profit of the company as per sub-section (5) of section 135 = INR. 32.03/-*

(Less Excess Spend of previous year/s utilized) = (INR 0.08/-)

Total amount to be spent for the Financial Year = INR. 31.95/-

7. Details of Unspent CSR amount for the preceding three financial years: NA

1	2	3	4	5	6			7	8
Sr. No.	Preceding Financial Year	Amount transferred to Unspent CSR Account under subsection (6) of section 135 (in INR.)	Balance Amount in Unspent CSR Account under subsection (6) of section 135 (in INR.)	Amount spent in the Financial Year (in Rs)	Amount transferred to any fund specified under Schedule VII as per as per second proviso to subsection (5) of section 135, if any			Amount remaining to be spent in succeeding financial years	Deficiency, if any
					Name of the fund	Amount (in INR.)	Date of Transfer		
1	FY 1								
2	FY 2								
3	FY 3								

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

9. Specify the reason(s), if the company has failed to spend two per cent of the average net profit as per subsection (5) of section 135: NA

For and on behalf of the Board of Directors

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

SD/-

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SANDEEP SUDHAKAR ASOLKAR

CHAIRMAN AND MANAGING DIRECTOR

DIN: 00097828

Date: September 04, 2026

Place: Navi Mumbai

REGISTERED OFFICE:

The Ambience Court, Hi-Tech Business Park, 21st Floor, Sector 19, Vashi, Navi Mumbai- 400705

ANNEXURE- III

FORM NO. MR-3

SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED 31ST MARCH 2026

[Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,

The Members

SFC ENVIRONMENTAL TECHNOLOGIES LIMITED

The Ambience Court Hi-Tech Business Park,
21st Floor, Sector 19-D, Plot No. 2, Vashi,
Navi Mumbai, Maharashtra, India, 400705.

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate governance practices by **M/S. SFC ENVIRONMENTAL TECHNOLOGIES LIMITED** (erstwhile SFC Environmental Technologies Private Limited) (hereinafter called "the Company").

The Secretarial Audit was conducted for the period from 1st April 2025 to 31st March 2026, in a manner that provided us a reasonable basis for evaluating the corporate conducts/ statutory compliances of the Company and expressing our opinion there on. We have been engaged as Secretarial Auditors of the Company to conduct the Audit of the Company to examine the compliance of Companies Act and the laws specifically listed below.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on 31st March 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:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by the Company for the financial year ended on 31st March 2026 according to the provisions of the following list of laws and regulations. These documents were examined on computer using audio visual means. The documents provided to us were treated as final for verification purposes as per the declaration given by the Management of the Company. The following are our observations on the same:

i. **The Companies Act, 2013 (the Act) and the Rules made there under:** The Company has satisfactorily complied with the provisions of the Companies Act, 2013 and the Rules made there under and there are no discrepancies observed by us during the period under review.

ii. **The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made there under:** Not Applicable

iii. **The Depositories Act, 1996 and the Regulations and Bye-laws framed there under:** The Company is an unlisted public company, the shares are in dematerialised form, and the Company has complied with the provisions of The Depositories Act, 1996 and the Regulations and Bye-laws framed there under.

iv. **The Foreign Exchange Management Act, 1999 and the rules and regulations w.r.t Foreign Direct Investment and Overseas Direct Investment.** The Company has complied with provisions of The Foreign Exchange Management Act, 1999 w.r.t. Annual Return for the Overseas Direct Investment. The provisions related to External Commercial Borrowings are not applicable for the financial year under review.

v. **The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):** Not applicable for the period under review.

   a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011.

   b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

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

   d. The Securities and Exchange Board of India (Share based Employee Benefits) Regulations, 2014.

   e. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2009.

   f. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008.

g. 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;

h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018.

i. Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015:

The Company is an unlisted public company and provisions of Regulations and Guidelines mentioned above and prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') are not required to be complied by the Company.

As informed to us there are other laws which are specifically applicable to the Company as follows:

a. The Environment Protection Act, 1986 (the "Environment Protection Act"), Environment Protection Rules, 1986 (the "Environment Protection Rules") and the Environmental Impact Assessment Notification, 2006 ("EIA Notification");

b. Solid Waste Management Rules, 2024 (the "SWM Rules");

c. Plastic Waste Management Rules, 2016 (the "PWM Rules");

d. The Air (Prevention and Control of Pollution) Act, 1981 (the "Air Act");

e. The Water (Prevention and Control of Pollution) Act, 1974 (the "Water Act");

f. Hazardous and Other Wastes (Management and Transboundary Movement) Rules, 2016 ("Hazardous Wastes Rules");

g. The Indian Boilers Act, 2025 ("Boilers Act");

h. Coastal Regulation Zone Notification (the "CRZ Notification");

i. Liquid Waste Management Rules, 2024

We have also examined compliance with the applicable clauses of the following

i. Secretarial Standards issued by The Institute of Company Secretaries of India. The Company has duly complied with the Secretarial Standards for the period under review.

During the period under review the Company has complied with the applicable provisions of the Acts, Rules, Regulations, Guidelines, Standards, etc. which are mentioned above.

We further report that

There are adequate systems and processes in the company commensurate with its size and operations to monitor and ensure compliance with applicable laws including general laws, labour laws, competition law and environmental laws.

The Board of Directors of the Company is duly constituted as required under the provisions of the Companies Act, 2013.

1. The company appointed Ms. Prachiti Asolkar as a Chief Strategy Officer and Key Managerial Personnel of the Company at the Board meeting held on 11th August 2025.
2. The company at the Annual General Meeting held on 30th September 2025 the appointed following Directors:
    a. Mrs. Neha Rajan Gada (DIN: 01642373) was appointed as the Independent Director of the company who was appointed by the Board as Additional Director on Board Meeting held on 11th August 2025.
    b. Mr. Satish Chandrashekhar Deshpande (DIN: 03153724) was appointed as the Independent Director of the company who was appointed by the Board as Additional Director on Board Meeting held on 11th August 2025.
    c. Mr. Nandkishor Trivikram Joshi (DIN: 02070242) was appointed as the Independent Director of the company who was appointed by the Board as Additional Director on Board Meeting held on 11th August 2025.
    d. Mr. Dilip Damodar Karambelkar (DIN: 00970812) was appointed as the Independent Director of the company who was appointed by the Board as Additional Director on Board Meeting held on 11th August 2025.
    e. Mr. Saketchandrasingh Pratapsingh Dhandoriya (DIN: 06873114) was appointed as Director of the Company who was appointed by the Board as Additional Director on Board Meeting held on 5th September 2025.
3. Mr. Chandrakant Vallabhaji Gogri (DIN: 00005048) has given his resignation from the position of the Director of the company on 24th February 2026. The company took the note of the same at the Board Meeting held on 27th February 2026.
4. Ms. Prachiti Sandeep Asolkar (DIN: 10626304) was appointed as Additional Director of the company at the Board Meeting held on 24th March 2026.

Adequate notice is given to all directors about the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance or at shorter notices with consent wherever required, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting for meaningful participation at the meeting. All decisions at Board Meetings were carried out with requisite majority as recorded in the minutes of the meetings of the Board of Directors.

We further report that during the audit period following are the major decisions, specific events/ actions have occurred which has a major bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. except mentioned below:

1. The Company adopted a new set of Articles of Association at the Extra-ordinary General Meeting held on 15th April 2025. The Articles were updated in order to align with the requirements of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015. Company has complied with provisions of Companies Act, 2013.
2. The following activities took place at the Board Meeting of the Company held on 23rd May 2025:
    a. The Company took a note of the Corporate Office where the Company would keep and maintain its books of accounts situated at 2201–2202, Rupa Renaissance, D-33, Turbhe MIDC Road, TTC Industrial Area, MIDC Industrial Area, Turbhe, Navi Mumbai- 400705 and has complied with provisions of Companies Act, 2013.
    b. The company acquired a majority stake which is equal to 80% of the equity share capital in M/s IST-Anlagenbau GmbH a foreign Company incorporated under the laws of Germany for expansion on business in solar sludge drying system.
    c. The company granted the loan to SFC Umwelttechnik GmbH which is a foreign subsidiary, up to a maximum limit of Euro 3,00,000 at a rate of interest 6.28% per annum.

FOR NAM & ASSOCIATES

COMPANY SECRETARIES

SD/-

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NEHA A. MARATHE

FCS NO. 11767 CP NO. 17539
PR. NO. 3586/2023
UDIN: F011767H001370333

Place: Pune
Date: September 04, 2026

ANNEXURE A

To,

The Members

SFC ENVIRONMENTAL TECHNOLOGIES LIMITED

The Ambience Court Hi-Tech Business Park,
21st Floor, Sector 19-D, Plot No. 2, Vashi,
Navi Mumbai, Maharashtra, India, 400705.

Our 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. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We 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. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.
4. Where ever required, we 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 are the responsibility of management. Our examination was limited to the verification of procedures on 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.

FOR NAM & ASSOCIATES

COMPANY SECRETARIES

SD/-

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NEHA A. MARATHE

FCS NO. 11767 CP NO. 17539
PR. NO. 3586/2023
UDIN: F011767H001370333

Place: Pune
Date: September 04, 2026

1B, 1st Floor, Benefice Business House,
Mathuradas Mills Compound,
N. M. Joshi Marg, Lower Parel (W),
Mumbai - 400013, India.

T: +91 22 6621 3737
W: www.gbcaindia.com

GBCA & Associates LLP
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Members of SFC Environmental Technologies Limited

Report on the Audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying standalone financial statements of SFC Environmental Technologies Limited ("the Company"), which comprise the Standalone Balance Sheet as at March 31, 2026, the Standalone Statement of Profit and Loss including other comprehensive income, Standalone statement of changes in equity and the Standalone Statement of Cash Flows for the year then ended and notes to standalone financial statements, including a summary of the significant accounting policies and other explanatory information.

2. 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 conform it with the Indian Accounting Standards prescribed under Section 133 of the Act read with 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 (including other Comprehensive Income), its Changes in Equity and its cash flow for the year ended on that date.

Basis for Opinion

3. We conducted our audit of Standalone Financial Statements in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Statements" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ("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 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 opinion on the Standalone Financial Statements.

Information other than the Standalone Financial Statements and Auditor's Report Thereon ("Other Information")

4. The Company's Board of Directors is responsible for other information. The other information comprises Board's Report including Annexures to Board's Report and such other disclosure related information but does not include the Standalone Financial Statements and our auditor's report thereon.

5. Our opinion on the Standalone Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

6. In connection with our audit of 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.

7. 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 the fact. We have nothing to report in this regard.

Responsibility of Management for the Standalone Financial Statements

8. 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, cash flows and changes in equity of the Company in accordance with the accounting principles generally accepted in India, including the IND AS specified under Section 133 of the Act.

9. 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 of appropriate accounting software for ensuring compliance with applicable laws and regulations including those related to retention of audit log; selection and application of appropriate accounting policies; making judgements 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.

10. In preparing the Standalone financial statements, Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, mattersrelated to going concern and using the going concern basis of accounting unlessboard of directors either intends to liquidate the Company or to cease operations or has no realistic alternative but to do so.

11. The company's 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

12. 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.

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

    a) 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.

    b) 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 system in place and the operating effectiveness of such controls.

    c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

    d) 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.

    e) 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.

14. 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.

15. 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 & Regulatory Requirements

16. 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 A, a statement on the matters specified in paragraph 3 and 4 of the Order to the extent applicable.

17. As required by the 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 beliefs were necessary for the purpose of our audit and have found them to be satisfactory.

    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. The Company maintains backup of books of account and other relevant records in electronic mode on servers physically located in India at periodic intervals; however, such backups are not taken on a daily basis.

c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss including Other Comprehensive Income, Standalone Statement of Changes in Equity and Standalone Statement of Cash flows dealt with by this report are in agreement with the books of account.

d) In our opinion, the aforesaid standalone Financial Statements comply with the IND AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.

e) On the basis of written representations received from the directors as on March 31, 2026 and taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2026, from being appointed as a director in terms of sub-section (2) of section 164 of the Act.

f) The modification relating to the maintenance of accounts and other matters connected there with are as stated in the paragraph 17(b) above on reporting under Section 143(3)(b) and paragraph 17 (i) (vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

g) 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"; and our report expresses an unmodified opinion on the adequacy & operating effectiveness of the Company's internal financial controls over financial reporting.

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 read with Schedule V of the Act and the rules thereunder

i) 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 as at March 31, 2026. (Refer Note 46 of Standalone Financial Statement)

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(s) or entity(ies), 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(s) or entity(ies), 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.

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 as provided under (a) and (b) above, contain any material misstatement.

v. The final dividend paid by the Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

vi. Based on our examination, which included test checks, the Company for year ended March 31, 2026 has used accounting software (Tally Prime Edit Log) 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. However, feature of recording audit trail (edit log) facility was not enabled at the database level to log any direct data changes to accounting software. We have been informed that in Tally Prime Edit Log, once edit log functionality is enabled even admin user has no right to disable the same.

Based on our procedures performed for the accounting software, 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 statutory requirement for record retention.

For **G B C A & Associates LLP**

Chartered Accountants

Firm Registration No.: 103142W / W100292

Yogesh Amal

Partner

Membership No.: 111636

UDIN: 26111636KWHUGN9990

Place: Mumbai

Date: August 13, 2026

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 16 under the heading of "Report on Other Legal & Regulatory Requirements' of our report to the Members of SFC Environmental Technologies Limited of even date)

i.

(a)

(A) As per the information and explanations given to us, the Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment, Right-of-use assets, Investment Properties and Capital work-in-progress.

(B) As per the information and explanations given to us, the Company does not have any intangible assets. Accordingly, reporting under clause 3(i)(a)(B) of the Order is not applicable.

(b) According to the information and explanations given to us, the Company has a program of physical verification of its Property, Plant and Equipment so to cover all the items in a phased manner over a period of 2 years which, in our opinion, is reasonable having regard to the size of the company and nature of its assets. Pursuant to the program, certain assets were due for verification during the year and were physically verified by the management during the year. No material discrepancies were found on such verification.

(c) According to the information and explanations given to us, the title deeds of all the immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favor of the lessee) disclosed in the standalone financial statements are held in the name of the Company.

(d) According to the information and explanations given to us, the Company has not revalued any of its Property, Plant and Equipment (including Right of Use assets) and Investment Property during the year.

(e) According to the information and explanations given to us, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.

ii.

(a) According to the information and explanations given to us, the inventories except for goods in transit were physically verified at reasonable intervals by the management. In our opinion, the coverage and procedure of such verification by the management is reasonable. According to information and explanation given to us, no discrepancies of 10% or more in the aggregate for each class of inventories were noticed on such physical verification of inventory when compared with books of accounts.

(b) According to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of ₹5 crore during the year, in aggregate from banks and financial institutions on the basis of security of current assets of the Company. The difference between the quarterly returns or statements filed by the Company with the banks and financial institutions and the books of account of the Company is on account of explainable items and all such differences are as follows:

(Rs. in Millions)

Name of Bank/ Financial Institution	Quarter	Particulars of Securities Provided	Amount as per books of account	Amount as reported in the quarterly return/ statement	Amount of difference
ICICI Bank, Kotak Bank & Axis Bank	**Jun-25**	Debtors	1,916.94	2,013.57	-96.63
		Creditors	280.19	465.55	-185.36
		Closing Stock	770.22	621.37	148.84
	Sep-25	Debtors	1,548.42	1,812.98	-264.56
		Creditors	218.53	209.14	9.39
		Closing Stock	860.73	654.47	206.27
	Dec-25	Debtors	2,332.57	2,429.91	-97.34
		Creditors	390.33	391.39	-1.07
		Closing Stock	833.18	643.88	189.29
	Mar- 26	Debtors	4,312.34	4,559.93	-247.59
		Creditors	1,122.02	1,115.95	6.07
		Closing Stock	777.98	681.90	96.08

iii. According to the information and explanations given to us, the Company has made investments in, provided guarantee or security, granted loans and advances in the nature of loans, secured or unsecured to companies, firms, Limited Liability Partnerships, during the year, in respect of which:

(a) According to the information and explanations given to us, during the year, the Company has provided the following loans or advances in the nature of loans or stood guarantee, or provided security to other entities during the year.

(Rs. in Millions)

Particulars	Guarantees	Security	Loans	Advances in nature of loans
Aggregate amount granted/provided during the year				
– **Subsidiaries**	2,450.00	-	1,560.81	-
– **Joint Ventures**	-	-	-	-
– **Associates**	-	-	-	-
– **Others**	-	-	0.55	-
Balance outstanding as at balance sheet date in respect of above cases				
– **Subsidiaries**	3,104.10	-	1,612.32	-
– **Joint Ventures**	-	-	-	-
– **Associates**	-	-	-	-
– **Others**	-	-	6.10	-

(b) In our opinion and according to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the investments made, guarantees provided, security given and the terms and conditions of the grant of all loans and advances in the nature of loans and guarantees are prima facie not prejudicial to the Company's interest.

(c) According to the information and explanations given to us and based on the audit procedures performed by us, the terms of repayment of loans and advances in the nature of loans granted by the Company do not stipulate any repayment schedule. Accordingly, we are unable to comment on the regularity of repayment of principal & payment of interest.

(d) According to the information and explanations given to us and based on the audit procedures performed by us, there is no amount overdue of loans and advances in the nature of loans granted by the Company. Accordingly, reporting under clause 3(iii)(d) of the Order is not applicable.

(e) According to the information and explanations given to us and based on the audit procedures performed by us, no loans or advances in the nature of loan granted which has fallen due during the year, have been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties. Accordingly, reporting under clause 3(iii)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has granted following loans and advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment.

(Rs. in Millions)

Parties	All Parties	Promoters	Related Parties
Aggregate amount of loans/advances in nature of loans			
Repayable on Demand (A)	1,806.25	-	1,612.32
Agreement does not specify any terms or period of repayment (B)	-	-	-
Total (A+B)	**1,806.25**	**-**	**1,612.32**
Percentage of loans/ advances in nature of loans to the total loans	**100%**	**-**	**89.26%**

iv. According to the information and explanations given to us and based on the audit procedures conducted by us, the Company has complied with the provisions of Sections 185 and 186 of the Act, with respect to loans and advances granted, guarantees and securities provided and investments made by the Company during the year.

v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the meaning of the directives issued by the Reserve Bank of India, provisions of Sections 73 to 76 of the Act, any other relevant provisions of the Act and the relevant rules framed thereunder. Accordingly, reporting under clause 3(v) of the Order is not applicable.

vi. According to the information and explanations given to us, the maintenance of cost records has been specified by the Central Government under section 148(1) of the Companies Act, 2013. We have broadly reviewed the books of account maintained by the Company pursuant to the Companies (Cost Records and Audit) Rules, 2014, as amended, prescribed by the Central Government for maintenance of cost records under Section 148(1) of the Companies Act, 2013, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained by the Company. We have, however, not made a detailed examination of the cost records with a view to determine whether they are accurate or complete.

vii.

(a) According to the information and explanations given to us and basis of our examination of the records of the Company, 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) According to the information and explanation given to us, there are no dues outstanding of VAT, GST, income tax, custom duty, wealth tax, service tax and excise duty, which have not been deposited on account of any dispute.

viii. 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 surrendered or disclosed any transactions, previously unrecorded as income in the books of account, in the tax assessments under the Income-tax Act, 1961 as income during the year.

ix.

(a) According to the information and explanations given to us, the Company has not defaulted in the repayment of loans or other borrowings or in the payment of interest thereon to any lender during the year.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

(c) To the best of our knowledge and belief, in our opinion, term loans availed by the Company were applied by the Company during the year for the purposes for which the loans were obtained.

(d) In our opinion and according to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that funds raised on short-term basis have, prima facie, have not been used during the year for long-term purposes by the Company.

(e) In our opinion and according to the information and explanations 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 as defined under the Companies Act, 2013. Accordingly, reporting under clause 3(ix)(e) of the Order is not applicable.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies as defined in Companies Act 2013. Accordingly, reporting under clause 3(ix)(f) of the Order is not applicable.

x.

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

(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 made any preferential allotment or private placement of shares or fully or partly convertible debentures during the year. Accordingly, reporting under clause 3(x)(a) of the Order is not applicable.

xi.

(a) To the best of our knowledge and based on examination of the books and records of the Company and according to the information and explanations given to us, considering the principles of materiality outlined in SA's, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.

(b) No report under sub-section (12) of Section 143 of the Act has been filed 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. Accordingly, reporting under clause (xii) of the Order is not applicable.

xiii. In our opinion and according to the information and explanations given to us, the transactions with related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and the details of the related party transactions have been disclosed in the standalone Financial Statements as required by the applicable INDAS.

xiv.

(a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the Company issued till date for the period under audit.

xv. According to the information and explanations given to us, 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 Act, are not applicable to the Company. Accordingly, reporting under clause (xv) of the Order is not applicable.

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

xvii. The Company has not incurred any cash loss during the financial year ended on that date and immediately preceding financial years. Accordingly, reporting under clause (xvii) of the Order is not applicable.

xviii. There has been no resignation of the statutory auditors during the year. Accordingly, reporting under clause (xviii) of the Order is not applicable.

xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the standalone financial statements, 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 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. In our opinion and according to the information and explanations given to us, there are no unspent CSR amounts for the year requiring a transfer to a fund specified in Schedule VII of the Act or special account in compliance with the provision of sub-section (6) of Section 135 of the Act. Accordingly, reporting under clause (xx) of the Order is not applicable.

For **G B C A & Associates LLP**

Chartered Accountants

Firm Registration No.: 103142W / W100292

Yogesh Amal

Partner

Membership No.: 111636

UDIN: 26111636KWHUGN9990

Place: Mumbai

Date: August 13, 2026

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 17 (g) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of SFC Environmental Technologies Limited of even date)

Report on the Internal Financial Controls with reference to Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the Internal Financial Controls with reference to Standalone Financial Statements of SFC Environmental Technologies Limited ("the Company") for the year ended March 31, 2026, in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Opinion

In our opinion and to the best of our information and according to the explanations given to us, commensurate to the size and nature of the business, 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 for the period ended 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 ("Guidance Note") issued by the Institute of Chartered Accountants of India ("ICAI").

Management's Responsibility for Internal Financials 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 issued by 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.

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 and SA's issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 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 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.

Commensurate to the size and nature of the business, 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 standalone 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 standalone financial statements in accordance with generally accepted accounting principles and that receipts and expenditures of the Company are being made only in accordance with 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 standalone 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.

For **G B C A & Associates LLP**

Chartered Accountants

Firm Registration No.: 103142W / W100292

Yogesh Amal

Partner

Membership No.: 111636

UDIN: 26111636KWHUGN9990

Place: Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STANDALONE BALANCE SHEET AS AT MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

	Particulars	Notes	As at March 31, 2026	As at March 31, 2025
	ASSETS			
1	**Non-current assets**			
(a)	Property, plant and equipment	5	470.19	502.30
(b)	Right-of-use asset	6	462.55	521.43
(c)	Capital work-in-progress	7	20.82	3.09
(d)	Investment Property	8	58.89	71.04
(e)	Financial assets			
	(i) Investments	9	1,282.20	825.22
	(ii) Other financial assets	10	71.97	114.67
(f)	Deferred tax assets (Net)	43	59.00	35.66
(g)	Income tax assets (Net)	11	17.45	6.37
(h)	Other non - current assets	12	66.25	3.55
	Total non-current assets		**2,509.33**	**2,083.32**
2	**Current assets**			
(a)	Inventories	13	777.98	637.21
(b)	Financial assets			
	(i) Trade receivables	14	4,312.34	3,404.60
	(ii) Cash and cash equivalents	15	176.32	273.06
	(iii) Bank balances other than (ii) above	16	848.33	813.77
	(iv) Loans	17	1,806.25	710.02
	(v) Other Financial Asset	18	56.34	57.47
(c)	Other current assets	19	338.33	182.92
	Total current assets		**8,315.88**	**6,079.05**
	Total assets		**10,825.21**	**8,162.38**
	EQUITY AND LIABILITIES			
	Equity			
(a)	Equity share capital	20	186.82	186.82
(b)	Other equity	21	7,266.46	5,923.41
	Total equity		**7,453.28**	**6,110.23**
	Liabilities			
1	**Non-current liabilities**			
(a)	Financial liabilities			
	(i) Borrowings	22	47.52	61.77
	(ii) Lease liabilities	23	400.58	444.95
(b)	Provisions	24	6.42	1.58
	Total non-current liabilities		**454.52**	**508.30**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STANDALONE BALANCE SHEET AS AT MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

	Particulars	Notes	As at March 31, 2026	As at March 31, 2025
2	**Current liabilities**			
(a)	Financial liabilities			
	(i) Borrowings	25	1,239.57	134.23
	(ii) Lease liabilities	26	44.37	41.35
	(iii) Trade payables	27		
	Total outstanding dues of micro and small enterprises		71.14	157.15
	Total outstanding dues of creditors other than micro and small enterprises		1,057.64	503.66
	(iv) Other financial liabilities	28	93.24	243.49
(b)	Other current liabilities	29	391.88	415.15
(c)	Provisions	30	0.22	-
(d)	Current tax liabilities (net)	31	19.34	48.82
	Total current liabilities		**2,917.41**	**1,543.84**
	Total liabilities		**3,371.93**	**2,052.15**
	Total equity and liabilities		**10,825.21**	**8,162.38**

The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

	Particulars	Notes	Year Ended March 31, 2026	Year Ended March 31, 2025
	Income			
I	Revenue from operations	32	5,588.50	4,743.96
II	Other income	33	196.37	309.43
III	Impairment gain on financial assets	34	-	-
IV	**Total income (I+II+III)**		**5,784.87**	**5,053.39**
	Expenses			
	Purchases of Goods and Services	35	2,236.75	1,876.08
	Cost of Material Consumed	36	528.97	334.62
	Changes in inventories of work-in-progress	37	(78.69)	(7.25)
	Employee benefits expense	38	504.24	445.60
	Finance costs	39	90.81	70.37
	Depreciation and amortization expense	40	185.31	85.72
	Impairment loss on financial assets	41	4.40	3.80
	Other expenses	42	508.91	489.92
V	**Total expenses**		**3,980.69**	**3,298.86**
VI	**Profit before tax (IV-V)**		**1,804.18**	**1,754.52**
	Tax expense			
	Current tax	43	486.12	459.51
	Deferred tax	43	(23.34)	(0.73)
VII	**Total tax expense**		**462.79**	**458.78**
VIII	**Profit for the year (VI-VII)**		**1,341.39**	**1,295.74**
a)	***Items that will not be reclassified to profit or loss***			
i)	Re-measurement loss on defined benefit liabilities		2.21	(4.56)
	Income tax relating to items that will not be reclassified to profit or loss		(0.56)	1.15
IX	**Other comprehensive income for the year, net of tax**		**1.65**	**(3.41)**
X	**Total comprehensive income for the year (VIII+IX)**		**1,343.04**	**1,292.33**
	Earnings per share face value of ₹2 each fully paid up	44		
	Basic earnings per share (₹)		14.36	13.87
	Diluted earnings per share (₹)		14.36	13.87

The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Cash flows from operating activities		
Profit for the year before tax	1,804.18	1,754.52
Adjustments for:		
Depreciation and amortization expenses	185.31	85.72
Finance costs	71.94	65.29
Interest income	(146.05)	(179.04)
Impairment loss/(gain) on trade receivables arising from contracts with customer	4.40	3.80
Unrealized foreign exchange gain	(27.83)	4.07
Net (gain) of sale of Property, Plant and Equipment	(15.27)	(56.25)
Net (gain) of disposal of ROU Asset	(0.22)	(0.26)
Net (gain) on sale of Investment Property	(5.71)	(39.61)
Operating profit before working capital changes	**1,870.75**	**1,638.24**
Working capital adjustments :		
(Decrease)/increase in other current liabilities	(23.26)	220.45
(Decrease)/increase in trade payables	497.46	(320.06)
(Decrease)/increase in other financial liabilities	(160.56)	113.28
(Decrease)/increase in provisions	5.06	1.98
Decrease/(increase) in inventories	(140.77)	(68.87)
Decrease/(increase) in trade receivables	(912.14)	(595.62)
Decrease/(increase) in other financial assets	43.83	(67.70)
Decrease/(increase) in other current assets	(155.41)	(104.69)
Decrease/(increase) in non-current assets	(62.71)	0.87
Cash generated from operations	**962.26**	**817.88**
Income taxes paid (net of refunds)	(526.68)	(507.50)
Net cash from operating activities (A)	**435.58**	**310.38**
Cash flows from investing activities		
(Payment)/Proceeds from (purchase)/Sale of property, plant and equipment	(84.89)	(83.41)
Proceeds from sale of Investment Property	14.64	107.28
Investment in Subsidiary	(334.48)	(185.13)
Investment in Associates	(122.50)	(40.43)
Purchase of Investments	-	-
(Purchase)/Proceeds from bank deposits	26.07	1,030.57
Loans given	(1,010.80)	183.45
Net cash generated from/(used in) investing activities (B)	**(1,511.96)**	**1,012.33**
Cash flows from financing activities		
Repayment of lease liabilities	(39.51)	(54.14)
Dividend paid	-	(311.37)
Proceeds from Borrowing - Non Current	(14.25)	(14.23)
Proceeds from Borrowing - Current	1,105.34	(605.91)
Interest paid on bank overdraft	(26.61)	(25.66)
Interest paid on term loan	(5.56)	(7.41)
Interest paid on lease liabilities	(39.77)	(32.22)
Net cash flow from/(used in) financing activities (C)	**979.64**	**(1,050.94)**
Net increase(decrease) in cash and cash equivalents (A)+(B)+(C)	**(96.74)**	**271.77**
Cash and cash equivalent at the beginning of the year	273.06	1.28
Cash and cash equivalents at the end of the year (refer note 15)	**176.32**	**273.06**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STANDALONE STATEMENT OF CASH FLOW FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

	Year Ended March 31, 2026	Year Ended March 31, 2025
Components of Cash and cash equivalents -		
Cash in hand	-	-
Foreign Currency in Hand	0.72	0.46
Balances with banks on current account	33.58	92.50
Cheque in hand	140.75	150.00
Deposit with maturity of less than 3 months	1.26	30.10
Total cash and cash equivalents (refer note 15)	**176.32**	**273.06**

Change in Liability Arising from Financing Activities

Particular	April 01, 2025	Net Cashflow	March 31, 2026
Borrowings – Non-current (Refer Note 22)	61.77	(14.25)	47.52
Borrowings – Current (Refer Note 25)	134.23	1,105.34	1,239.57
Total	**196.00**	**1,091.09**	**1,287.09**

Particular	April 01, 2024	Net Cashflow	March 31, 2025
Borrowings - Non-current (Refer Note 22)	76.00	(14.23)	61.77
Borrowings - Current (Refer Note 25)	740.14	(605.91)	134.23
Total	**816.14**	**(620.14)**	**196.00**

The accompanying notes are an integral part of the standalone financial statements.

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

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Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

(A) Equity share capital

Particulars	No. of shares	Amount	No. of shares	Amount
Balance as at April 01, 2025			9,34,11,270	186.82
Changes in equity share capital during the period	-	-	-	-
Balance as at March 31, 2026			**9,34,11,270**	**186.82**
Balance as at April 01, 2024			62,27,418	62.27
Changes in equity share capital during the year				
Split of Share	2,49,09,672	-		
Bonus Issue of Share	6,22,74,180	124.55	8,71,83,852	124.55
Balance as at March 31, 2025			**9,34,11,270**	**186.82**

(B) Other equity

Particulars	Reserve and surplus				Total
	Retained Earnings	General Reserves	Securities Premium	Other Comprehensive Income	
Balance as at April 01, 2025	**5,934.38**	**-**	**-**	**(10.97)**	**5,923.41**
Profit for the year	1,341.39	-	-	-	1,341.39
Utilised for issue of bonus shares	-	-	-	-	-
Re-measurement gain/(loss) of defined benefit plans (net of tax)	-	-	-	1.65	1.65
Total comprehensive income for the year	**7,275.77**	**-**	**-**	**(9.32)**	**7,266.46**
Transactions with owners of the company					
Contributions and Distributions					
– Dividends	-	-	-	-	-
Balance as at March 31, 2026	**7,275.77**	**-**	**-**	**(9.32)**	**7,266.46**

Particulars	Reserve and surplus				Total
	Retained Earnings	General Reserves	Securities Premium	Other Comprehensive Income	
Balance as at April 01, 2024	**5,000.35**	**70.24**	**3.97**	**(7.56)**	**5,067.00**
Profit for the year	1,295.74	-	-	-	1,295.74
Utilised for issue of bonus shares	(50.34)	(70.24)	(3.97)	-	(124.55)
Re-measurement gain/(loss) of defined benefit plans (net of tax)	-	-	-	(3.41)	(3.41)
Total comprehensive income for the year	**6,245.75**	**-**	**-**	**(10.97)**	**6,234.78**
Transactions with owners of the company					
Contributions and Distributions					
– Dividends	(311.37)	-	-	-	(311.37)
Balance as at March 31, 2025	**5,934.38**	**-**	**-**	**(10.97)**	**5,923.41**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

As per our report of even date attached

For G B C A & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
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Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

1 Company Overview

SFC Environmental Technologies Private Limited is a company established on March 29, 2005 having its registered office situated at The Ambience Court Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai. The Company is an environmental technology company offering efficient technologies and comprehensive engineering solutions in the field of wastewater treatment ("WWT") and solid waste treatment ("SWT") (including agro-based biogas projects).

Material Accounting Policies

2 Basis for Preparation

These financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules as amended from time to time.

2.1 Statement of Compliance

The Company's financial statements have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 issued by Ministry of Corporate Affairs in respect of Section 133 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except if compliance with other statutory promulgations require a different treatment. These financials statements have been approved by the Board of Directors at their meeting held on August 13, 2026.

2.2 Basis of accounting and preparation and presentation of financial statements

These financial statements have been prepared in accordance with the Indian Accounting Standards (referred to as "Ind AS") as prescribed under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules as amended from time to time.

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. In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the asset or liability.

When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

2.3 Functional & Presentation Currency

The financial Statements are presented in Indian Rupees (INR) which is the functional currency of the Company and the currency of the primary economic environment in which the Company operates. All values are rounded to the nearest Millions (INR 000,000), unless otherwise indicated.

2.4 Significant accounting judgements, estimates and assumption

The preparation of these financial statements in conformity with the recognition and measurement principles of Ind AS requires the management of the Company to make estimates assumptions and judgments that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of the financial statements and the reported amounts of income and expense for the periods presented.

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates considering different assumptions and conditions. Estimates and underlying assumptions are reviewed on an ongoing basis. Impact on account of revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. The following are the critical estimates, assumptions and judgements that the management have made in the process of applying the Company's accounting policies and that have a significant effect on the amounts recognized in the financial statements:

(a) **Useful lives of Property, plant and equipment:**

Property, plant and equipment represent a significant proportion of the asset base of the Company. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Company's assets are determined by the Management at the time the asset is acquired and reviewed periodically.

(b) **Employee benefits:**

Employee benefit obligations are determined using actuarial valuations. 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, employee benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

(c) **Provision for income tax and deferred tax assets**

The Company uses estimates and judgements based on the relevant rulings in the areas of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax. A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised. Accordingly, the Company exercises its judgement to reassess the carrying amount of deferred tax assets at the end of each reporting period.

(d) **Provisions and contingent liabilities**

The Company estimates the provisions that have present obligations as a result of past events and it is probable that outflow of resources will be required to settle the obligations. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates. The Company uses significant judgements to disclose contingent liabilities. 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. Contingent assets are neither recognised nor disclosed in the financial statements.

(e) **Fair value measurement of financial instruments**

When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as market risk, liquidity risk and credit risk.

(f) **Allowance for credit losses on receivables**

The Company determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Company considered current and anticipated future economic conditions relating to industries the Company deals with and the countries where it operates.

(g) **Impairment of non- financial assets**

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Company estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less costs of disposal and its value in use. It is determined for an individual asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessment of the time value of money and the risk specific to the asset. In determining fair value less cost of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share price for publicly traded subsidiaries or other available fair value indicators.

2.5 Classification of Assets and Liabilities into Current/Non-Current

The Operating Cycle of the Company is the time between the acquisitions of the assets for processing and their realisation in cash & cash equivalents. The company has identified twelve months as its operating cycle for the purpose of current and non current classification of assets and liabilities.

For the purpose of Balance Sheet, an asset is classified as current if:

(i) It is expected to be realized, or is intended to be sold or consumed, in the normal operating cycle; or

(ii) It is held primarily for the purpose of trading; or

(iii) It is expected to realise the asset within twelve months after the reporting period; or

(iv) The asset is a cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

Similarly, a liability is classified as current if:

(i) It is expected to be settled in the normal operating cycle; or

(ii) It is held primarily for the purpose of trading; or

(iii) It is due to be settled within twelve months after the reporting period; or

(iv) The Company does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could result in its settlement by the issue of equity instruments at the option of the counterparty does not affect this classification.

All other liabilities are classified as non-current.

3 Material accounting policies

The accounting policies set out below have been applied consistently to the periods presented in the Financials Statements.

3.1 Revenue from operations

Revenue from contracts with customers

Revenue is recognized on the basis of approved contracts regarding the transfer of goods or services to a customer for an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration. Revenue excludes taxes collected from customers on behalf of the government. Any amount receivable from customer are recognized as revenue at the point in time when control of the goods sold are transferred to the customer, generally on delivery of the goods.

3.2 Recognition of Dividend Income, Interest income or expense

Interest income or expense is recognized using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or
- the amortized cost of the financial liability

In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortized cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortized cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to the gross basis.

Other income

Interest income from other financial assets is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably.

Interest income is recognized on time proportion basis taking into account the amount outstanding and the interest rate applicable.

Dividend Income

Dividend Income is recognised when the Company's right to receive the amount has been established.

3.3 Property, Plant & Equipment (PPE)

PPE is recognised 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 initial cost of PPE comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use, less accumulated depreciation and accumulated impairment losses, if any. Cost includes professional fees related to the acquisition of PPE and for qualifying assets, borrowing costs capitalised in accordance with the Company's accounting policy.

Expenditure incurred after the PPE have been put into use such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred.

Subsequent costs are included in the assets'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. All other repairs and maintenance cost are charged to the Statement of Profit and Loss during the period in which they were incurred.

If significant parts of an item of PPE have different useful lives, then they are accounted for as separate items (major components) of PPE.

Capital work in Progress:

Expenditure during construction period (including financing cost related to borrowed funds for construction or acquisition of qualifying PPE if any) is included under Capital Work-in-Progress, and the same is allocated to the respective PPE on the completion of their construction. Advances given towards acquisition or construction of PPE outstanding at each reporting date are disclosed as Capital Advances under "Other non-current Assets".

Depreciation:

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life and is provided using written down value method, so as to write off the cost of the assets less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013, or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis. In respect of additions to/deletions from the PPE, depreciation is provided on pro-rata basis with reference to the month of addition/deletion of the Assets.

Gains or losses arising from de-recognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

3.4 Investment Property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Upon initial recognition, an investment property is measured at cost. After initial recognition, the company measures investment property by using cost model. Subsequent to initial recognition, investment property is measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The company depreciates the investment properties on written down value which is in line with the indicative useful life of relevant type of building mentioned in Part C of Schedule II to the Act.

Though investment property is measured using cost model, the fair value of investment property is disclosed in the notes.

3.5 Leases

The company assesses whether a contract is or contains a lease, at inception of the contract. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Company as lessor

Leases for which the company is a lessor are classified as finance or operating leases. Leases in which the company does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the company to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the company's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the company's net investment outstanding in respect of the lease. Subsequent to initial recognition, the company regularly reviews the estimated unguaranteed residual value and applies the impairment requirements of Ind AS 109, recognizing an allowance for expected credit losses on the lease receivables. Finance lease income is calculated with reference to the gross carrying amount of the lease receivables, except for credit impaired financial assets for which interest income is calculated with reference to their amortised cost (i.e. after a deduction of the loss allowance).

Company as lessee

The company applies a single recognition and measurement approach for all leases, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets. The company recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets

The company recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the company is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. The lease term of company's ROU assets which comprises Land and Buildings and Vehicles varies from 2 to 10 years. If ownership of the leased asset transfers to the company at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. Right-of-use assets are subject to impairment test. The Company accounts for sale and leaseback transaction, recognising right-of-use assets and lease liability, measured in the same way as other right of use assets and lease liability. Gain or loss on the sale transaction is recognised in statement of profit and loss.

Lease liabilities

At the commencement date of the lease, the company recognises lease liabilities measured at the present value of lease payments to be made over the lease term and are not paid at the commencement date, discounted by using the rate implicit in the lease. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the company uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest (using the effective interest method) and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The company applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed. Most of the contracts that contains extension terms are on mutual agreement between both the parties and hence the potential future rentals cannot be assessed. Certain contracts where the extension terms are unilateral are with unrelated parties and hence there is no certainty about the extension being exercised. The company uses weighted average incremental borrowing rate for lease liabilities measurement.

3.6 Financial instruments

i) Recognition and initial measurement

The Company recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

ii) Classification and subsequent measurement

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income (FVOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

Financial assets at fair value through profit or loss (FVTPL)

Financial assets are measured at fair value through profit or loss unless they are measured at amortised cost or at fair value through other comprehensive income. The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in statement of profit and loss. This includes all derivative financial assets (refer note 49).

Financial liabilities

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

iii) Derecognition

a) Financial Assets

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the contractual rights to receive the cash flows from the asset or has assumed an obligation to pay the received cash flows to one or more recipient.

Where the entity 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 entity has neither transferred a financial asset nor retained 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.

b) Financial Liabilities

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying value of the financial liability and the consideration paid is recognised in standalone statement of profit and loss.

3.7 Impairment of assets

The carrying amounts of the Company's assets are reviewed at each Balance Sheet date to determine whether there is any impairment. Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to maximum of depreciated historical cost.

i) Non-derivative financial assets

In accordance with Ind AS 109, the Company uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of all financial assets subsequent to initial recognition other than financial assets measured at fair valued through profit and loss (FVTPL). For Trade Receivables the Company applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Company uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward-looking estimates are analysed. For other financial assets, the Company uses 12 month ECL to provide for impairment loss where there is no significant increase in credit risk since its initial recognition. If there is significant increase in credit risk since its initial recognition full lifetime ECL is used.

The impairment losses and reversals are recognised in Statement of Profit and Loss.

ii) Impairment of non-financial Asset

At each reporting date, the Company reviews the carrying amounts of its non-financial assets (other than inventories, contract assets and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of an asset or Cash Generating Unit (CGU) is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Company estimates the recoverable amount of the CGU to which the asset belong. A CGU is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

The recoverable amount of an individual asset or CGU is the greater of its value in use and its fair value less costs of disposal. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment losses are recognized in profit or loss to the extent, asset's carrying amount exceeds its recoverable amount.

3.8 Inventories

Inventories are valued after providing for obsolescence, as under:

a) Raw materials, components, stores and spares at lower of cost or net realisable value. However, these items are considered to be realisable at cost if the finished products in which they will be used, are expected to be sold at or above cost.

b) Work-in-progress and Finished goods are valued at lower of cost or net realisable value. Cost includes cost of raw materials, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

Cost is determined on weighted average basis which includes expenditure incurred for acquiring inventories like purchase price, import duties, taxes (net of tax credit) and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale. Assessment of net realisable value is made in each subsequent period and when the circumstances that previously caused inventories to be written-down below cost no longer exist or when there is clear evidence of an increase in net realisable value because of changed economic circumstances, the write-down, if any, in the past period is reversed to the extent of the original amount written-down so that the resultant carrying amount is the lower of the cost and the revised net realisable value.

3.9 Provisions, contingent liabilities and contingent assets

A provision is recognized if, as a result of a past event, the Company has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost.

Contingent liability is a possible obligation arising from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is not recognised unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent asset are disclosed in the financial statements.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

3.10 Employee benefits

Employee benefits include provident fund and gratuity fund.

(i) Defined Contribution Plan:

The Company's contributions towards provident fund is defined contribution scheme. The Company's contribution paid/payable under the schemes is recognised in the Statement of Profit and Loss on accrual basis during the period in which the employee renders the related service.

(ii) Short-Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short term compensated absences, etc. and the expected cost of ex-gratia, if any are recognized in the statement of profit and loss in the period in which the employee renders the related service.

(iii) Defined benefit plan:

The Company’s gratuity benefit scheme with Life Insurance Corporation of India is a defined benefit plan. The Company’s net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plans is determined based on actuarial valuation at each balance sheet date by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit separately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans are based on the market yields on Government securities as at the balance sheet date. When the calculation results in a benefit to the Company, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.
Actuarial gains and losses are recognized immediately in the statement of other comprehensive income.

3.11 Taxation

The tax expenses comprise of current tax and deferred income tax charge or credit. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in Equity. In which case, the tax is also recognised in Other Comprehensive Income or Equity, respectively.

Current Tax

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

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 liabilities are generally recognised for all taxable temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets are generally recognised for all taxable temporary differences to the extent that is probable that taxable profits 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 equity, is recorded along with the tax as applicable.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis.

3.12 Foreign currency transactions

Transactions in currencies other than the Company's functional currency are recorded on initial recognition using the exchange rate at the transaction date or at rates that closely approximate the rate at the date of the transaction. At each Balance Sheet date, foreign currency monetary items are reported using the closing rate. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of initial transactions. Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date are recognised in the Statement of Profit & Loss in the period in which they arise.

3.13 Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash, cheque in hand, cash at banks and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

3.14 Earnings per share

Basic earnings per share is calculated by dividing the net profit for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year and equity shares to be issued on conversion of mandatorily convertible instruments. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events such as bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares.

3.15 Dividend distribution to equity holders

The Company recognises a liability to make cash or non-cash distributions to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

3.16 Cash flow statement

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

Cash and cash equivalents in the cash flow statement comprise cash, cheque in hand, cash at banks and bank deposits with original maturity of three months or less.

3.17 Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted with financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

4 Recent pronouncement

i) **New and amended standards adopted by Company**

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.

In May 2025 and August 2025, MCA notified following key amendments effective for annual reporting periods beginning on or after April 1, 2025:

1. Lack of Exchangeability of currency (Amendments to Ind AS 21)
2. Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants (Amendments to Ind AS 1)
3. Supplier Finance Arrangements (Amendments to Ind AS 7 and Ind AS 107)
4. International Tax Reform - Pillar Two Model Rules (Amendments to Ind AS 12)

The Company has reviewed the above new pronouncements and based on its evaluation has determined it does not have any significant impact on its financial statements wherever applicable as at and for the year ended 31st March 2026.

ii) **Amendments applicable from next Financial Year**

Amendments to Ind AS 1 - Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants:

This amendment also includes specific provisions that will take effect for reporting periods beginning on or after April 1, 2026 as outlined below:

Under the existing Ind AS 1, where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

However, the amended requirements stipulate that entities will no longer be permitted to consider lender waivers that are granted after the reporting date but before the financial statements are approved for the purpose of classification of loans. This amendment is required to be applied retrospectively in accordance with Ind AS 8.

The impact of the aforesaid amendment will be assessed and, where applicable, appropriately recognised in the financial statements upon the amendment becoming effective.

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

5 Property, plant and equipment

Description of Assets	Land	Building	Office Equipments	Vehicles	Furniture & Fixtures	Computers	Plant & Machinery	Total
Gross Block								
Balance as at April 01, 2025	**-**	**287.13**	**62.47**	**146.11**	**100.72**	**41.70**	**15.36**	**653.48**
Additions	8.02	9.92	12.92	19.99	25.05	23.81	7.37	107.09
Disposals	-	17.85	-	-	-	0.47	-	18.33
Balance as at March 31, 2026	**8.02**	**279.20**	**75.40**	**166.10**	**125.77**	**65.03**	**22.73**	**742.24**
Depreciation /Impairment								
Balance as at April 01, 2025	**-**	**34.16**	**10.49**	**66.16**	**10.35**	**25.90**	**4.13**	**151.18**
Charge for the year	-	19.91	27.15	27.21	28.75	18.18	3.64	124.85
Disposals	-	3.58	-	-	-	0.40	-	3.98
Balance as at March 31, 2026	**-**	**50.49**	**37.64**	**93.37**	**39.09**	**43.69**	**7.77**	**272.05**
Net Block								
Balance as at March 31, 2026	**8.02**	**228.71**	**37.76**	**72.73**	**86.68**	**21.35**	**14.96**	**470.19**

Description of Assets	Land	Building	Office Equipments	Vehicles	Furniture & Fixtures	Computers	Plant & Machinery	Total
Gross Block								
Balance as at April 01, 2024	**45.08**	**298.02**	**13.94**	**108.14**	**23.68**	**29.29**	**10.50**	**528.64**
Additions	-	26.91	48.53	38.48	77.04	12.52	4.86	208.34
Disposals	45.08	37.80	-	0.51	-	0.12	-	83.50
Balance as at March 31, 2025	**-**	**287.13**	**62.47**	**146.11**	**100.72**	**41.70**	**15.36**	**653.48**
Depreciation /Impairment								
Balance as at April 01, 2024	**-**	**27.83**	**7.08**	**39.60**	**3.84**	**17.18**	**1.29**	**96.82**
Charge for the year	-	11.94	3.41	26.89	6.51	8.81	2.84	60.39
Disposals	-	5.62	-	0.33	-	0.09	-	6.03
Balance as at March 31, 2025	**-**	**34.16**	**10.49**	**66.16**	**10.35**	**25.90**	**4.13**	**151.18**
Net Block								
Balance as at March 31, 2025	**-**	**252.97**	**51.99**	**79.95**	**90.37**	**15.80**	**11.23**	**502.30**

^ represents amount less than 0.01 million

Note: The Company has adopted Ind AS 101 and has elected to continue with the carrying value for all of its Property, Plant & Equipment as recognised in its previous GAAP financial statements as deemed cost on the transition date i.e. April 01 2021.

Additional Disclosure with respect to Property, Plant & Equipment

Certain property, plant and equipment are pledged against borrowings, the details relating to which have been described in Note 51.

6 Right-of-use asset

Right-of-Use Assets related to leased properties that do not meet the definition of investment property are presented as property, plant and equipment.

Particular	Motor Vehicle	Building	Total
Gross Block			
Balance as at April 01, 2025	**14.90**	**535.20**	**550.09**
Additions	-	-	-
Deletions	-	11.69	11.69
Balance as at March 31, 2026	**14.90**	**523.50**	**538.40**
Accumulated Depreciation			
Balance as at April 01, 2025	1.24	27.43	28.67
Charge for the Year	1.86	55.39	57.25
Disposals	-	10.07	10.07
Balance as at March 31, 2026	**3.10**	**72.74**	**75.84**
Net Block			
Balance as at March 31, 2026	**11.79**	**450.76**	**462.55**

Particular	Motor Vehicle	Building	Total
Gross Block			
Balance as at April 01, 2024	**-**	**87.64**	**87.64**
Additions	14.90	462.31	477.20
Deletions	-	14.75	14.75
Balance as at March 31, 2025	**14.90**	**535.20**	**550.09**
Accumulated Depreciation			
Balance as at April 01, 2024	**-**	**21.72**	**21.72**
Charge for the year	1.24	17.99	19.23
Disposals	-	12.28	12.28
Balance as at March 31, 2025	**1.24**	**27.43**	**28.67**
Net Block			
Balance as at March 31, 2025	**13.66**	**507.77**	**521.43**

The Company has recognised Rs. 6.12 (in Millions) (March 31, 2025 : Rs. 1.35 (in Millions)) as rent expenses during the period which pertains to short term lease/low value asset which was not recognised as part of asset.

7 Capital work-in-progress

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	3.09	-
Add: Addition during the year	84.15	152.96
Less: Capitalisation/Adjustments during the year	(66.42)	(149.87)
Closing balance	**20.82**	**3.09**

Ageing schedule of capital work-in-progress as at March 31, 2026

Particulars	Ageing As at March 31, 2026				
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	Total
Projects in Progress	20.82	-	-	-	20.82
Projects temporarily suspended	-	-	-	-	-
Total	**20.82**	**-**	**-**	**-**	**20.82**

There is no cost or time overrun in Capital Work-in-Progress compared to its original plan.

Ageing schedule of capital work-in-progress as at March 31, 2025

Particulars	Ageing As at March 31, 2025				
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	Total
Projects in Progress	3.09	-	-	-	3.09
Projects temporarily suspended	-	-	-	-	-
Total	**3.09**	**-**	**-**	**-**	**3.09**

There is no cost or time overrun in Capital Work-in-Progress compared to its original plan.

8 Investment property

Particular	Building	Total
Gross Block		
Balance as at April 01, 2025	**88.22**	**88.22**
Additions	-	-
Deletions	11.15	11.15
Balance as at March 31, 2026	**77.08**	**77.08**
Accumulated Depreciation		
Balance as at April 01, 2025	17.19	17.19
Additions	3.21	3.21
Deletions	2.22	2.22
Balance as at March 31, 2026	**18.18**	**18.18**
Net Block		
Balance as at March 31, 2026	**58.89**	**58.89**

Particular	Building	Total
Gross Block		
Balance as at April 01, 2024	**174.46**	**174.46**
Additions	0.78	0.78
Deletions	87.01	87.01
Balance as at March 31, 2025	**88.22**	**88.22**
Accumulated Depreciation		
Balance as at April 01, 2024	29.66	29.66
Additions	6.10	6.10
Deletions	18.57	18.57
Balance as at March 31, 2025	**17.19**	**17.19**
Net Block		
Balance as at March 31, 2025	**71.04**	**71.04**

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Rental Income	-	-
Direct Operating Expenses from Property that generated rental income	-	-
Direct Operating Expenses from Property that did not generated rental income	0.46	1.02

Contractual Obligation

There are no restriction on realisability of investment property or remittance of income or proceeds of disposal. Also, there are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements at the year end.

Details with respect to fair valuation of Investment property

Aggregate amount of investment property at fair value *

Particulars	Amount
As at March 31, 2026	74.82
As at March 31, 2025	96.26

* Fair valuation has been determined on the basis of valuation carried by independent valuer and government rates, market research, market trend and comparable values as considered appropriate. The fair value for investment property has been categorised as level 2 based on the techniques used and inputs applied.

9 Non-current assets - Financial assets - Investments

Particulars	As at March 31, 2026	As at March 31, 2025
Unquoted Investments		
Investment stated at Cost		
Investment in Equity Instruments		
(a) Subsidiary companies	1,082.03	747.55
(b) Associate companies	200.17	77.67
Total	**1,282.20**	**825.22**

Details of Non-current Assets - Financial Assets - Investments	As at March 31, 2026	As at March 31, 2025
Investments in fully paid equity instruments		
(a) Subsidiary companies:		
i. Chavare Engineering Pvt. Ltd.	81.60	81.60
2,04,000 (March 31, 2025: 2,04,000) equity shares of Rs. 100 each fully paid-up		
ii. Fine Aeration Systems Pvt. Ltd.	0.51	0.51
51,000 (March 31, 2025: 51,000) equity shares of Rs. 10 each fully paid-up		
iii. Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	0.10	0.10
10,000 (March 31, 2025: 10,000) equity shares of Rs. 10 each fully paid-up		
iv. SFC Umwelttechnik GmbH	94.17	82.89
8,75,000 (March 31, 2025: 7,17,000) equity shares of Euro 1 each fully paid-up		
v. Vasudha Waste Treatment Pvt. Ltd	10.50	10.50
10,00,000 (March 31, 2025: 10,00,000) equity shares of Rs. 10 each fully paid-up		
vi. Pentagen Biofules Pvt. Ltd	20.00	20.00
20,00,000 (March 31, 2025: 20,00,000) equity shares of Rs. 10 each fully paid-up		
vii. Hindustan Waste Treatment Pvt. Ltd	551.95	551.95
3,90,40,000 (March 31, 2025: 3,90,40,000) equity shares of Rs. 10 each fully paid-up		
viii. IST- Anlagenbau GmbH	323.20	-
1,00,000 (March 31, 2025: NIL) equity shares of Euro 1 each fully paid-up		
	1,082.03	**747.55**

Particulars	As at March 31, 2026	As at March 31, 2025
(b) Associate companies		
(i) Turbomax India Pvt. Ltd.	200.17	77.67
2,00,16,990 (March 31, 2025: 77,66,990) equity shares of Rs. 10 each fully paid-up		
	200.17	**77.67**

Details of quoted/unquoted investments:	As at March 31, 2026	As at March 31, 2025
Aggregate book value of unquoted investments	1,282.20	825.22
Aggregate book value of quoted investments	-	-
Aggregate amount of impairment in value of Investments	-	-
Aggregate amount of unquoted investment at fair value	1,282.20	825.22

10 Non-current assets - Financial assets - Others

Particular	As at March 31, 2026	As at March 31, 2025
Security deposits	28.67	29.23
Bank deposits with more than twelve months maturity *	43.29	85.44
	71.97	**114.67**

**Refer Note 16 for information about lien on fixed deposits and Note 51 for information about secured borrowings*

11 Non-current assets - Income tax assets (net)

Particular	As at March 31, 2026	As at March 31, 2025
Advance income tax (net of provisions)	17.45	6.37
	17.45	**6.37**

12 Non-current assets - Others

Particulars	As at March 31, 2026	As at March 31, 2025
(Unsecured, considered good)		
Capital advances	60.00	-
Prepaid expense	2.64	3.55
Net defined benefit asset - Gratuity (Refer note 46)	3.61	-
Total	**66.25**	**3.55**

13 Current assets - Inventories *

Particulars	As at March 31, 2026	As at March 31, 2025
(Valued at lower of cost and net realizable value)		
Raw materials	229.16	167.09
Stock-in-trade #	315.38	310.26
Work In Progress	21.08	4.45
Project Work In Progress	163.36	138.25
Finished goods	49.00	17.16
Total	**777.98**	**637.21**

** Refer Note 51 for details of hypothecation of the inventory for Secured Borrowings*

 # Includes in-transit Goods

14 Current assets – Financial assets – Trade receivables

Particulars	As at March 31, 2026	As at March 31, 2025
Secured, considered good	-	-
Unsecured, considered good	4,303.01	3,391.15
Receivables which have significant increase in credit risk	37.71	37.71
Receivables which are credit impaired	72.75	72.48
	4,413.47	**3,501.33**
Less: Allowance for expected credit loss	(101.13)	(96.73)
Net trade receivables	**4,312.34**	**3,404.60**

Refer note 48 for information about receivables from related party.

Ageing schedule of trade receivables as at March 31, 2026

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					
			Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) Undisputed trade receivables – considered good	-	3,300.82	359.24	99.66	439.61	49.01	54.67	4,303.01
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	37.71	37.71
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	72.75	72.75
(iv) Disputed trade receivables – considered good	-	-	-	-	-	-	-	-
(v) Disputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Disputed trade receivables – credit impaired	-	-	-	-	-	-	-	-
Less: Allowance for expected credit loss	**-**	**-**	**-**	**(0.21)**	**(1.08)**	**(0.98)**	**(98.86)**	**(101.13)**
Total	**-**	**3,300.82**	**359.24**	**99.45**	**438.53**	**48.03**	**66.27**	**4,312.34**

Ageing schedule of trade receivables as at March 31, 2025

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					
			Less than 6 months	6 months - 1 year	1 - 2 years	2 - 3 years	More than 3 years	Total
(i) Undisputed trade receivables – considered good	-	1,090.76	1,937.76	131.99	140.33	45.89	44.42	3,391.15
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	37.71	37.71
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	72.48	72.48
(iv) Disputed trade receivables – considered good	-	-	-	-	-	-	-	-
(v) Disputed trade receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
(vi) Disputed trade receivables – credit impaired	-	-	-	-	-	-	-	-
Less: Allowance for expected credit loss	**-**	**-**	**-**	**(0.26)**	**(0.68)**	**(0.92)**	**(94.87)**	**(96.73)**
Total	**-**	**1,090.76**	**1,937.76**	**131.73**	**139.64**	**44.98**	**59.74**	**3,404.60**

Refer note 50 about information on credit risk and market risk of trade receivables.

Additional Disclosure with respect to payment terms:

Generally, Payment Term is 0 to 120 days

- Trade receivables does not include any amount receivable from director/s of the Company
- Refer Note 51 for details of hypothecation of the Trade Receivables for Secured Borrowings

15 Current assets - Financial assets - Cash & cash equivalents

Particulars	As at March 31, 2026	As at March 31, 2025
Cash on Hand:		
- Cash on Hand	-	-
- Foreign Currency in Hand	0.72	0.46
Cheque in hand	140.75	150.00
Balances with banks:		
- In current account	33.58	92.50
- Deposit with original maturity of less than three months*	1.26	30.10
	176.32	**273.06**

**Refer Note 16 for information about lien on fixed deposits and Note 51 for information about secured borrowings*

16 Current assets - Financial assets - Other bank balances

Particulars	As at March 31, 2026	As at March 31, 2025
Deposits with banks*	848.20	813.65
Ear marked bank balances - Dividend	0.03	0.02
Ear marked bank balances - Gratuity	0.11	0.10
	848.33	**813.77**

*Details of fixed deposit liens	As at March 31, 2026	As at March 31, 2025
For Various Credit Facility with Financial Institution	859.61	880.76
Fixed Deposit in lien with Trade Receivable	4.34	6.37
Total	**863.95**	**887.12**

Fixed deposits reflected under	As at March 31, 2026	As at March 31, 2025
More than 12 months maturity (Refer note 10)	43.29	85.44
Original maturity less than 3 months (Refer note 15)	1.26	30.10
Deposits with banks (Refer note 16)	848.20	813.65
Total Fixed Deposit	**892.76**	**929.18**

17 Current assets - Financial assets - Loans

Particulars	As at March 31, 2026	As at March 31, 2025
(considered good, unless otherwise stated)		
Unsecured loans:		
- To Related Parties (Refer Note No. 47)	1,612.32	529.96
- To employees	1.73	2.34
- To others *	192.20	177.72
Total	**1,806.25**	**710.02**

** These loans are repayable at demand*

18 Current assets - Financial assets - Others

Particulars	As at March 31, 2026	As at March 31, 2025
(considered good, unless otherwise stated)		
Earnest money deposits	18.46	45.64
Security deposits	21.13	1.05
Interest accrued but not due	2.26	-
Interest receivable on loan given	1.37	-
Other Financial Asset	13.12	10.78
Total	**56.34**	**57.47**

19 Current Assets - Other current assets

Particulars	As at March 31, 2026	As at March 31, 2025
(considered good, unless otherwise stated)		
Balance with government authorities	31.65	17.52
Advance to suppliers	79.87	73.70
Advance to employees	1.23	1.11
Prepaid expenses	216.87	78.40
Export incentives receivable	0.03	-
Other assets - Financial Guarantee	8.67	12.20
Total	**338.33**	**182.92**

20 Equity share capital

Particulars	As at March 31, 2026	As at March 31, 2025
Authorized*		
12,50,00,000 (March 31.2025: 12,50,00,000) equity shares of Rs. 2 each	250.00	250.00
	250.00	**250.00**
Issued, subscribed and paid up		
9,34,11,270 (March 31, 2025: 9,34,11,270) equity shares of Rs. 2 each fully paid up	186.82	186.82
	186.82	**186.82**

*The authorized share capital was increased from 1,74,00,000 equity shares of Rs. 10 each amounting to Rs. 174 million to 12,50,00,000 equity shares of Rs. 2 each amounting to Rs. 250 million which was duly approved by the board in meeting dated August 14, 2024 and by the shareholders of the Company by means of an ordinary resolution dated September 05, 2024.

(a) Reconciliation of equity shares outstanding at the beginning and at the end of the year:

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year	9,34,11,270	186.82	62,27,418	62.27
Add: Increase in shares on account of split	-	-	2,49,09,672	-
Add: Issuance of bonus shares*	-	-	6,22,74,180	124.55
Add: Issuance and allotment of shares	-	-	-	-
Less: Cancellation of shares	-	-	-	-
Outstanding at the end of the year	**9,34,11,270**	**186.82**	**9,34,11,270**	**186.82**

Pursuant to a resolution of our Board passed in their meeting held on August 14, 2024 and a resolution of our Shareholders passed in their annual general meeting held on September 5, 2024,

- Each fully paid - up equity share of our Company of face value ₹10 was subdivided into 5 Equity Shares of ₹2 each and
- 62,274,180 Equity Shares of ₹2 each were allotted through a bonus issuance ("Bonus Shares") in the ratio of two Equity Shares for every one Equity Share held by the Shareholders as on the record date (i.e., September 4, 2024). The said bonus shares rank pari passu in all respects with the existing equity shares of the Company, including dividend. As a result of the bonus issue, the paid-up capital of the Company increased to Rs. 186.82 million from Rs. 62.27 million. The paid-up capital on account of bonus issue of Rs. 124.55 million has been appropriated from retained earnings, Rs. 70.24 million has been appropriated from general reserves and Rs. 3.97 million has been appropriated from securities premium.

(b) Particulars of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the shareholder	As at March 31, 2026		As at March 31, 2025	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class
Mr. Sandeep Asolkar*	3,15,85,470	33.81%	3,15,85,470	33.81%
Mr. Saket Dhandoriya	84,34,125	9.03%	84,34,125	9.03%
Mrs. Jaya Chandrakant Gogri*	57,49,350	6.15%	57,49,350	6.15%
Mr. Sarvesh Garg	55,27,215	5.92%	55,27,215	5.92%
Asolkar Tradecraft Private Limited	49,78,320	5.33%	49,78,320	5.33%
Total	**5,62,74,480**	**60.24%**	**5,62,74,480**	**60.24%**

** including joint holding (as first named shareholder)*

(c) Shares held by promoters in the company

Name of the Promoter	As at March 31, 2026		As at March 31, 2025		% Change
	Number of shares	% of holding in the class	Number of shares	% of holding in the class	
Mr. Sandeep Asolkar*	3,15,85,470	33.81%	3,15,85,470	33.81%	-
Mr. Saket Dhandoriya	84,34,125	9.03%	84,34,125	9.03%	-
Promoter Group					
Asolkar Tradecraft Private Limited	49,78,320	5.33%	49,78,320	5.33%	-
Bhushan Raju Naik	13,500	0.01%	-	0.00%	0.01%
Total	**4,50,11,415**	**48.19%**	**4,49,97,915**	**48.17%**	**0.01%**

** it includes 1,80,85,470 Equity Share as at March 31, 2026 and March 31, 2025; 12,05,698 Equity shares held by Mr. Sandeep Asolkar jointly with Mrs. Priya Sandeep Asolkar.*

(d) Terms/rights attached to Equity Shares

The Company has only one class of equity shares having Face Value of Rs 2/- per share. Each holder of equity share is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors are subject to the approval of the Shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However no such preferential amount exists as at March 31, 2026 and March 31, 2025. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

(e) Aggregate number and class of shares allotted as fully paid-up pursuant to bonus issue: 6,22,74,180 Equity Shares of ₹2 each bonus shares issued on 5 December 2024

(f) Aggregate number and class of shares bought back : Nil

(g) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash : Nil

(h) The Company does not have any securities outstanding as at March 31, 2026 and March 31, 2025 which are convertible into equity/preference shares.

21 Other equity

A Other equity

Particulars	As at March 31, 2026	As at March 31, 2025
Retained earnings	7,275.77	5,934.38
General Reserves	-	-
Securities Premium	-	-
Total Reserve and Surplus	**7,275.77**	**5,934.38**

Movement in Other Equity

Retained earnings

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	5,934.38	5,000.35
Add: Profit for the year	1,341.39	1,295.74
Less: Utilised for issue of bonus shares	-	(50.34)
Less: Dividend Paid (Refer Note No. 58)	-	(311.37)
Closing balance	**7,275.77**	**5,934.38**

Retained earnings:
Retained earnings are the profit that the company has earned till date. During the year ended March 31, 2025, retained earnings has been utilised for the purpose of issuing bonus shares.

General Reserves

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	-	70.24
Less: Utilised for issue of bonus shares	-	(70.24)
Closing balance	**-**	**-**

General Reserve:
The Company created a General Reserve in earlier years pursuant to the provisions of the Companies Act, where in certain percentage of profits were required to be transferred to General Reserve before declaring dividends. General Reserve is a free reserve available to the company. During the year ended March 31, 2025, general reserves has been utilised for the purpose of issuing bonus shares.

Securities Premium

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	-	3.97
Less: Utilised for issue of bonus shares	-	(3.97)
Closing balance	**-**	**-**

Securities Premium:
Securities premium includes the difference between the face value of the equity shares and the consideration received in respect of shares issued. During the year ended March 31, 2025, securities premium has been utilised for the purpose of issuing bonus shares.

B Movement in Other Comprehensive Income

Particulars	As at March 31, 2026	As at March 31, 2025
Opening balance	(10.97)	(7.56)
Add: Re-measurement loss on defined benefit liabilities (net of tax)	1.65	(3.41)
Closing balance	**(9.32)**	**(10.97)**
Total other equity	**7,266.46**	**5,923.41**

22 Non-current liabilities - Financial liabilities - Borrowing

Particulars	As at March 31, 2026	As at March 31, 2025
Secured borrowings (Refer note 51)		
- Term Loan	47.52	61.77
Total	**47.52**	**61.77**

23 Non-current liabilities - Financial liabilities - Leases

Particulars	As at March 31, 2026	As at March 31, 2025
Long term maturities of lease obligations (Refer note 52)	400.58	444.95
Total	**400.58**	**444.95**

24 Non-current liabilities - Provisions

Particulars	As at March 31, 2026	As at March 31, 2025
Net defined benefit liability - Gratuity (Refer note 46)	-	1.58
Net defined benefit liability - Leave Encashment (Refer note 46)	6.42	-
Total	**6.42**	**1.58**

25 Current liabilities - Financial liabilities - Borrowings

Particulars	As at March 31, 2026	As at March 31, 2025
Bank overdraft*	590.00	120.00
Current Maturities of Long term borrowing (Refer note 22)	14.23	14.23
Bills discounting # (Refer note 51)	635.34	-
Total	**1,239.57**	**134.23**

*Note 1: Fund based working capital facilities from banks carry interest ranging from 7.25% to 9.55% per annum (31 March 2025: 7.70% to 9.85% p.a.)
Note 2: Term facilities from banks carry interest ranging from 7.50% to 8.50% per annum (March 31 2025: 8.75% to 8.75% p.a.)
Bill discounted under letter of credit with usance period of upto 180 days and bill discounted under RXIL with issuance period upto 90 days

26 Current liabilities - Financial liabilities - Leases

Particulars	As at March 31, 2026	As at March 31, 2025
Lease obligations (Refer note 52)	44.37	41.35
Total	**44.37**	**41.35**

27 Current liabilities - Financial liabilities – Trade payables

Particulars	As at March 31, 2026	As at March 31, 2025
Total outstanding dues of micro and small enterprises	71.14	157.15
Total outstanding dues of creditors other than micro and small enterprises	1,057.64	503.66
Total	**1,128.78**	**660.81**

Refer note 48 for information about payable to related party

The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

Particulars	As at March 31, 2026	As at March 31, 2025
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at year end*	71.14	160.83
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at year end*	2.54	0.10
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the year*	54.74	9.12
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year		
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the year		
Amount of interest due and payable for the year 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*	2.48	0.06
Interest accrued and remaining unpaid at the end of accounting year		
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act ^		

^ represents value less than 0.01 million

** it include Principal and Interest amount due to Creditors for capital goods*

Ageing schedule for trade payables outstanding as at March 31, 2026:

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				
			Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed:							
(i) MSME	-	-	64.11	7.03	-	-	71.14
(ii) Others	-	-	1,056.39	1.00	-	0.25	1,057.64
Disputed:							
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-	-
Total	**-**	**-**	**1,120.50**	**8.03**	**-**	**0.25**	**1,128.78**

Ageing schedule for trade payables outstanding as at March 31, 2025:

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				
			Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
Undisputed:							
(i) MSME	-	-	155.36	1.79	-	-	157.15
(ii) Others	-	-	503.41	-	-	0.25	503.66
Disputed:							
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-	-
Total	**-**	**-**	**658.77**	**1.79**	**-**	**0.25**	**660.81**

28 Current liabilities - Financial liabilities - Others

Particulars	As at March 31, 2026	As at March 31, 2025
Creditors for capital goods - Non MSME ^	10.31	0.00
Creditors for capital goods - MSME (Refer Note 27)	-	3.68
Creditors for expenses	73.77	59.54
Security Deposit	3.03	2.88
Dividend Payable	-	168.42
Director Sitting Fees Payable	0.68	0.53
Employee benefits payable	5.47	8.45
Total	**93.24**	**243.49**

^ represents value less than 0.01 million

29 Current liabilities - Others

Particulars	As at March 31, 2026	As at March 31, 2025
Statutory dues Payable*	299.07	284.76
Contract liabilities	25.29	26.27
Other Liability – Corporate Gaurantee	8.67	12.20
Book Overdraft	-	54.13
Advance for sale of assets	3.09	6.40
Provision for expenses	55.75	31.39
Total	**391.88**	**415.15**

* Statutory dues payable are in the nature of income tax deducted at source, tax collect at source, professional tax, goods and service tax and contribution to provident fund and employee state insurance corporation.

30 Current liabilities - Provisions

Particulars	As at March 31, 2026	As at March 31, 2025
Provision for gratuity (refer note 46)	-	-
Provision for leave encashment (refer note 46)	0.22	-
Total	**0.22**	**-**

31 Current liabilities - Current tax liabilities

Particulars	As at March 31, 2026	As at March 31, 2025
Provision for tax (net of taxes paid)	19.34	48.82
Total	**19.34**	**48.82**

32 Revenue from operations

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Revenue from contracts with customer		
Sale of goods	4,882.18	4,195.91
Sale of services	689.27	533.09
Total (A)	**5,571.45**	**4,728.99**
Other operating revenues		
Scrap sales	16.97	14.96
Export Benefits Earned	0.09	-
Total (B)	**17.05**	**14.96**
Total revenue from operations (A+B)	**5,588.50**	**4,743.96**

33 Other income

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Interest income under the effective interest method on		
- loan to others	15.35	27.69
- loan given to related parties (Refer Note No. 47)	70.07	36.89
- term deposits	59.96	98.09
- security deposits	1.90	1.73
Interest Income from customers	0.67	16.37
Net gain/(loss) on foreign currency transaction and translation	-	4.07
Net gain on sale of Property, Plant & Equipment	15.27	56.25
Net Gain on Termination of Lease	0.22	0.26
Net gain on sale of investment property	5.71	39.61
Insurance claim	0.03	5.20
Rent income	8.86	8.90
Dividend income	6.12	6.12
Miscellaneous income	12.21	8.25
Total other income	**196.37**	**309.43**

34 Impairment gain on financial assets

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Impairment gain on financial assets	-	-
Total impairment gain	**-**	**-**

35 Purchases of Goods and Services

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Purchase of goods and services	2,236.75	1,876.08
Total	**2,236.75**	**1,876.08**

36 Cost of material consumed

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Cost of material consumed:		
- Opening stock of raw materials	167.09	105.47
- Add: Purchases of raw materials	591.05	396.24
- Less: Closing stock of raw materials	(229.16)	(167.09)
Total Cost of Material Consumed	**528.97**	**334.62**

37 Changes in inventories

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Inventories at the beginning of the year		
- Finished goods & Stock in trade	327.42	324.63
- Project Work-in-progress	138.25	138.25
- Work-in-progress	4.45	-
	470.13	**462.88**
Less: Inventories at the end of the year		
- Finished goods & Stock in trade	(364.38)	(327.42)
- Project Work-in-progress	(163.36)	(138.25)
- Work-in-progress	(21.08)	(4.45)
	(548.82)	**(470.13)**
Net decrease /(Increase)	**(78.69)**	**(7.25)**

38 Employee benefits expense

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Salaries, wages and bonus	382.18	325.59
Contribution to provident and other funds (refer note 46)	26.89	22.30
Gratuity (refer note 46)	3.63	3.02
Leave Encashment Expenditure (refer note 46)	6.73	-
Directors' remuneration	61.91	57.60
Staff welfare expenses	22.90	37.09
Total employee benefits expense	**504.24**	**445.60**

39 Finance costs

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Interest expense on financial liabilities, measured at amortized cost on		
- bank overdraft	26.61	25.66
- term loan	5.56	7.41
Other borrowing costs	18.87	5.08
Interest expense on lease liabilities	39.77	32.22
Total finance costs	**90.81**	**70.37**

40 Depreciation and amortization expense

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Depreciation on property, plant and equipment	124.85	60.39
Depreciation on right-of-use asset	57.25	19.23
Depreciation on Investment property	3.21	6.10
Total depreciation and amortization expense	**185.31**	**85.72**

41 Impairment losses on financial assets

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Impairment loss on trade receivables arising from contracts with customer	4.40	3.80
Total impairment loss	**4.40**	**3.80**

42 Other expenses

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Bank charges	1.56	0.78
Brokerage expenses	-	3.05
Commission	1.50	1.15
Computer expenses	0.50	0.48
Corporate Social Responsibility (Refer note 54)	32.04	27.67
Donation	0.31	0.90
Director Sitting Fees	0.75	0.59
Electricity expenses	12.25	4.12
Guest house expenses	0.36	0.48
Inspection charges	2.06	5.49
Interest & penalty on delay payment and filling	0.70	2.28
Insurance	7.64	7.64
Labour charges	4.70	1.13
Legal & professional fees	109.11	109.19
Lodging expenses	40.37	46.82
Marketing and Business Promotion	53.19	54.68
Miscellaneous expenses	5.78	22.20
Net (gain)/loss on foreign currency transaction and translation	27.83	-
O & M expenses	38.50	25.00
Packing & forwarding expenses	0.89	0.38
Payment to auditors (Refer note 42.a)	2.94	2.19
Postage & courier	1.83	1.37
Printing & stationery expenses	2.93	2.45
Profession Tax- Director	0.02	0.01
Profession Tax- Company ^	0.00	0.00
Rates & taxes	3.68	15.42
Recruitment charges	0.43	0.23
Rent	6.12	1.35
Repair and maintenance	19.07	33.30
Security charges	2.82	3.64
Site expenses	9.11	5.82
Subscription expenses	9.67	4.53
Telephone & Internet charges	2.47	1.50
Transportation charges	59.73	52.50
Travelling & conveyance	44.98	48.12
Vehicle expenses	3.05	3.49
Total other expenses	**508.91**	**489.92**

^ represents value less than 0.01 million

42.a Payment to auditors

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
As auditor:		
Statutory audit	2.46	2.19
In other capacity:		
Certifications	0.23	-
Out of Pocket Expenses	0.25	-
Total	**2.94**	**2.19**

43 Income tax

(A) Current tax expense

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Current tax charge	486.12	459.51
Deferred tax charge /(income)	(23.34)	(0.73)
Income tax expense reported in the statement of profit or loss	**462.79**	**458.78**

(B) Deferred tax relates to the following:

Particulars	As at March 31, 2026	As at March 31, 2025
Deferred tax assets		
On property, plant and equipment	13.42	-
On investment property	4.58	4.33
On acquisition of Financial Assets	8.35	8.35
On gratuity provision and other disallowances	8.16	8.44
On expected credit loss for trade receivables	25.45	24.35
	59.97	**45.47**
Deferred tax liabilities		
On property, plant and equipment	-	4.71
On Financial Instruments	0.04	0.05
On lease arrangements as per Ind AS 116	0.93	5.05
	0.97	**9.81**
Deferred tax asset /liabilities (net)	**59.00**	**35.66**

(C) Income tax expense charged to OCI

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Items that will not be reclassified to profit or loss		
Net loss/(gain) on remeasurements of defined benefit liability (asset)	(0.56)	1.15
Income tax charged to OCI	**(0.56)**	**1.15**

(D) Reconciliation of effective tax rate

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Profit before tax from continuing operations	1,804.18	1,754.52
Tax using the Company's domestic tax rate	454.08	441.58
Tax effect of:		
- Non-deductible expenses	8.14	6.96
Others	23.91	10.97
Deferred tax impact	(23.34)	(0.73)
Income tax expense	**462.79**	**458.78**
Effective Tax Rate	**25.65**	**26.15**

Movement in deferred tax balances

For year ended March 31, 2026:

Particulars	Opening Balance	Recognized through Profit or Loss	Recognized in OCI	Closing Balance
Tax effect of items constituting deferred tax asset				
On property, plant and equipment	(4.71)	18.14	-	13.42
On investment property	4.33	0.25	-	4.58
On acquisition of Financial Assets	8.35	0.00	-	8.35
On gratuity provision	8.44	(0.28)		8.16
On expected credit loss for trade receivables	24.35	1.11	-	25.45
	40.75	**19.21**	**-**	**59.97**
Tax effect of items constituting deferred tax liabilities				
On lease arrangements as per Ind AS 116	5.05	(4.12)		0.93
On Financial Instruments	0.05	(0.01)	-	0.04
	5.10	**(4.13)**	**-**	**0.97**
Net Deferred Tax Asset /(Liabilities)	**35.66**	**23.34**	**-**	**59.00**

For year ended March 31, 2025:

Particulars	Opening Balance	Recognized through Profit or Loss	Recognized in OCI	Closing Balance
Tax effect of items constituting deferred tax asset				
On investment property	7.46	(3.14)	-	4.33
On acquisition of Financial Assets	6.44	1.92	-	8.35
On gratuity provision	(0.10)	8.54		8.44
On expected credit loss for trade receivables	23.39	0.96	-	24.35
	37.19	**8.28**	**-**	**45.47**
Tax effect of items constituting deferred tax liabilities				
On property, plant and equipment	7.59	(2.88)	-	4.71
On lease arrangements as per Ind AS 116	(5.39)	10.44		5.05
On Financial Instruments	0.06	(0.02)		0.05
	2.26	**7.55**	**-**	**9.81**
Net Deferred Tax Asset /(Liabilities)	**34.93**	**0.73**	**-**	**35.66**

The company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the year over which deferred income tax assets will be recovered.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent hat it is probable that future taxable profits will be available against which they can be used.

44 Earnings per share ("EPS")

Basic EPS is calculated by dividing the profit /(loss) for the year attributable to equity holders by the weighted average number of equity shares outstanding during the years.

Diluted EPS are calculated by dividing the profit /(loss) for the year attributable to equity holders 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.

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Profit for the year for basic and diluted EPS (A)	1,341.39	1,295.74
Weighted average number of equity shares outstanding for calculating basic and diluted EPS (B)	9,34,11,270	9,34,11,270
Earnings per share (Rs.) - Basic (face value of Rs. 2 per share) (A/B)	**14.36**	**13.87**
Earnings per share (Rs.) - Diluted (face value of Rs. 2 per share) (A/B)	**14.36**	**13.87**

Pursuant to the issue of bonus shares and share split during the year ended March 31, 2025, the weighted average number of equity shares and earnings per share of the previous years has been accordingly re-stated.

45 Contingent liabilities and commitments

I. Claims against the company not acknowledged as debts

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Corporate guarantees given for subsidiaries	3,104.10	841.10
Total Contingent Liabilities	**3,104.10**	**841.10**

II. Capital commitments

There are no capital commitments for the company as on March 31, 2026 and March 31, 2025.

46 Employee benefits

I. Defined Contribution Plans

Employer's Contribution to Provident fund and ESIC

(a) During the year, the Company's contribution to Provident Fund and ESIC is recognized in the statement of Profit and loss under the head Employee Benefit Expense.

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Employer's contribution to Provident Fund and other funds	26.89	22.30

II. Defined benefit plans

A. Every employee is entitled to the benefit equivalent to 15 days of total gross salary last drawn for each completed year of service. Gratuity is payable to all eligible employees of the company on retirement or separation or death or permanent disablement in terms of the provisions of the payment of Gratuity Act.

Particulars	Gratuity (Funded)	
	As at March 31, 2026	As at March 31, 2025
I) Reconciliation in present value of obligation (PVO)		
Defined benefit obligation:		
Liability at the beginning of the year	44.13	39.90
Interest cost	2.94	2.83
Current service cost	3.57	3.10
Past Service Cost	0.06	-
Benefits paid	(6.75)	(6.46)
Employer's contribution	-	-
Actuarial loss on obligations	-	-
Actuarial (gain) /loss - Financial Assumptions	(4.08)	1.19
Actuarial (gain) /loss - Experience	2.14	3.56
Liability at the end of the year	**42.01**	**44.13**
II) Change in fair value of plan assets:		
Fair value of plan assets at the beginning of the year	42.55	40.30
Expected return on plan assets	2.95	2.91
Interest income plan assets	-	-
Employer contributions	6.62	5.60
Benefits paid	(6.75)	(6.46)
Actuarial gain /(loss) on plan assets	0.26	0.20
Funded status	**45.63**	**42.55**
III) Expenses recognized in the Statement of Profit & Loss:		
Current service cost	3.57	3.10
Past service cost	0.06	-
Net interest costs	(0.01)	(0.08)
Other expenses /adjustments	-	
Components of defined benefit cost recognized in Profit and Loss	**3.63**	**3.02**
IV) Expenses recognized in the Other Comprehensive Income:		
Actuarial (gain) /loss	(2.21)	4.56
Total	**(2.21)**	**4.56**
V) Included in Other Comprehensive Income		
Amount recognized in OCI, beginning of the year	14.71	10.15
Remeasurements due to:		
Effect of change in financial assumptions	(4.08)	1.19
Effect of change in demographic assumptions	-	3.56
Effect of experience adjustments	2.14	-
Return on plan assets (excluding interest)	(0.26)	(0.20)
Total remeasurements recognized in OCI	(2.21)	4.56
Amount recognized in OCI, end of the year	**12.50**	**14.71**

VI) Net liability recognized in the Balance Sheet

	As at March 31, 2026	As at March 31, 2025
Fair value of plan assets at the end of the year	45.63	42.55
Liability at the year end	(42.01)	(44.13)
Amount recognized in the Balance Sheet	**3.61**	**(1.58)**

VII) Category of assets as at the end of the year:

	As at March 31, 2026	As at March 31, 2025
Insurer managed fund (%)	100.00	100.00
(Fund is managed by LIC as per Insurance Regulatory & Development Authority guidelines)		

VIII) Actuarial Assumptions

	Year Ended March 31, 2026	Year Ended March 31, 2025
Discount rate (%)	7.83%	6.93%
Expected salary increase rate (%)	5.00%	5.00%
Mortality rate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate
Retirement age	60 years	60 years

IX) Experience adjustments

	As at March 31, 2026	As at March 31, 2025	As at March 31, 2024	As at March 31, 2023	As at March 31, 2022
Present value of defined benefit obligation	42.01	44.13	39.90	33.76	24.02
Fair value of plan assets	45.63	42.55	40.30	22.56	22.46
(Surplus)/Deficit in the plan	(3.61)	1.58	(0.40)	11.20	1.56
Experience adjustments on:					
On plan liability	2.14	3.56	0.63	7.70	0.94
On plan asset	0.26	0.20	0.10	(0.30)	(0.15)

X) Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation as shown below.

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Increase in		
Discount rate (1% movement)	38.12	40.10
Future salary growth (1% movement)	44.67	46.88
Decrease in		
Discount rate (1% movement)	46.59	48.87
Future salary growth (1% movement)	39.45	41.64

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting year.

XI) Expected future cash flows

The expected contributions for the defined benefit plan for the next financial years are mentioned below:

Expected future benefit payments	As at March 31, 2026	As at March 31, 2025
Year 1	1.48	3.38
Year 2	1.55	1.44
Year 3	8.95	3.32
Year 4	1.48	8.60
Year 5	1.55	1.33
Year 6-10	19.82	13.10
Above 10 years	80.02	72.98
Average Expected Future Working life (in years)	**19.70**	**18.67**

The trustees of the plan have outsourced the investment management of the fund to an insurance company. The insurance company in turn manages these funds as per the mandate provided to them by the trustees and the asset allocation which is within the permissible limits prescribed in the insurance regulations. Due to the restrictions in the type of investments that can be held by the fund, it may not be possible to explicitly follow an asset-liability matching strategy to manage risk actively in a conventional fund.

(B) Every employee is entitled to the benefit equivalent to leave balance multiplied by Monthly Basic Salary divided by 30. All employee are entitled to 15 days leave with maximum accumulation limit of 60 days.

Particulars	Leave Encashment (Unfunded)	
	As at March 31, 2026	As at March 31, 2025
I) Reconciliation in present value of obligation (PVO)		
Defined benefit obligation:		
Liability at the beginning of the period	-	-
Interest cost	-	-
Current service cost	6.73	-
Benefits paid	(0.09)	-
Actuarial (gain) /loss - Financial Assumptions	-	-
Actuarial (gain) /loss - Experience	-	-
Liability at the end of the period	**6.64**	**-**
II) Expenses recognized in the Statement of Profit & Loss:		
Current service cost	6.73	-
Net interest costs	-	-
Components of defined benefit cost recognized in Profit and Loss	**6.73**	**-**
III) Expenses recognized in the Other Comprehensive Income:		
Actuarial (gain) /loss	-	-
Total	**-**	**-**
IV) Included in Other Comprehensive Income		
Amount recognized in OCI, beginning of the period	-	-
Remeasurements due to:		
Effect of change in financial assumptions	-	-
Effect of experience adjustments	-	-
Total remeasurements recognized in OCI	-	-
Amount recognized in OCI, end of the period	**-**	**-**
V) Net liability recognized in the Balance Sheet		
Liability at the period end	6.64	-
Fair value of plan assets at the end of the period	-	-
Amount recognized in the Balance Sheet	**6.64**	**-**

Particulars	As at March 31, 2026	As at March 31, 2025
VI) Actuarial Assumptions		
Discount rate (%)	7.83%	0.00%
Expected rate of return on plan assets (%)		
Expected salary increase rate (%)	5.00%	0.00%
Mortality rate	IALM (2012-14) Ultimate	-
Retirement age	60 years	-
VII) Experience adjustments		
Present value of defined benefit obligation	6.64	-
Fair value of the plan assets	-	-
(Surplus)/Deficit in the plan	-	-
Experience adjustments on:		
On plan liability	-	-

VIII) Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation as shown below.

Particulars	As at March 31, 2026	As at March 31, 2025
Increase in		
Discount rate (1% movement)	6.01	-
Future salary growth (1% movement)	7.44	-
Decrease in		
Discount rate (1% movement)	7.39	-
Future salary growth (1% movement)	5.96	-

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

IX) Expected future cash flows

The expected contributions for the defined benefit plan for the next financial periods are mentioned below:

Expected future benefit payments	As at March 31, 2026	As at March 31, 2025
Year 1 ^	0.22	-
Year 2 ^	0.23	-
Year 3 ^	1.71	-
Year 4 ^	0.20	-
Year 5 ^	0.21	-
Year 6-10 ^	3.16	-
Above 10 years	14.13	-
Average Expected Future Working life (in years)		

^ It represents value less than 0.01 million

47 Related party disclosures

1 Names of related parties and nature of relationship:

Nature of relationship	Name of the related party
Subsidiary Companies	Chavare Engineering Private Limited
	Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)
	Vasudha Waste Treatment Private Limited
	SFC Umwelttechnik Gmbh
	SFC Ekotechnika S.r.o
	Fine Aeration Systems Private Limited
	Hindustan Waste Treatment Private Limited
	Pentagen Biofules Private Limited
	Nanded Biofuels Private Limited
	IST- Anlagenbau GmbH
Subsidiary	Chavare Engineering & Endress Plus Hauser JV
Associates	Turbomax India Private Limited
Joint Ventures	Endress + Hauser & Chavare Engineering (JV) Private Limited
Key management personnels (KMP)	Sandeep Sudhakar Asolkar (Chairman & Managing Director)
	Sarvesh Kumar Garg (Executive Director)
	Saketchandrasingh Pratapsingh Dhandoriya (Executive Director (w.e.f. September 05, 2024))
	Mandar Dinkar Desai (Chief Executive Officer (w.e.f. August 14, 2024))
	Amit Anil Sawant (Chief Financial Officer (w.e.f. August 14, 2024))
	Shweta Deshpande
	Prachiti Asolkar (Executive Director (w.e.f March 24, 2026))
Relatives of KMP	Prachiti Asolkar
	Shruti Mandar Desai
	Bhagyashree Anil Sawant
	Bhushan Raju Naik
Enterprise over which KMP have significant influence	Asolkar Tradecraft Pvt Ltd
	Konkan Mango Processing (Ratnagiri) Private Limited

47.1 Disclosure of transactions between the Company and Related parties and the status of outstanding balances as at period ending

(i) Transactions with related parties:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Revenue from Operations		
Sale of Goods		
Fine Aeration Systems Private Limited	211.17	73.69
Hindustan Waste Treatment Private Limited	114.64	23.26
Vasudha Waste Treatment Private Limited	6.59	27.14
SFC Umwelttechnik GmbH	3.66	-
Sale of Services		
Hindustan Waste Treatment Private Limited	36.62	71.30
Vasudha Waste Treatment Private Limited	1.20	41.20
Other Income		
Interest on unsecured loan		
Fine Aeration Systems Private Limited	9.80	14.37
Hindustan Waste Treatment Private Limited	37.73	1.79
Vasudha Waste Treatment Private Limited	21.17	20.73
SFC Umwelttechnik GmbH	1.37	-
Dividend Received		
Chavare Engineering Private Limited	6.12	6.12
Reimbursement of Expenses - Income		
Hindustan Waste Treatment Private Limited	0.19	-
Sustainyx Smart Solution Private Limited	0.02	-
Corporate Guarantee		
Chavare Engineering Private Limited	2.20	2.20
Vasudha Waste Treatment Private Limited	4.56	5.41
Pentagen Biofules Private Limited	0.52	0.55
Hindustan Waste Treatment Private Limited	4.87	-
Rent and Infrastructure		
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	0.24	0.24
Turbomax India Private Limited	0.18	0.18

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Expenditure		
Purchase of Goods		
Chavare Engineering Private Limited	55.87	81.52
Fine Aeration Systems Private Limited	419.64	366.57
Turbomax India Private Limited	27.52	11.12
Procurement of Services		
Turbomax India Private Limited	5.29	4.66
IST -Anglagenbau GmBH	2.26	-
SFC Umwelttechnik GmbH	11.63	-
Purchase of Fixed Assets		
Fine Aeration Systems Private Limited	-	0.41
Chavare Engineering Private Limited	0.11	
Transactions with related parties:		
Repairs & Maintenance Expenses/Site Sxpenses		
Chavare Engineering Private Limited	5,507.04	-
Turbomax India Private Limited	-	4.66
Reimbursement of Expenses		
IST -Anglagenbau GmBH	1.99	-
Directors Remuneration and Incentives		
Sandeep Sudhakar Asolkar	42.11	41.45
Sarvesh Kumar Garg	11.83	11.83
Saketchandrasingh Pratapsingh Dhandoriya	11.83	6.90

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Salary		
Prachiti Sandeep Asolkar	6.08	1.33
Mandar Dinkar Desai	14.35	8.15
Amit Anil Sawant	5.64	3.35
Shweta Deshpande	1.33	0.98
Shruti Mandar Desai	3.34	0.75
Professional Fees		
Shruti Mandar Desai	-	1.10
Dividend Paid *		
Sandeep Sudhakar Asolkar	-	105.28
Sarvesh Kumar Garg	-	18.42
Saketchandrasingh Pratapsingh Dhandoriya	-	16.87
Mandar Dinkar Desai	-	0.15
Amit Anil Sawant	-	0.12
Asolkar Tradecraft Pvt. Ltd.	-	16.59
Bhagyashree Anil Sawant	-	0.03
Finance		
Loan Given (Payment) (excl Interest on Loan)		
Vasudha Waste Treatment Private Limited	296.40	122.20
Fine Aeration Systems Private Limited	6.50	23.50
Pentagen Biofules Private Limited	83.39	89.48
Hindustan Waste Treatment Private Limited	1,144.02	122.50
SFC Umwelttechnik GmbH	30.50	

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Loan Repaid (Received)		
Vasudha Waste Treatment Private Limited	178.50	305.59
Fine Aeration Systems Private Limited	66.39	9.95
Hindustan Waste Treatment Private Limited	297.60	147.93
Chavare Engineering Private Limited	-	24.70
Advance Paid		
SFC Umwelttechnik GmbH	-	9.24
Investments		
Purchase of Shares		
SFC Umwelttechnik GmbH	11.28	-
Pentagen Biofuels Pvt. Ltd	-	2.40
Hindustan Waste Treatment Private Limited	-	180.00
Vasudha Waste Treatment Private Limited	-	2.73
Investment in Shares		
Turbomax India Private Limited	122.50	40.43
IST -Anglagenbau GmBH	323.20	-

(ii) Balances with Related Parties

Particulars	As at March 31, 2026	As at March 31, 2025
Employee Benefit Payable		
Sandeep Sudhakar Asolkar	5.47	8.45
Trade Payables		
Chavare Engineering Private Limited	29.08	35.04
Fine Aeration Systems Private Limited	-	92.78
Turbomax India Private Limited	1.84	10.81
SFC Umwelttechnik GmbH	10.81	-
IST -Anglagenbau GmBH	0.25	-
Trade Receivable		
Chavare Engineering Private Limited	0.59	2.38
Hindustan Waste Treatment Private Limited	24.65	76.41
Vasudha Waste Treatment Private Limited	8.98	61.28
Fine Aeration Systems Private Limited	-	7.95
SFC Umwelttechnik GmbH	3.92	-
Pentagen Biofules Private Limited	0.15	3.70
Other Receivable		
Turbomax India Private Limited	0.21	0.21
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	1.06	0.78
SFC Umwelttechnik GmbH	1.37	-

Particulars	As at March 31, 2026	As at March 31, 2025
Short Term Loans & Advances		
Hindustan Waste Treatment Private Limited	947.51	67.13
Vasudha Waste Treatment Private Limited	342.11	205.16
Fine Aeration Systems Private Limited	99.60	150.67
SFC Umwelttechnik GmbH	32.70	-
Pentagen Biofules Private Limited	190.39	107.00
Advance to Supplier		
SFC Umwelttechnik GmbH	10.90	9.23
Investment in Shares		
Chavare Engineering Private Limited	81.60	81.60
Vasudha Waste Treatment Private Limited	10.50	10.50
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	0.10	0.10
Hindustan Waste Treatment Private Limited	551.95	551.95
Fine Aeration Systems Private Limited	0.51	0.51
Turbomax India Private Limited	200.17	77.67
Pentagen Biofules Private Limited	20.00	20.00
SFC Umwelttechnik GmbH	94.17	82.89
IST- Anlagenbau GmbH	323.20	-

(iii) Transactions & Balances of Corporate Guarantee

Particulars	As at March 31, 2026	As at March 31, 2025
Corporate guarantee given by SFC Environmental Technologies Limited for related parties:		
For Term Loan		
Amount sanctioned during the year		
a) Pentagen Biofuels Private Limited	-	-
b) Vasudha Waste Treatment Private Limited	-	-
Closing balance of the term loan at the end of the year		
a) Pentagen Biofuels Private Limited	13.90	17.85
b) Vasudha Waste Treatment Private Limited	412.70	498.30
For working capital facilities		
Amount sanctioned during the year		
a) Pentagen Biofuels Private Limited	-	-
b) Chavare Engineering Private Limited	-	-
c) Hindustan Waste Treatment Private Limited	2,450.00	
Amount of Sanctioned Facility at the end of the year		
a) Pentagen Biofuels Private Limited	7.50	36.00
b) Chavare Engineering Private Limited	220.00	220.00
c) Hindustan Waste Treatment Private Limited	2,450.00	-

The sitting fees and commission paid to non-executive and Independent directors is Rs. 0.75 (in Millions) (March 31, 2025: Rs. 0.59 (in Millions)).

Note: Personal guarantee have been given by Mr. Sandeep Sudhakar Asolkar for the loans/credit facilities availed by the Group. Refer Note 51 for the same.

** Dividend amounts for FY 2024-25 includes the interim dividend declared on March 30, 2025 by the Board of Directors which was paid in FY 2025-26.*

- The information given above, has been reckoned on The basis of information available with The Company and relied upon by the auditors.
- The transactions from related parties are made at terms equivalent to those that prevail in arm's length transactions.

48 Segment reporting

As per Ind AS 108- "Operating Segment", segment information has been provided under the Notes to Consolidated Financial Statements.

49 Fair values of financial assets and financial liabilities

The fair value of loans, cash and cash equivalents, trade receivables, other current financial assets, trade payables, short-term borrowings and other financial liabilities approximate the carrying amounts because of the short term nature of these financial instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security and term deposits are not significantly different from the carrying amount.

Financial assets that are neither past due nor impaired include cash and cash equivalents, security deposits, term deposits, and other financial assets.

Fair value hierarchy

The following is the hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:
- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

No financial assets/liabilities have been valued using level 1 fair value measurements.

The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

As at March 31, 2026

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Quoted Price in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Financial assets								
Investments - Non-current	-	-	1,282.20	1,282.20	-	1,282.20	-	1,282.20
Loans - Non-current	-	-	-	-	-	-	-	-
Other financial assets - Non-current	-	-	71.97	71.97	-	-	71.97	71.97
Trade receivables - Current	-	-	4,312.34	4,312.34	-	-	4,312.34	4,312.34
Cash and cash equivalents - Current	-	-	176.32	176.32	-	-	176.32	176.32
Other bank balance - Current	-	-	848.33	848.33	-	-	848.33	848.33
Loans - Current	-	-	1,806.25	1,806.25	-	-	1,806.25	1,806.25
Other Financial Asset - Current	2.05	-	54.29	56.34	-	2.05	52.24	54.29
Financial Liabilities								
Borrowings - Non-current	-	-	47.52	47.52	-	47.52	-	47.52
Lease liabilities - Non-current	-	-	400.58	400.58	-	-	400.58	400.58
Borrowings - Current	-	-	1,239.57	1,239.57	-	14.23	1,225.34	1,239.57
Lease liabilities - Current	-	-	44.37	44.37	-	-	44.37	44.37
Trade payables - Current	-	-	1,128.78	1,128.78	-	-	1,128.78	1,128.78
Other financial liabilities - Current	-	-	93.24	93.24	-	-	93.24	93.24

As at March 31, 2025

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Quoted Price in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Financial assets								
Investments - Non-current	-	-	825.22	825.22	-	825.22	-	825.22
Loans - Non-current	-	-	-	-	-	-	-	-
Other financial assets - Non-current	-	-	114.67	114.67	-	-	114.67	114.67
Trade receivables - Current	-	-	3,404.60	3,404.60	-	-	3,404.60	3,404.60
Cash and cash equivalents - Current	-	-	273.06	273.06	-	-	273.06	273.06
Other bank balance - Current	-	-	813.77	813.77	-	-	813.77	813.77
Loans - Current	-	-	710.02	710.02	-	-	710.02	710.02
Other Financial Asset - Current	-	-	57.47	57.47	-	-	57.47	57.47
Financial Liabilities								
Borrowings - Non-current	-	-	61.77	61.77	-	61.77	-	61.77
Lease liabilities - Non-current	-	-	444.95	444.95	-	-	444.95	444.95
Borrowings - Current	-	-	134.23	134.23	-	14.23	120.00	134.23
Lease liabilities - Current	-	-	41.35	41.35	-	-	41.35	41.35
Trade payables - Current	-	-	660.81	660.81	-	-	660.81	660.81
Other financial liabilities - Current	-	-	243.49	243.49	-	-	243.49	243.49

50 Risk management framework

The Company's principal financial liabilities comprises of borrowings, lease liabilities, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Company's operations. The Company's principal financial assets include investments, loans, trade receivables, cash and cash equivalents, other bank balances and other financial assets that derive directly from its operations. The Company is exposed preliminary to market risk, credit risk and liquidity risk. The Company's primary focus is to foresee the unpredictability of financial markets & seek to minimize potential adverse effects on its financial performance.

(A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: Foreign currency risk, interest rate risk and price risk. The Company's exposure to market risk is on account of foreign currency risk and interest rate risk.

(i) Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Company's exposure to the risk of changes in market interest rates relates primarily to the Company's borrowings with floating interest rates. The fixed rate borrowings are carried at amortised cost, hence, they are not subject to interest rate risk since the carrying amount and future cash flows will not fluctuate because of change in market interest rates. The exposure of the Company's borrowings to interest rate changes at the end of reporting period are as follows:

Particulars	As at March 31, 2026	As at March 31, 2025
Variable rate borrowings	651.75	196.00
Fixed rate borrowings	635.34	
Total	**1,287.09**	**196.00**

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, the Company's profit after tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Sensitivity	Impact on Equity	Impact on P&L
For the Year Ended March 31, 2026			
INR	+100	(4.88)	(4.88)
INR	-100	4.88	4.88
For year ended March 31, 2025			
INR	+100	(1.47)	(1.47)
INR	-100	1.47	1.47

(ii) Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Company's exposure to the risk of changes in foreign exchange rates relates primarily to the Company's operating activities (when revenue or expense is denominated in a different currency from the Company's functional currency.

The Company's exposure to currency risk (carrying amounts of the Company's foreign currency denominated monetary assets and monetary liabilities) at the end of the reporting period are as follows:

Exposure to currency risk	As at March 31, 2026	As at March 31, 2025
Financial Assets		
Net financial assets - USD	36.27	32.26
Net financial assets - Euro	36.90	0.04
Net financial assets - Other currencies	0.64	0.26
	73.82	**32.56**
Financial liabilities		
Net financial liabilities - USD	871.08	393.06
Net financial liabilities - Euro	113.78	33.34
Net financial liabilities - Other currencies	0.85	7.49
	985.70	**433.89**
Net exposure	**911.89**	**401.33**

Foreign currency sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in foreign currency, with all other variables held constant relating to unhedged foreign currency exposure. The sensitivity analysis includes only outstanding foreign currency denominated monetary items and adjusts their translation at the period end for a 10% change in the foreign currency rates. The impact on the Company's profit after tax is as follows:

Particulars	Effect on profit after tax		Effect on Equity	
	Strengthening of Foreign Currency	Weakening of Foreign Currency	Strengthening of Foreign Currency	Weakening of Foreign Currency
As at March 31, 2026				
USD (10% Movement)	(62.47)	62.47	(62.47)	62.47
EURO (10% Movement)	(5.75)	5.75	(5.75)	5.75
Other currencies (10% Movement)	(0.02)	0.02	(0.02)	0.02
As at March 31, 2025				
USD (10% Movement)	(27.00)	27.00	(27.00)	27.00
EURO (10% Movement)	(2.49)	2.49	(2.49)	2.49
Other currencies (10% Movement)	(0.54)	0.54	(0.54)	0.54

(B) Credit risk

Credit risk is the risk of financial loss arising from counterparty failure to repay or service debt according to the contractual terms and obligations. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk is controlled by analysing credit limits and credit worthiness of the customer on continuous basis to whom the credit has been granted. The financial instruments that are subject to concentration of credit risk principally consist of trade receivables and cash and bank equivalents.

To manage credit risk, the Company follows a policy of providing credit to its customers based on prevailing market credit terms. The credit limit policy is established considering the current economic trend of the industry in which the Company is operating. Also, the trade receivables are monitored on a periodic basis for assessing any significant risk of non-recoverability of dues and provision is created accordingly. These receivables are monitored on a periodic basis for assessing any significant risk of non-recoverability of dues and provision is created accordingly.

The Company recognises lifetime expected credit losses on trade receivable using simplified approach by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in provision matrix.

The Movement in the allowance for impairment in respect of trade receivables during the period was as follows:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Opening Balance	96.73	92.93
Amounts written off	-	-
Provision for the year	4.40	3.80
Net measurement of loss allowance	4.40	3.80
Closing balance	**101.13**	**96.73**

(C) Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Company's objective is to maintain optimum levels of liquidity and to ensure that funds are available for use as per requirement.

The liquidity risk principally arises from obligations on account of financial liabilities viz. borrowings, lease liabilities, trade payables and other financial liabilities.

The finance department of the Company is responsible for liquidity and funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

Exposure to liquidity risk

The table below summarizes the maturity profile of the Company's financial liabilities:

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and include contractual interest payments and exclude the impact of netting agreements.

As at March 31, 2026	Within 1 year	1 to 5 years	More than 5 years	Total
Borrowings	1,239.63	47.62	-	1,287.24
Trade payables	1,128.78	-	-	1,128.78
Lease liabilities	80.51	314.10	209.85	604.45
Other financial liabilities	93.24	-	-	93.24
Total	**2,542.16**	**361.72**	**209.85**	**3,113.73**

As at March 31, 2025	Within 1 year	1 to 5 years	More than 5 years	Total
Borrowings	134.29	57.14	4.76	196.19
Trade payables	660.81	-	-	660.81
Lease liabilities	82.06	320.01	284.45	686.52
Other financial liabilities	243.49	-	-	243.49
Total	**1,120.65**	**377.15**	**289.21**	**1,787.01**

51 Secured Borrowing

i. The Company has entered into Term Loan facility from Axis Bank, for the purpose of purchase of commercial premises situated at 22nd Floor, the Ambience Court, Sector 19D, Vashi, Navi Mumbai-400 705. Loan amount is Rs 100 Mn. @ Repo + 2.25% for period of 84 months, repayable in monthly installment ending on July 2030. This credit facility is against primary security of collateral of office premises. This credit facility is also backed by personal guarantee of Mr. Sandeep Sudhakar Asolkar, director & promoter of the Company.

ii. Fund based working capital facilities from banks carry interest ranging from 7.25% to 9.55% per annum (March 31, 2025: 7.70% to 9.85% p.a.). The said facilities are against primary security of lien of fixed or time Deposits, primary hypothecation of current assets, guest houses, movable fixed assets, investment properties, collateral of office premises. The credit facility of the company is also backed by personal guarantee of Mr. Sandeep Sudhakar Asolkar, director & promoter of the Company.

iii. Bill discounted under letter of credit with usance period of upto 180 days

Particulars	As at March 31, 2026	As at March 31, 2025
Current	1,239.57	134.23
Non Current	47.52	61.77
TOTAL	**1,287.09**	**196.00**

52 Leases

As a Leasee

(i) The Company has entered into Finance Lease agreements as a lessee. Disclosure in respect of leases pursuant to Indian Accounting Standards 116 on 'Leases' pertaining to minimum lease rentals and the future minimum lease payments are as follows :

Right-of-Use Asset	As at March 31, 2026	As at March 31, 2025
Balance as at the beginning of the year	**521.43**	**65.92**
Additions during the current year	-	477.20
Deletions during the current year	(11.69)	(14.75)
Depreciation of ROU	(57.25)	(19.23)
Accumulated depreciation on disposal of ROU	10.07	12.28
Balance as at the end of the year	**462.55**	**521.43**

Lease Liabilities	As at March 31, 2026	As at March 31, 2025
Current	44.37	41.35
Non-current	400.58	444.95
Total Lease Liabilities	**444.95**	**486.29**

(ii) Following are the carrying value of right of use assets for period ended March 31, 2026 and Year Ended March 31, 2025. Please refer note no.6 for detailed presentation of fair value of right of use assets.

(iii) Impact of adoption of Ind AS 116 is as follows:

	Year Ended March 31, 2026	Year Ended March 31, 2025
Decrease in lease rentals by	(79.29)	(66.48)
Increase in finance cost by	39.77	32.22
Increase in depreciation by	57.25	19.23
Gain on termination of lease	0.22	0.26
Net impact on profit/loss	**17.95**	**(14.77)**

(iv) Maturity analysis of lease liabilities – contractual undiscounted cash flows:

	As at March 31, 2026	As at March 31, 2025
Less than one year	80.51	82.06
One to five year	314.10	320.01
More than five year	209.85	284.45
Total undisclounted lease liabilities as at	**604.45**	**686.52**

(v) The total cash outflow for leases for period ended

	Year Ended March 31, 2026	Year Ended March 31, 2025
General description of leasing agreements: Leased assets: Buildings & Motor Vehicle Future lease rentals are determined on the basis of agreed terms. At the expiry of lease terms, the Company has an option to return the assets or extend the term by giving notice in writing. Lease agreements are generally cancellable and are renewable by mutual consent on mutually agreed terms.	79.29	66.48

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SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

53 Ratio analysis

Ratios	Numerator	Denominator	March 31, 2026	March 31, 2025	% Variation	Remarks
Current Ratio (times)	Current assets	Current Liabilities	2.85	3.94	-27.61%	Mainly due to relative increase in working capital (primarily trade receivables, borrowing and loans & advances)
Debt to Equity Ratio (times)	Total Debt	Shareholder's Equity	0.17	0.03	438.35%	Mainly due to increase in Borrowing
Debt Service Coverage Ratio (times)	Earnings available for debt service	Debt Service*	63.52	56.76	11.90%	NA
Return on Equity Ratio (%)	Net profit after taxes	Average Shareholder's Equity	19.78%	23.06%	-14.21%	NA
Inventory Turnover Ratio (times)	Revenue from contracts with customer	Average Inventory	7.87	7.85	0.36%	NA
Trade receivable Turnover Ratio (times)	Revenue from contracts with customer	Average Trade receivable	1.44	1.52	-5.08%	NA
Trade payable Turnover Ratio (times)	Purchases	Average Trade Payables	3.16	2.78	13.64%	NA
Net capital turnover ratio (times)	Revenue from operations	Working Capital	1.04	1.05	-1.04%	NA
Net profit ratio (%)	Net profit after taxes	Revenue from operations	24.00%	27.31%	-12.12%	NA
Return on capital employed (%)	Earning before interest and taxes	Capital Employed	21.68%	28.94%	-25.08%	Mainly due to increase in Borrowing
Return on investment (%)	Income from Marketable Securities and Fixed Deposits	Average Marketable Securities and Fixed Deposits	6.58%	7.27%	-9.44%	NA

** only consists of Interest expense on Financial liabilities measured at amortized cost*

54 Corporate Social Responsibility

Particulars	Remarks
Average net profit of the Company for last three financial years.	1,601.74
Prescribed CSR Expenditure (two percent. of the amount as in item 3 above).	32.03

A. Gross Amount required to be spent by the Group during the year: Rs. 32.03 (in Millions)

B. Amount spent during the year:

Particulars	In Cash/Bank	Yet to be paid in Cash/Bank	Total
(i) Construction/acquisition of any assets	-	-	-
(ii) On purpose other than (i) above	**32.04**	**-**	**32.04**

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
(a) Amount required to be spent by the company during the Year	32.03	27.71
(b) Excess Spend of previous year/s utilised (refer (f) below)	(0.08)	(0.12)
(c) Spend obligation for the year	**31.95**	**27.59**
(d) Amount of expenditure incurred	32.04	27.67
(e) Shortfall/(Excess) at the end of the year (c - d)	(0.09)	(0.08)
(f) Reason for shortfall	NA	NA
(g) Nature of CSR activities	Contribution to promoting education & health care and contribution to Prime Minister's National Relief Fund	Contribution to promoting education & health care
(h) Details of related party transactions	NA	NA
(i) Provision for CSR	NA	NA
(j) Carried Forward For next year (e)	**0.09**	**0.08**

55 The Company has obtained various borrowings against security of current assets. The Company has submitted various documents to the bank, the details of which are summarised below:

As at March 31, 2026

Name of Bank/ Financial Institution	Quarter	Particulars of Securities Provided	Amount as per books of account	Amount as reported in the quarterly return/statement	Amount of difference	Reason for difference
ICICI Bank, Kotak Bank and Axis Bank	Jun-25	Debtors	1,916.94	2,013.57	(96.63)	Refer note (i) (ii) (iii)
		Creditors for Goods	271.53	465.55	(194.02)	
		Closing Stock	770.22	621.37	148.84	
	Sep-25	Debtors	1,548.42	1,812.98	(264.56)	
		Creditors for Goods	207.86	209.14	(1.29)	
		Closing Stock	860.73	654.47	206.27	
	Dec-25	Debtors	2,332.57	2,429.91	(97.34)	
		Creditors for Goods	389.83	391.39	(1.56)	
		Closing Stock	833.18	643.88	189.29	
	Mar-26	Debtors	4,312.34	4,559.93	(247.59)	
		Creditors for Goods	1,128.78	1,115.95	12.84	
		Closing Stock	777.98	681.90	96.08	

Notes

(i) In case of Debtors, amount reported in the quarterly return/statement does not include the impact of Expected Credit Loss (ECL) in all periods. Further, for the quarter ended September, certain reception from debtors were not considered and for the quarter ended March cheques in hand were considered while reporting in the quarterly return /statement.

(ii) In case of Creditors for Goods, amount reported in the quarterly return/statement includes few Creditor for expense in all periods. Further, for the quarter ended June, few creditor were reported twice resulting in duplication.

(iii) In case of Closing Stock, revaluation of stock as per relevant standards impact and work-in-progress (WIP) was not considered while reporting in the quarterly return /statement.

As at March 31, 2025

Name of Bank/ Financial Institution	Quarter	Particulars of Securities Provided	Amount as per books of account	Amount as reported in the quarterly return/statement	Amount of difference	Reason for difference
Bank of India, ICICI Bank, Kotak Bank and Axis Bank	Jun-24	Debtors	1,745.74	1,770.86	(25.12)	The difference arises from finalizing earlier provisional numbers upon year-end book closure and aligning stock valuation method with applicable Indian accounting standards
		Creditors	547.77	547.58	0.19	
		Closing Stock	584.69	449.90	134.79	
	Sep-24	Debtors	1,421.68	1,434.00	(12.32)	
		Creditors	109.50	108.69	0.81	
		Closing Stock	635.44	509.52	125.92	
	Dec-24	Debtors	1,488.98	1,487.39	1.59	
		Creditors	373.04	385.52	(12.49)	
		Closing Stock	886.36	723.42	162.93	
	Mar-25	Debtors	3,501.33	3,939.64	(438.31)	
		Creditors	660.81	634.84	25.96	
		Closing Stock	637.21	701.92	(64.71)	

56 Details of loans granted/securities provided to promotors, directors, KMPs and related parties

Particulars	Guarantees	Security	Loans
Aggregate amount granted/provided during the year			
- Subsidiaries	2,450.00	-	1,560.81
- Joint Ventures	-	-	-
- Associates	-	-	-
- Others	-	-	-
Balance outstanding as at balance sheet date in respect of above cases			
- Subsidiaries	3,104.10	-	1,612.32
- Joint Ventures	-	-	-
- Associates	-	-	-
- Others	-	-	-

Parties	Promoters	Related Parties
Aggregate amount of loans/advances in nature of loans	-	1,612.32
Repayable on Demand (A)	-	1,612.32
Agreement does not specify any terms or year of repayment (B)	-	-
Total (A+B)	**-**	**1,612.32**
Percentage of loans/advances in nature of loans to the total loans	**0.00%**	**89.26%**

57 Capital management

Capital includes equity attributable to the equity holders to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value. The Company manages its capital structure and makes adjustments to it, in light of changes in economic conditions or its business requirements. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during the year ended March 31, 2026 and the year ended March 31, 2025. The Company monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. Net debt is calculated as loans, borrowings and lease liabilities less cash and cash equivalents.

The amount managed as capital by the Company are summarised as follows:

Particulars	As at March 31, 2026	As at March 31, 2025
Borrowings	1,287.09	196.00
Lease Liability	444.95	486.29
Less: cash and cash equivalent	(176.32)	(273.06)
Net Debt	**1,555.72**	**409.24**
Total Equity	7,453.28	6,110.23
Capital and Net debt	**9,009.00**	**6,519.47**
Gearing Ratio	**0.17**	**0.06**

The Company's key objective in managing its financial structure is to maximize value for shareholders, reduce cost of capital, while at the same time ensuring that the Company has the financial flexibility required to continue its expansion.

58 Dividend

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Dividend on equity shares declared and paid during the year:		
Final dividend of Rs. NIL per equity share for year ended March 31, 2026 (March 31, 2025: Rs. NIL)	-	-
Interim dividend Rs. NIL per equity share for year ended March 31, 2026 (March 31, 2025: Rs. 22)*	-	311.37
Total	**-**	**311.37**

*During the financial year 2024-25, the Company had declared and paid two dividends amounting to a total of ₹22 per share — comprising an interim dividend of ₹20 per share in the month of June 2024 and ₹2 per share in the month of March 2025.

59 Revenue from contracts with customers

Contract Liabilities

Movement in contract Liabilities during the year:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Balance as at April 01	26.27	17.26
Balance as at March 31	25.29	26.27
Net increase/(decrease)	**(0.98)**	**9.01**

60 Other additional regulatory information

60.01 The Company has not revalued any property, plant & equipment nor any intangible assets.

60.02 The Company does not have any Benami property, where any proceeding has been initiated or pending against the Company for holding any Benami property.

60.03 The Company does not hold any intangible assets under development and accordingly, no ageing nor completion schedule is provided.

60.04 The Company has utilised borrowings from banks or financial institutions for the purpose for which it was obtained.

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

60.06 The Company does not have any transactions with struck off companies.

60.07 The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory year.

60.08 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

60.09 The Company has no such transaction which is 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.

60.10 The Company has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

60.11 The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

60.12 The Company has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Company shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

61 Any discrepancies in any amount in Financial Statement between the total and the sums of the amounts listed are due to rounding off. All figures in decimals have been rounded off to the second decimal.

62 Previous period figures have been regrouped/reclassified to confirm presentation as per Ind AS as required by Schedule III of the Act.

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

NOTES TO STANDALONE FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions)

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

1B, 1st Floor, Benefice Business House,
Mathuradas Mills Compound,
N. M. Joshi Marg, Lower Parel (W),
Mumbai - 400013, India.

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GBCA & Associates LLP
Chartered Accountants

INDEPENDENT AUDITOR'S REPORT

To

The Members of

SFC Environmental Technologies Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying Consolidated Financial Statements of SFC Environmental Technologies Limited ("the Company" or "the Holding Company"), its subsidiaries, its associates and its joint venture (collectively referred to as "the Group"), comprising of the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss (including other comprehensive income), consolidated statement of changes in equity and the consolidated Statement of Cash Flows for the year then ended and notes to consolidated financial statements, including a summary of the material accounting policies and other explanatory information ("the consolidated financial statements").
2. In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of reports of other auditors on separate financial statements and on the other financial information of the subsidiaries and joint ventures referred to in the "Other Matters" section below, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ("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 Companies (Indian Accounting Standards) Rules, 2015 as amended ("IND AS"), and other accounting principles generally accepted in India, of the consolidated state of affairs as at March 31, 2026, and their consolidated profit (including Other Comprehensive Income), their consolidated statement of changes in Equity and their consolidated cash flow for the year ended on that date.

Basis for Opinion

3. We conducted our audit of Consolidated Financial Statements in accordance with the Standards on Auditing ("SA's") specified under Section 143(10) of the Act. Our responsibilities under those SAs are further described in the "Auditor's Responsibilities for the Audit of the 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 financial statements under the provisions of the Act and the Rules made thereunder, and we have fulfilled our ethical responsibilities in accordance with these requirements and the ICAI's Code of Ethics. We believe that the audit evidence obtained by us and the audit evidence obtained by other auditor in terms of their report referred to in "Other Matters" section below is sufficient and appropriate to provide a basis for our opinion on the Consolidated Financial Statements.

Information other than the Consolidated Financial Statements and Auditor's Report Thereon ("Other Information")

4. The Holding Company's Board of Directors is responsible for other information. The other information comprises Board's Report including Annexures to Board's Report and such other disclosure related information but does not include the Consolidated Financial Statements, Standalone Financial Statement and our auditor's report thereon.
5. Our opinion on the Consolidated Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.
6. In connection with our audit of Consolidated Financial Statements, our responsibility is to read the other information, compare with the financial statement / financial information of subsidiaries, associates and joint ventures audited by other auditor, to the extent it relates to these entities and in doing so, place the reliance on the work of the other auditor and 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. Other information so far as it relates to the subsidiaries, joint ventures and associates, is traced from their financial statements / financial information audited by the other auditors.
7. 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 the fact. We have nothing to report in this regard.

Responsibility of Management for the Consolidated Financial Statements

8. The Holding Company's Management and Board of Directors are responsible for the matters stated in Section 134(5) of the Act, with respect to the preparation and presentation of these Consolidated Financial Statements that give a true and fair view of the consolidated financial position, consolidated financial performance including other comprehensive income, consolidated cash flows and consolidated changes in equity of the Group in accordance with the accounting principles generally accepted in India, including the IND AS specified under Section 133 of the Act.

9. 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 Company and for preventing and detecting frauds and other irregularities; selection of appropriate accounting software for ensuring compliance with applicable laws and regulations including those related to retention of audit log; 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 Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

10. In preparing the Consolidated Financial Statements, the respective Board of Directors of the companies included in the Group are responsible for assessing the respective 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 board of directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

11. Those respective board of directors of the companies included in the Group are also responsible for overseeing the financial reporting process of their respective companies.

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

12. 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 isa 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.

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

    a) 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.

    b) 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 Companies Act, 2013, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

    c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

    d) 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 ability of the Group 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.

    e) 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.

    f) Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group of which we are the independent auditors and whose financial information we have audited, 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 of the audits carried out by them. We remain solely responsible for our audit opinion.

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

15. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

16. 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.

17. 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 for the financial year ended March 31, 2026. 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 Matter

18. We have audited the special purpose financial statements and other financial information, in respect of one of the subsidiaries, whose special purpose financial statements include total assets of Rs. 0.88 (in Millions) as at March 31, 2026 and total revenues of NIL for the year ended on that date.

19. We did not audit the financial statements and other financial information, in respect of one of the subsidiaries, whose financial statements include total assets of Rs. 684.14 (in Millions) as at March 31, 2026, and total revenues of Rs. 999.22 (in Millions) and net cash outflows of Rs. 9.71 (in Millions) for the year ended on that date. These financial statements and other financial information have been audited by other auditor, whose report have been furnished to us by the management of the Company. Our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub- sections (3) and (11) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiary, is based solely on the report of such other auditor and the procedures performed by us as stated under Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section above.

20. The accompanying consolidated financial statements include unaudited financial statements and other unaudited financial information in respect of three subsidiaries, whose financial statements and other financial information reflect total assets of Rs. 314.93 (in Millions) as at March 31, 2026 and total revenues of Rs. 390.31 (in Millions) for the year ended on that date. These unaudited financial statements and other unaudited financial information have been certified and furnished to us by the management. These subsidiaries are located outside India whose unaudited financial statements and other unaudited financial information have been prepared in accordance with accounting principles generally accepted in their respective countries. The Holding Company's management has converted the financial statements of such subsidiaries located outside India from accounting principles generally accepted in their respective countries to accounting principles generally accepted in India. Our opinion, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub- sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiaries, is based solely on such unaudited financial statements and other unaudited financial information certified by the management. In our opinion and according to the information and explanations given to us by the Management, these financial statements and other financial information are not material to the Group.

21. The accompanying consolidated financial statements include special purpose audited financial statements and other financial information forming part of special purpose financial statement in respect of one of the subsidiaries, whose financial statements and other financial information reflect total assets of Rs. 109.68 (in Millions) as at March 31, 2026 and total revenues of Rs. 223.17 (in Millions) for the year ended on that date. These special purpose financial statements and other financial information formingpart of special purpose financial statement have been audited by other auditor, whose report have been furnished to us by the management of the Company. Our opinion, in so far as it relates to the amounts and disclosures included in respect of this subsidiary, and our report in terms of sub- sections (3) and (11) of Section 143 of the Act in so far as it relates to the aforesaid subsidiary, is based solely on the report of such other auditor and the procedures performed by us as stated under Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section above. Our opinion above on the consolidated financial statements, and our report on Other Legal and Regulatory 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 and other financial information certified by the concerned management, wherever applicable.

22. We did not audit the financial information of 1 joint venture, whose financial information reflect Group's share of net loss (including other comprehensive income) of Rs. 0.02 (in Millions) for the year ended March 31, 2026, as considered in the consolidated financial statements. The financial information of this joint venture have been audited by other auditors whose reports have been furnished to us by the Holding Company's Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these associates and joint ventures and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid associates and joint ventures is based solely on the reports of the other auditors.

23. Our opinion is not modified in respect of above matter.

Report on Other Legal & Regulatory Requirements

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

25. As required by Section 143(3) of the Act, based on our audit and on the consideration of report of the other auditors on separate financial statements and the other financial information of Group, as noted in the 'Other Matter' paragraph we report, to the extent applicable, that:

a. We have relied upon and 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 Company so far as it appears from our examination of those books and reports of the other auditor. The Group maintains backup of books of account and other relevant records in electronic mode on servers physically located in India at periodic intervals; however, such backups are not taken on a daily basis.

c. The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including the Statement of Other Comprehensive Income, the Consolidated Cash Flow Statement and Consolidated Statement of Changes in Equity dealt with by this Report are in agreement with the books of account maintained for the purpose of preparation of the consolidated financial statements;

d. In our opinion, the aforesaid Financial Statements comply with the IND AS specified under section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014, as amended.

e. On the basis of the 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 the Group (companies incorporated in India), none of the directors of the Group 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 and operating effectiveness of such controls, refer to our separate report in **'Annexure B'** which is based on auditor's report of the Group (companies incorporated in India). Our report expresses an unmodified opinion on the adequacy and operating effectiveness on internal financial controls over financial reporting of those companies;

g. With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of section 197(16) of the Act, as amended, in our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the company to its directors during the year is in accordance with the provisions of section 197 of the Act read with Schedule V of the Act and the rules thereunder.

h. The modification relating to the maintenance of accounts and other matters connected there with are as stated in the paragraph 25(b) above on reporting under Section 143(3)(b) and paragraph 25(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

i. 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 and based on the consideration of the report of the other auditors on separate financial statements and also the other financial information of the Group, as noted in the 'Other matter' paragraph:

i. The consolidated financial statements disclose the impact of pending litigations on its consolidated financial position of the Group, in its consolidated financial statements – Refer Note 50 to the consolidated financial statements;

ii. The consolidated financial statements did not have any material foreseeable losses in long-term contracts including derivative contracts during the year ended March 31, 2026;

iii. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Group (companies incorporated in India) during the year ended March 31, 2026.

(a) The respective Management of the Company, its subsidiaries incorporated in India, it's associates and it's joint venture has represented that, to the best of its knowledge and belief, as disclosed in the note to the consolidated financial statements, 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 person 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 management of the company, its subsidiaries incorporated in India, it's associates and it's joint venture has represented that, to the best of its knowledge and belief, as disclosed in the note to the consolidated financial statements, 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 person or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiary") 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 as provided under (a) and (b) above, contain any material misstatement.

v. The final dividend paid by the Holding Company during the year in respect of the same declared for the previous year is in accordance with section 123 of the Act to the extent it applies to payment of dividend. The dividend declared and paid during the year by the subsidiaries, associate and joint venture companies incorporated in India is in accordance with Section 123 of the Act.

vi. Based on our examination, which included test checks, the Holding Company the Holding Company, its subsidiary companies and associate company incorporated in India for year ended March 31, 2026 has used accounting software (Tally Prime Edit Log) for maintaining its books of account, which has a feature of recording audit trail (edit log) facility and the same has operated throughout the period. However, feature of recording audit trail (edit log) facility was not enabled at the database level to log any direct data changes to accounting software. We have been informed that in Tally Prime Edit Log, once edit log functionality is enabled even admin user has no right to disable the same. Based on our procedures performed for the accounting software, 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 statutory requirement for record retention.

For **G B C A & Associates LLP**

Chartered Accountants

Firm Registration No.: 103142W / W100292

Yogesh Amal

Partner

Membership No.: 111636

UDIN: 26111636KWHUGN9990

Place: Mumbai

Date: August 13, 2026

ANNEXURE A TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in Paragraph 24 under the heading of "Report on Other Legal & Regulatory Requirements' of our report to the Members of SFC Environmental Technologies Limited of even date)

xxi. According to the information and explanations given to us and based on our examination of the records of the Company, there have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order reports of the companies included in the consolidated financial statements.

For **G B C A & Associates LLP**

Chartered Accountants

Firm Registration No.: 103142W / W100292

Yogesh Amal

Partner

Membership No.: 111636

UDIN: 26111636HFNDCL9164

Place: Mumbai

Date: August 13, 2026

ANNEXURE B TO THE INDEPENDENT AUDITORS' REPORT

(Referred to in paragraph 25(f) under 'Report on Other Legal and Regulatory Requirements' section of our report to the Members of SFC Environmental Technologies Limited of even date)

Report on the Internal Financial Controls with reference to Consolidated Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Act

We have audited the Internal Financial Controls with reference to SFC Environmental Technologies Limited (hereinafter referred to as the "Holding Company") and it's subsidiaries, it's associates and joint ventures (collectively referred to as "the Group") as on March 31, 2026 in conjunction with our audit of the Consolidated Financial Statements of the company for the year ended on that date.

Opinion

In our opinion and to the best of our information and according to the explanation given to us and based on the consideration of reports of the other auditors and commensurate to the size and nature of the business, as referred to in the Other Matter paragraph, the Group (companies incorporated in India), have, in all material aspects, an adequate internal financial control system over financial reporting and such internal financial control over financial reporting were operating effectively as at March 31, 2026, based on the internal control over financial reporting criteria established by these entities, considering the essential components of internal control as stated in the Guidance Note on Audit of Internal Financial Control Over Financial Reporting ("Guidance Note") issued by the institute of Chartered Accountants of India ("ICAI").

Management's Responsibility for Internal Financials Controls

The respective Board of Directors of the entities contained in the Group are responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Group considering the essential components of internal control stated in the Guidance Note issued by 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 it's 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.

Auditors Responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to consolidated Financial Statement, which company are incorporated in India based on our audit. We have conducted our audit in accordance with the Guidance Note and the Standards on Auditing ("SA's"), issued by ICAI and deemed to be prescribed under section 143(10) of the Act, 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 with reference to consolidated financial statement and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statement 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 in the financial statements, whether due to fraud or error.

We believe that the audit evidence obtained by us and the other auditors in terms of their reports referred to in 'Other Matters' paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the Group (companies incorporated in India), internal financial controls system with reference to consolidated financial statement.

Meaning of Internal Financial Controls over Financial Reporting

Internal financial control with reference to consolidated financial statement is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statement 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 with reference to consolidated financial statement, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Consolidated financial statement to future periods are subject to the risk that the internal financial control with reference to consolidated financial statement may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Other Matters

Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness on the internal financial controls over financial reporting in so far as it relates to one subsidiary and one joint ventures which are Companies incorporated in India, is based on the corresponding reports of the auditors of such companies incorporated in India.

The internal financial controls with reference to consolidated financial statements in so far as it relates to three subsidiary companies, which are companies incorporated outside India and included in these consolidated financial statements, have not been audited either by us or by other auditors, in our opinion and according to the information and explanations given to us by the Management, such unaudited subsidiary companies are not material to the Group.

Our opinion is not modified in respect of these matters.

For **G B C A & Associates LLP**

Chartered Accountants

Firm Registration No.: 103142W / W100292

Yogesh Amal

Partner

Membership No.: 111636

UDIN: 26111636HFNDCL9164

Place: Mumbai

Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Consolidated Balance Sheet as at March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

	Particulars	Notes	As at March 31, 2026	As at March 31, 2025
	ASSETS			
1	**Non-current assets**			
(a)	Property, plant and equipment	5	655.92	675.51
(b)	Right-of-use assets	6	488.47	557.47
(c)	Capital work-in-progress	7	68.06	50.04
(d)	Investment property	8	58.89	71.04
(e)	Goodwill	9	303.22	28.08
(f)	Other Intangible Assets	10	16.21	72.60
(g)	Financial assets			
	(i) Investments	11	217.71	87.79
	(ii) Loans	12	109.11	101.07
	(iii) Trade Receivables	13	514.08	523.25
	(iv) Other financial assets	14	227.84	205.90
(h)	Deferred tax assets (net)	48	119.05	87.93
(i)	Income tax assets (net)	15	82.24	67.14
(j)	Other non-current assets	16	259.33	157.08
	Total Non-Current Assets		**3,120.13**	**2,684.89**
2	**Current assets**			
(a)	Inventories	17	1,251.40	975.83
(b)	Financial assets			
	(i) Loans	18	194.50	180.32
	(ii) Trade receivables	19	6,087.64	4,350.46
	(iii) Cash and cash equivalents	20	405.06	375.44
	(iv) Bank balances other than (iii) above	21	1,163.14	985.07
	(v) Other Financial Asset	22	275.60	181.93
(c)	Other Current Assets	23	736.80	260.78
	Total Current Assets		**10,114.15**	**7,309.84**
	Total Assets		**13,234.27**	**9,994.73**
	EQUITY AND LIABILITIES			
	Equity			
(a)	Equity share capital	24	186.82	186.82
(b)	Other equity	25	7854.91	6,300.00
	Total equity attributable to owners of the Parent		**8,041.73**	**6,486.82**
	Non-Controlling Interests		197.30	140.77
	Total equity		**8,239.03**	**6,627.59**
	Liabilities			
1	**Non-current liabilities**			
(a)	Financial liabilities			
	(i) Borrowings	26	390.89	494.93
	(ii) Lease liabilities	27	420.12	475.58
(b)	Provisions	28	63.20	58.24
(c)	Deferred tax liabilities (net)	48	82.32	90.44
	Total non-current liabilities		**956.54**	**1,119.19**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Consolidated Balance Sheet as at March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

2	**Current liabilities**			
(a)	Financial liabilities			
	(i) Borrowings	29	1,565.47	342.14
	(ii) Lease liabilities	30	69.92	55.93
	(iii) Trade payables			
	Total outstanding dues of micro and small enterprises	31	117.66	138.87
	Total outstanding dues of creditors other than micro and small enterprises	31	1,585.02	792.83
	(iv) Other financial liabilities	32	158.28	278.28
(b)	Other current liabilities	33	508.21	581.00
(c)	Provisions	34	8.34	0.24
(d)	Current tax liabilities (net)	35	25.79	58.67
	Total current liabilities		**4,038.70**	**2,247.95**
	Total liabilities		**4,995.24**	**3,367.14**
	Total equity and liabilities		**13,234.27**	**9,994.73**

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Consolidated Statement of Profit and Loss for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

	Particulars	Notes	Year Ended March 31, 2026	Year Ended March 31, 2025
I	**Income**			
	Revenue from operations	36	8,036.29	6,978.58
	Other income	37	176.43	291.06
	Impairment gain on financial assets	38	0.01	-
	Total income		**8,212.73**	**7,269.63**
II	**Expenses**			
	Purchases of Stock-in-trade	39	1,898.89	1,274.64
	Cost of Material Consumed	40	1,556.21	1,767.43
	Project Cost	41	759.75	287.49
	Changes in inventories	42	(199.72)	93.40
	Employee benefits expense	43	842.47	729.98
	Finance costs	44	148.64	133.71
	Depreciation and amortization expense	45	278.46	178.41
	Impairment loss on financial assets	46	8.36	7.46
	Other expenses	47	812.21	743.38
	Total expenses		**6105.27**	**5,215.91**
III	**Profit before share of profit of joint ventures and associate (I + II)**		**2107.46**	**2,053.73**
IV	Share of profit/(loss) of joint ventures and associate (Net)		7.42	(1.34)
V	**Profit before tax (III + IV)**		**2114.88**	**2,052.39**
VI	**Tax expense**			
	Current tax	48	566.40	534.99
	Deferred tax	48	(22.13)	6.82
	MAT Credit	48	(31.52)	(9.50)
	Total tax expense		**512.75**	**532.31**
VII	**Profit after Tax (V - VI)**		**1602.13**	**1,520.08**
VIII	**Profit for the year attributable to:**			
	• Owners of the Parent		1543.61	1,440.60
	• Non-controlling interests		58.52	79.49
	Other comprehensive income/(loss) (OCI)			
a)	**Items that will not be subsequently reclassified to profit or loss**			
	i) Remeasurement gain/(loss) of the defined benefit plans		1.16	(3.93)
	ii) Income taxes related to items that will not be reclassified to profit or loss		(0.06)	0.96
b)	**Items that may be reclassified to profit or loss**			
	i) Exchange differences on translating the financial statements of foreign operations		13.36	1.41
IX	**Total other comprehensive income/(loss)**		**14.45**	**(1.56)**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Consolidated Statement of Profit and Loss for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

	Other comprehensive income/(loss) for the year attributable to:			
	• Owners of the Parent		13.97	(1.95)
	• Non-controlling interests		0.48	0.38
X	**Total comprehensive income for the year**		**1616.58**	**1,518.52**
	Total comprehensive income for the year attributable to:			
	• Owners of the Parent		1557.58	1,438.65
	• Non-controlling interests		59.00	79.87
	Earnings per share face value of ₹2 each fully paid up :			
	Basic earnings per share (₹)	49	16.52	15.42
	Diluted earnings per share (₹)	49	16.52	15.42

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Statement of changes in equity for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

A. Equity share capital

Particulars	No. of shares	Amount	No. of shares	Amount
Balance as at April 01, 2025			9,34,11,270	186.82
Changes in equity share capital during the year	-	-	-	-
Balance as at March 31, 2026			**9,34,11,270**	**186.82**
Balance as at April 01, 2024			62,27,418	62.27
Changes in equity share capital during the year				
Split of Share	2,49,09,672	-		
Bonus Issue of Share	6,22,74,180	124.55	8,71,83,852	124.55
Balance as at March 31, 2025			**9,34,11,270**	**186.82**

B. Other equity

Particulars	Reserve and Surplus						Exchange differences on translation of foreign operations	Other Comprehensive Income	Total attributable to owners of the Parent	Non-Controlling Interests
	Securities Premium	Retained earnings	General Reserves	Capital Reserves	Gain on Bargain Purchase	Standard Reserve				
Balance as at April 01, 2025	-	6,205.52	0.02	21.40	58.41	0.03	26.28	(11.66)	6,300.00	140.77
Profit for the year	-	1543.61	-	-	-	-	-	-	1,543.60	58.52
Acquisition of Subsidiary*	-	(2.67)	-	-	-	-	-	-	(2.67)	12.02
Additions/(Utilisations) during the year	-	-	-	-	-	-	12.14	-	12.14	1.22
Disposal of NCI on additional investments	-	-	-	-	-	-	-	-	-	(8.61)
Re-measurement gain/(loss) of defined benefit plans (net of tax)	-	-	-	-	-	-	-	1.83	1.83	(0.74)
Total other comprehensive income for the year	**-**	**7746.47**	**0.02**	**21.40**	**58.41**	**0.03**	**38.41**	**(9.83)**	**7854.91**	**203.18**
Transactions with owners of the group										
– Contributions and Distributions										
Dividends	-	-	-	-	-	-	-	-	-	(5.88)
Balance as at March 31, 2026	**-**	**7746.47**	**0.02**	**21.40**	**58.41**	**0.03**	**38.41**	**(9.83)**	**7854.91**	**197.30**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Statement of changes in equity for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

Particulars	Reserve and Surplus						Exchange differences on translation of foreign operations	Other Comprehensive Income	Total attributable to owners of the Parent	Non-Controlling Interests
	Securities Premium	Retained earnings	General Reserves	Capital Reserves	Gain on Bargain Purchase	Standard Reserve				
Balance as at April 01, 2024	3.97	5,110.06	70.25	21.40	58.41	0.03	24.98	(8.42)	5,280.68	268.50
Profit for the year	-	1,440.60	-	-	-	-	-	-	1,440.60	79.49
Acquisition of Subsidiary*	-	16.59	-	-	-	-	-	-	16.59	-
Additions/(Utilisations) during the year	(3.97)	(50.34)	(70.24)	-	-	-	1.29	-	(123.25)	0.12
Disposal of NCI on additional investments	-	-	-	-	-	-	-	-	-	(201.72)
Re-measurement gain/(loss) of defined benefit plans (net of tax)	-	-	-	-	-	-	-	(3.24)	(3.24)	0.27
Total other comprehensive income for the year	**(0.00)**	**6,516.90**	**0.02**	**21.40**	**58.41**	**0.03**	**26.28**	**(11.66)**	**6,611.37**	**146.65**
Transactions with owners of the group										
Dividends	-	(311.37)	-	-	-	-	-	-	(311.37)	(5.88)
Balance as at March 31, 2025	**(0.00)**	**6,205.52**	**0.02**	**21.40**	**58.41**	**0.03**	**26.28**	**(11.66)**	**6,300.00**	**140.77**

* Refer Note 25

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For GB CA & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Statement of Consolidated Cash Flows for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Cash flows from operating activities		
Profit for the period before tax	2114.88	2,052.39
Adjustments for:		
Depreciation and amortization expenses	278.46	178.41
Finance costs	148.64	133.71
Interest income on fixed deposit	(87.79)	(111.45)
Interest income on loans given	(28.53)	(40.01)
Bad debts written off	-	0.48
Impairment gain/loss on financial asset	8.35	7.46
Exchange differences on translation of foreign operations	12.57	1.36
Net (gain)/loss on fair valuation of Mutual Funds	-	-
Net (gain)/loss on sale of Fixed Assets	(15.27)	(56.30)
Net (gain)/loss on sale of Investment Property	(5.71)	(39.61)
Net (gain)/loss on Termination of Lease	(0.22)	(1.26)
Share of (profit)/loss of the joint ventures and associate (Net)	(7.42)	1.34
Operating profit before working capital changes	**2417.96**	**2,126.51**
Working capital adjustments:		
(Decrease)/increase in other current liabilities	(72.78)	252.36
(Decrease)/increase in trade payables	770.98	(175.44)
(Decrease)/increase in other financial liabilities	(117.29)	106.82
(Decrease)/increase in provisions	14.17	(7.96)
Decrease/(increase) in inventories	(275.57)	108.25
Decrease/(increase) in trade receivables	(1,736.36)	(936.52)
Decrease/(increase) in other financial assets	(110.35)	(74.10)
Decrease/(increase) in other current assets	(476.02)	(47.06)
Decrease/(increase) in non-current assets	(102.24)	(93.79)
Adjustments on account of acquisition of subsidiary	29.44	-
Cash generated from operations	**341.93**	**1,259.07**
Income taxes paid (net of refunds)	(599.96)	(603.98)
Net cash from operating activities (A)	**(258.02)**	**655.09**
Cash flows from investing activities		
Purchase of property, plant and equipment and intangible assets (including under development)	(162.80)	(309.50)
Sale ofproperty, plant and equipment and intangible assets	29.63	173.01
Sale of investment property	14.64	107.28
Consideration paid on acquisition of subsidiary	(334.48)	(185.13)
Investment in Equity Instrument	(122.50)	(40.43)
Investments in fixed deposits (Net)	(183.33)	810.99
Interest received on fixed deposits	87.79	111.45
Loans given (Net)	(22.22)	0.59
Interest received on loans given	28.53	40.01
Net cash generated from/(used in) investing activities (B)	**(664.73)**	**708.27**
Cash flows from financing activities		
Dividend Paid	(5.88)	(317.25)
Proceeds from Borrowing – Non-Current	(104.04)	33.88
Proceeds from Borrowing – Current	1,223.34	(588.38)
Interest paid on Borrowing – Non-Current	(73.45)	(64.76)
Interest paid on Borrowing – Current	(31.92)	(32.11)

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Statement of Consolidated Cash Flows for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

Repayment of lease liability	(40.09)	(59.60)
Interest paid on lease liability	(43.27)	(37.02)
Net cash flow used in financing activities (C)	**924.68**	**(1,065.25)**
Net increase(decrease) in cash and cash equivalents (A)+(B)+(C)	**1.93**	**298.12**
Cash and cash equivalent at the beginning of the year	375.44	77.32
Add: Upon acquisition of Subsidiary	27.69	-
Cash and cash equivalents at the end of the year (refer note 20)	**405.06**	**375.44**
Components of Cash and cash equivalents -		
Cash in hand	1.06	0.86
Balances with bank	163.86	224.59
Cheque in hand	240.15	150.00
Total cash and cash equivalents (refer note 20)	**405.06**	**375.44**

Change in Liability Arising from Financing Activities

Particular	April 01, 2025	Net Cashflow	Others*	March 31, 2026
Borrowings – Non-current (Refer Note 26)	494.93	(104.04)	-	390.89
Borrowings – Current (Refer Note 29)	342.14	1,223.34	-	1,565.47
Lease Liability	531.51	(40.09)	(1.38)	490.04
Total	**1,368.57**	**1,079.21**	**(1.38)**	**2,446.40**

Particular	April 01, 2024	Net Cashflow	Others*	March 31, 2025
Borrowings – Non-current (Refer Note 26)	461.05	33.88	-	494.93
Borrowings – Current (Refer Note 29)	930.52	(588.38)	-	342.14
Lease Liability	132.85	(59.60)	458.26	531.51
Total	**1,524.42**	**(614.10)**	**458.26**	**1,368.57**

** For Lease Liability, it includes Net additions and net gain/loss on termination.*

The accompanying notes are an integral part of the financial statements.

As per our report of even date attached

For G B C A & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

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Executive Director
DIN: 06873116

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Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Notes to consolidated financial statement for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

1. Group Overview

SFC Environmental Technologies Limited (formerly known as SFC Environmental Technologies Private Limited) ('the company' or 'the parent' or 'the holding company') is company established on March 29, 2005 having its registered office situated at The Ambience Court Hi-Tech Business Park, 21st Floor, Sector 19-D, Plot No. 2, Vashi, Navi Mumbai and corporate office at 2201-2202, Rupa Renaissance, D-33 Turbhe MIDC Road, TTC Industrial Area, MIDC Industrial Area, Thane, Maharashtra-400 705.
The Company has changed its name from "SFC Environmental Technologies Private Limited" to "SFC Environmental Technologies Limited", and a fresh certificate of incorporation consequent to change of name was issued by RoC on August 13, 2024.
The Company together with its subsidiaries is hereinafter referred to as the 'Group'.

The Group is an environmental technology group, offering efficient technologies and comprehensive engineering solutions in the field of wastewater treatment ("WWT"), wastewater recycling & reuse ("WRR") and solid waste treatment ("SWT") (including agro-waste based biogas projects).

Material Accounting Policies

2. Basis for Preparation

2.1. Statement of Compliance

The Consolidated Financial Statements ("CFS") have been prepared in accordance with the provisions of the Companies Act, 2013 and the Indian Accounting Standards ("Ind AS") notified under the Companies (Indian Accounting Standards) Rules, 2015 issued by Ministry of Corporate Affairs in respect of Section 133 read with Rule 3 of the Companies (Indian Accounting Standards) Rules, 2015 and relevant amendment rules issued thereafter. In addition, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except if compliance with other statutory promulgations require a different treatment. These consolidated financial statements have been approved by the Board of Directors at their meeting held on August 13, 2026.

2.2. Basis of accounting and preparation and presentation of Consolidated Financial Statement

The Consolidated Financial Statement have been prepared on a historical cost basis, except for the following assets and liabilities which are measured on an alternative basis on each reporting date:

i) Certain financial assets and liabilities measured at fair value (refer accounting policy regarding financial instruments)

ii) Employee's Defined Benefit Plan as per actuarial valuation

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. In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.
In addition, for financial reporting purposes, fair value measurements are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurements are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date;

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3 inputs are unobservable inputs for the asset or liability.

When measuring the fair value of an asset or a liability, the group uses observable market data as far as possible.
If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

2.3. Significant accounting judgements, estimates and assumptions

The preparation of these consolidated financial statement is in conformity with the recognition and measurement principles of Ind AS requires the management of the Group to make estimates, assumptions and judgments that affect the reported balances of assets and liabilities, disclosures of contingent liabilities as at the date of the consolidated financial statement and the reported amounts of income and expense for the periods presented.

The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates considering different assumptions and conditions. Estimates and underlying assumptions are reviewed on an ongoing basis. Impact on account of revisions to accounting estimates are recognised in the period in which the estimates are revised and future periods are affected. The following are the critical estimates, assumptions and judgements that the management have made in the process of applying the Group's accounting policies and that have a significant effect on the amounts recognized in the financial statements:

a) **Useful lives of Property, plant and equipment**
Property, plant and equipment represent a significant proportion of the asset base of the Group. The charge in respect of periodic depreciation is derived after determining an estimate of an asset's expected useful life and the expected residual value at the end of its life. The useful lives and residual values of Group's assets are determined by the Management at the time the asset is acquired and reviewed periodically.

b) **Employee benefits**
Employee benefit obligations are determined using actuarial valuations. 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, employee benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date.

c) **Provision for income tax and deferred tax assets**
The Group uses estimates and judgements based on the relevant rulings in the areas of revenue, costs, allowances and disallowances which is exercised while determining the provision for income tax. A deferred tax asset is recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and tax losses can be utilised. Accordingly, the Group exercises its judgement to reassess the carrying amount of deferred tax assets at the end of each reporting period.

d) **Provisions and contingent liabilities**
The Group estimates the provisions that have present obligations as a result of past events and it is probable that outflow of resources will be required to settle the obligations. These provisions are reviewed at the end of each reporting period and are adjusted to reflect the current best estimates. The Group uses significant judgements to disclose contingent liabilities. 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 Group 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. Contingent assets are neither recognised nor disclosed in the Consolidated Financial Statement.

e) **Fair value measurement of financial instruments**
When the fair value of financial assets and financial liabilities recorded in the balance sheet cannot be measured based on quoted prices in active markets, their fair value is measured using valuation techniques including the Discounted Cash Flow model. The inputs to these models are taken from observable markets where possible, but where this is not feasible, a degree of judgement is required in establishing fair values. Judgements include considerations of inputs such as market risk, liquidity risk and credit risk.

f) **Allowance for credit losses on receivables**
The Group determines the allowance for credit losses based on historical loss experience adjusted to reflect current and estimated future economic conditions. The Group considers current and anticipated future economic conditions relating to industries the Group deals with and the countries where it operates.

g) **Impairment of non- financial assets**
The Group assesses at each reporting date whether there is an indication that an asset may be impaired. If any indication exists, or when annual impairment testing for an asset is required, the Group estimates the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's fair value less costs of disposal and its value in use.
It is determined for an individual asset. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre- tax discount rate that reflects current market assessment of the time value of money and the risk specific to the asset. In determining fair value less cost of disposal, recent market transactions are taken into account. If no such transactions can be identified, an appropriate valuation model is used. These calculations are corroborated by valuation multiples, quoted share price for publicly traded subsidiaries or other available fair value indicators.

h) **Impairment of Goodwill**
Management reviews the carrying value of goodwill annually, to determine whether there has been any impairment by allocating the value of goodwill to a Cash Generating Unit (CGU). The Group has identified CGUs' for this purpose, considering the nature of the businesses to which each of the CGU relates. Value in use i.e. the enterprise value of each CGU is aggregate of cash flow projections, for five years as approved by Management and beyond five years extrapolated using a long-term growth rate which ranges from 0% to 5%. Cash flow projections are discounted by a pre-tax discount rate, which ranges from 8% to 12%. The Management believes that any reasonably possible change in the above key assumptions on which recoverable amount is based would not cause the aggregate carrying amount to exceed the aggregate recoverable amount of the CGU. During the year ended March 31, 2026, the Group has determined that there is no impairment towards Goodwill.

2.4. Classification of Assets and Liabilities into Current/Non-Current

The Operating Cycle of the Group is the time between the acquisitions of the assets for processing and their realisation in cash & cash equivalents. The Group has identified twelve months as its operating cycle for the purpose of current and non current classification of assets and liabilities.

For the purpose of Balance Sheet, an asset is classified as current if:

i) It is expected to be realized, or is intended to be sold or consumed, in the normal operating cycle; or

ii) It is held primarily for the purpose of trading; or

iii) It is expected to realise the asset within twelve months after the reporting period; or

iv) The asset is a cash or cash equivalent unless it is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

All other assets are classified as non-current.

Similarly, a liability is classified as current if:

(i) It is expected to be settled in the normal operating cycle; or

(ii) It is held primarily for the purpose of trading; or

(iii) It is due to be settled within twelve months after the reporting period; or

(iv) The Group does not have an unconditional right to defer the settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could result in its settlement by the issue of equity instruments at the option of the counterparty does not affect this classification.

All other liabilities are classified as non-current.

3. Material Accounting Policies

The accounting policies set out below have been applied consistently to the periods presented in the Financials Statements.

3.1. Basis of Consolidation

i. Consolidation of subsidiaries

The Consolidated Financial Statement comprise the financial statements of the Group and its associate and joint venture. Control is achieved when the Group is exposed, or has rights, to variable returns from its involvement with the investee and has the ability to affect those returns through its power over the investee. Specifically, the Group controls an investee if and only if the Group has:

- Power over the investee (i.e. existing rights that give it the current ability to direct the relevant activities of the investee)
- Exposure, or rights, to variable returns from its involvement with the investee, and
- The ability to use its power over the investee to affect its returns

Generally, there is a presumption that a majority of voting rights result in control. To support this presumption and when the Group has less than a majority of the voting or similar rights of an investee, the Group considers all relevant facts and circumstances in assessing whether it has power over an investee, including:
The contractual arrangement with the other vote holders of the investee

- Rights arising from other contractual arrangements
- The Group's voting rights and potential voting rights
- The size of the group's holding of voting rights relative to the size and dispersion of the holdings of the other voting rights holders

The Group re-assesses whether or not it controls an investee if facts and circumstances indicate that there are changes to one or more of the three elements of control. Consolidation of a subsidiary begins when the Group obtains control over the subsidiary and ceases when the Group loses control of the subsidiary. Assets, liabilities, income and expenses of a subsidiary acquired or disposed of during the period/year are included in the Consolidated Financial Information from the date the Group gains control until the date the Group ceases to control the subsidiary.

Consolidated Financial Statement is prepared using uniform accounting policies for like transactions and other events in similar circumstances. If a member of the Group uses accounting policies other than those adopted in the Consolidated Financial Statement for like transactions and events in similar circumstances, appropriate adjustments are made to that Group member's financial statements in preparing the Consolidated Financial statement to ensure conformity with the Group's accounting policies.

The financial statements of all entities used for the purpose of consolidation are drawn up to same reporting date as that of the parent company, i.e., year ended on March 31. When the end of the reporting period of the parent is different from that of a subsidiary, the subsidiary prepares, for consolidation purposes, additional financial information as of the same date as the financial statements of the parent to enable the parent to consolidate the financial information of the subsidiary, unless it is impracticable to do so.

Consolidation Procedure:

a. Combine like items of assets, liabilities, equity, income, expenses and cash flows of the parent with those of its subsidiaries.

b. Offset (eliminate) the carrying amount of the parent's investment in each subsidiary and the parent's portion of equity of each subsidiary. Business combinations policy explains how to account for any related goodwill.

c. Eliminate in full intragroup assets and liabilities, equity, income, expenses and cash flows relating to transactions between entities of the Group (profits or losses resulting from intragroup transactions that are recognised in assets, such as inventory and fixed assets, are eliminated in full). Intragroup losses may indicate an impairment that requires recognition in the Consolidated Financial Statement. Ind AS 12 Income Taxes applies to temporary differences that arise from the elimination of profits and losses resulting from intragroup transactions.

   Profit or loss and each component of other comprehensive income (OCI) are attributed to the equity holders of the parent of the Group and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance. When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with the Group's accounting policies. All intra-group assets and liabilities, equity, income, expenses and cash flows relating to transactions between members of the Group are eliminated in full on consolidation.

   A change in the ownership interest of a subsidiary, without a loss of control, is accounted for as an equity transaction. If the Group loses control over a subsidiary, it:

   - Derecognises the assets (including goodwill) and liabilities of the subsidiary at their carrying amounts at the date when control is lost
   - Derecognises the carrying amount of any non-controlling interests
   - Derecognises the cumulative translation differences recorded in equity
   - Recognises the fair value of the consideration received
   - Recognises the fair value of any investment retained
   - Recognises any surplus or deficit in profit or loss

- Reclassifies the parent's share of components previously recognised in OCI to profit or loss or transferred directly to retained earnings, if required by other Ind ASs as would be required if the Group had directly disposed of the related assets or liabilities.

ii. Associate and joint venture

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but is not control or joint control over those policies.

A joint venture is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is the contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining whether significant influence or joint control are similar to those necessary to determine control over the subsidiaries.

The Group's investments in its associate and joint venture are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group's share of net assets of the associate or joint venture since the acquisition date. Goodwill relating to the associate or joint venture is included in the carrying amount of the investment and is not tested for impairment individually.

The Summary Statement of profit and loss reflects the Group's share of the results of operations of the associate and joint venture. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the associate or joint venture, the Group recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and the associate or joint venture are eliminated to the extent of the interest in the associate or joint venture.

If an entity's share of losses of an associate or a joint venture equal or exceeds its interest in the associate or joint venture (which includes any long-term interest that, in substance, form part of the Group's net investment in the associate or joint venture), the entity discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate or joint venture. If the associate or joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Group's share of profit or loss of an associate and a joint venture is shown on the face of the summary statement of profit and loss outside operating profit.

The financial statements of the associate or joint venture are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its associate or joint venture. At each reporting date, the Group determines whether there is objective evidence that the investment in the associate or joint venture is impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the associate or joint venture and its carrying value, and then recognises the loss as 'Share of profit of an associate and a joint venture' in the consolidated statement of profit and loss.

Upon loss of significant influence over the associate or joint control over the joint venture, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate or joint venture upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in profit or loss.

iii. Details of subsidiaries, Associate and joint venture

Name of the Company	Country of Incorporation	Effective holding as of March 31,		Controlled/ owned by Group since
		2026	2025	
Subsidiary Companies:				
Chavare Engineering Private Limited	India	51.00%	51.00%	2010-11
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	India	100.00%	100.00%	2014-15
Vasudha Waste Treatment Private Limited	India	100.00%	100.00%	2020-21
SFC Umwelttechnik GmbH	Austria	100.00%	87.23%	2008-09
SFC Ekotechnika S.r.o (step down subsidiary)	Czechia	100.00%	87.23%	2008-09
Fine Aeration Systems Private Limited	India	51.00%	51.00%	2022-23
Hindustan Waste Treatment Private Limited ##	India	100.00%	100.00%	2023-24
Pentagen Biofuels Private Limited	India	100.00%	100.00%	2023-24
Chavare Engineering & Endress Plus Hauser JV* (step down subsidiary)	India	26.01%	26.01%	2023-24
Nanded Biofuels Private Limited (step down subsidiary)	India	100.00%	100.00%	2024-25
IST – Anlagenbau GmbH	Germany	80.00%	-	2025-26
Associate Companies:				
Turbomax India Private Limited	India	49.00%	49.00%	2022-23
Joint Ventures **:				
Endress + Hauser & Chavare Engineering (JV) Private Limited	India	24.99%	24.99%	2017-18
Gharpure Engg & Const PL – Chavare Engg PL JV#	India	-	-	2017-18

* It is non-corporate entity (Association of Persons) being consolidated as per the requirement of IND AS 110 "Consolidated Financial Statement".

** These are joint ventures of our subsidiary (Chavare Engineering Private Limited).

This joint venture was a non-corporate entity (Association of Persons) and it ceases to exist w.e.f. August 08, 2023.

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Notes to consolidated financial statement for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

Additional information as required by Paragraph 2 of the General Instructions to Schedule III to the Companies Act, 2013.

For year ended March 31, 2026

Name of Entity	Net Assets i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As a % of consolidated net assets	Amount	As a % of consolidated profit or loss	Amount	As a % of OCI	Amount	As a % of Total Comprehensive income	Amount
Parent								
SFC Environmental Technologies Limited (Formerly known as SFC Environmental Technologies Private Limited)	90.46%	7,453.28	83.73%	1,341.40	11.42%	1.65	83.08%	1,343.05
Subsidiary								
Chavare Engineering Private Limited	2.13%	175.72	2.68%	42.96	-5.17%	(0.75)	2.61%	42.22
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	-0.19%	(15.94)	0.00%	(0.04)	0.00%	-	0.00%	(0.04)
Vasudha Waste Treatment Private Limited	1.85%	152.51	1.39%	22.20	-0.44%	(0.06)	1.37%	22.13
SFC Umwelttechnik GmbH	0.91%	74.84	0.11%	1.72	47.20%	6.82	0.53%	8.54
SFC Ekotechnika S.r.o (step down subsidiary)	0.14%	11.82	-0.08%	(1.35)	13.40%	1.94	0.04%	0.59
Fine Aeration Systems Private Limited	0.17%	14.02	0.71%	11.44	-0.15%	(0.02)	0.71%	11.41
Hindustan Waste Treatment Private Limited ##	11.81%	973.24	7.96%	127.51	6.13%	0.89	7.94%	128.39
Pentagen Biofuels Private Limited	-0.83%	(68.29)	-1.34%	(21.45)	0.91%	0.13	-1.32%	(21.32)
Chavare Engineering & Endress Plus Hauser JV * (step down subsidiary)	0.04%	3.30	0.10%	1.64	0.00%	-	0.10%	1.64
Nanded Biofuels Private Limited (step down subsidiary)	0.01%	0.85	-0.01%	(0.10)	0.00%	-	-0.01%	(0.10)
IST- Anlagenbau GmbH	0.71%	58.14	0.38%	6.09	27.60%	3.99	0.62%	10.08
Non-Controlling Interest	2.39%	197.30	3.65%	58.52	3.34%	0.48	3.65%	59.00
Share of Profit of joint ventures and associate			0.46%	7.42	0.00%	-	0.46%	7.42
Inter – Group Elimination & Consolidation Adjustments	-9.61%	(791.77)	0.26%	4.16	-4.23%	(0.61)	0.22%	3.55
Total	**100%**	**8,239.03**	**100.00%**	**1,602.13**	**100.00%**	**14.45**	**100.00%**	**1,616.58**

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Notes to consolidated financial statement for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

For period ended March 31, 2025

Name of Entity	Net Assets i.e., total assets minus total liabilities		Share in profit or loss		Share in other comprehensive income		Share in total comprehensive income	
	As a % of consolidated net assets	Amount	As a % of consolidated profit or loss	Amount	As a % of OCI	Amount	As a % of Total Comprehensive income	Amount
Parent								
SFC Environmental Technologies Limited (Formerly known as SFC Environmental Technologies Private Limited)	92.19%	6,110.23	85.24%	1,295.74	218.11%	(3.41)	85.10%	1,292.33
Subsidiary								
Chavare Engineering Private Limited	2.11%	139.62	2.47%	37.48	-18.06%	0.28	2.49%	37.76
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	-0.24%	(15.90)	-0.02%	(0.35)	0.00%	-	-0.02%	(0.35)
Vasudha Waste Treatment Private Limited	1.97%	130.38	2.75%	41.86	7.43%	(0.12)	2.75%	41.74
SFC Umwelttechnik GmbH	0.87%	57.59	0.01%	0.15	-50.57%	0.79	0.06%	0.95
SFC Ekotechnika S.r.o (step down subsidiary)	0.15%	9.79	0.00%	0.03	-32.17%	0.50	0.04%	0.54
Fine Aeration Systems Private Limited	0.04%	2.60	0.66%	10.10	-0.28%	0.00	0.67%	10.11
Hindustan Waste Treatment Private Limited ##	12.75%	844.85	7.08%	107.62	-0.14%	0.00	7.09%	107.62
Pentagen Biofuels Private Limited	-0.71%	(46.97)	-3.18%	(48.27)	0.00%	-	-3.18%	(48.27)
Chavare Engineering & Endress Plus Hauser JV * (step down subsidiary)	0.03%	1.66	0.24%	3.69	0.00%	-	0.24%	3.69
Nanded Biofuels Private Limited (step down subsidiary)	0.01%	0.94	0.00%	(0.06)	0.00%	-	0.00%	(0.06)
Non-Controlling Interest	2.12%	140.77	5.23%	79.49	-24.34%	0.38	5.26%	79.87
Share of Profit of joint ventures and associate			-0.09%	(1.34)	0.00%	-	-0.09%	(1.34)
Inter – Group Elimination & Consolidation Adjustments	-11.29%	(747.99)	-0.40%	(6.07)	0.00%	-	-0.40%	(6.07)
Total	100%	6,627.59	100.00%	1,520.08	100.00%	(1.56)	100.00%	1,518.52

3.2. Revenue from contracts with customers

Revenue from operations:

Revenue is recognized on the basis of approved contracts regarding the transfer of goods or services to a customer for an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services.

Revenue towards satisfaction of a performance obligation is measured at the amount of transaction price (net of variable consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of variable consideration. Revenue excludes taxes collected from customers on behalf of the government. Any amount receivable from customer are recognized as revenue at the point in time when control of the goods sold are transferred to the customer, generally on delivery of the goods. Revenue from services is recognised at the point in time when the performance obligation is satisfied, which typically coincides with the completion of the service or achievement of a delivery milestone when the customer obtains control.

For Revenue from service concession arrangement accounted under financial asset model:

- The entity recognizes financial asset arising from service concession arrangement to the extent it has an unconditional contractual right to receive payment. Financial assets are initially recognized at their fair value.
- Contract cost is recognized as the total cost incurred towards the financial assets. Subsequent to initial recognition financial assets are recognized at amortized cost.

For Revenue from service concession arrangement accounted under intangible asset model:

- The total construction cost incurred is capitalized as part of the intangible asset. Post initial recognition, the intangible asset is carried at cost less accumulated amortization and impairment losses, in accordance with Ind AS 38, and is amortized systematically over the term of the concession arrangement.
- Revenue from such contracts is recognized over time as per the terms of concession arrangement.

Fixed price contracts:

- Contract revenue is recognised over time to the extent of performance obligation satisfied and Control is transferred to the customer. Contract revenue is recognised at allocable transaction price which represents the cost of work performed on the Contract plus proportionate margin, using the percentage of completion method. percentage of completion is the proportion of cost of work performed to-date, to the total estimated Contract costs. With respect to contracts, where the outcome of the performance obligation cannot be reasonably measured, but the costs incurred towards satisfaction of performance obligation are expected to be recovered, the revenue is recognised only to the extent of costs incurred.

Costs to obtain a contract which are incurred regardless of whether the contract was obtained are charged off in Statement of Profit and Loss immediately in the period in which such costs are incurred.

The scrap sales arising directly due to operating activity is a part of revenue from operations.

3.3. Recognition of Dividend Income, Interest income or expense

Interest income or expense is recognized using the effective interest method.

The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or
- the amortized cost of the financial liability

In calculating interest income and expense, the effective interest rate is applied to the gross carrying amount of the asset (when the asset is not credit-impaired) or to the amortized cost of the liability. However, for financial assets that have become credit-impaired subsequent to initial recognition, interest income is calculated by applying the effective interest rate to the amortized cost of the financial asset. If the asset is no longer credit-impaired, then the calculation of interest income reverts to the gross basis.

Interest income from other financial assets is recognized when it is probable that the economic benefits will flow to the Group and the amount of income can be measured reliably.

Interest income is recognized on time proportion basis taking into account the amount outstanding and the interest rate applicable.

3.4. Property, Plant & Equipment (PPE)

PPE is recognised when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. The initial cost of PPE comprises its purchase price, including import duties and non-refundable purchase taxes, and any directly attributable costs of bringing an asset to working condition and location for its intended use, less accumulated depreciation and accumulated impairment losses, if any. Cost includes professional fees related to the acquisition of PPE and for qualifying assets, borrowing costs capitalised in accordance with the Group's accounting policy.

Expenditure incurred after the PPE have been put into use such as repairs and maintenance, are charged to the Statement of Profit and Loss in the period in which the costs are incurred.

Subsequent costs are included in the assets's carrying amount or recognized as a Decarate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the group and the cost of the item can be measured reliably. All other repairs and maintenance cost are charged to the Statement of Profit and Loss during the period in which they were incurred.

If significant parts of an item of PPE have different useful lives, then they are accounted for as Decarate items (major components) of PPE.

Capital work in Progress:

Expenditure during construction period (including financing cost related to borrowed funds for construction or acquisition of qualifying PPE if any) is included under Capital Work-in-Progress, and the same is allocated to the respective PPE on the completion of their construction. Advances given towards acquisition or construction of PPE outstanding at each reporting date are disclosed as Capital Advances under "Other non-current Assets"

Depreciation:

Depreciation is the systematic allocation of the depreciable amount of PPE over its useful life and is provided using written down value method, so as to write off the cost of the assets less their residual values over their useful lives specified in Schedule II to the Companies Act, 2013, or in the case of assets where the useful life was determined by technical evaluation, over the useful life so determined. Depreciation method is reviewed at each financial year end to reflect the expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful life and residual values are also reviewed at each financial year end and the effect of any change in the estimates of useful life/residual value is accounted on prospective basis. In respect of additions to /deletions from the PPE, depreciation is provided on pro-rata basis with reference to the month of addition/deletion of the Assets.

Gains or losses arising from de-recognition of a Property, Plant and Equipment are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the Statement of Profit and Loss when the asset is derecognised.

3.5. Investment Property

Investment property is property held either to earn rental income or for capital appreciation or for both, but not for sale in the ordinary course of business, use in the production or supply of goods or services or for administrative purposes. Upon initial recognition, an investment property is measured at cost. After initial recognition, the company measures investment property by using cost model. Subsequent to initial recognition, investment property is measured at cost less accumulated depreciation and accumulated impairment losses, if any.

The company depreciates the investment properties on written down value which is in line with the indicative useful life of relevant type of building mentioned in Part C of Schedule II to the Act.

Though investment property is measured using cost model, the fair value of investment property is disclosed in the notes.

3.6. Goodwill

Goodwill arising on an acquisition of a business is carried at cost as established at the date of acquisition of the business less accumulated impairment losses, if any. For the purposes of impairment testing, goodwill is allocated to each of the Group's cash-generating units (or groups of cash generating units (CGUs)) that is expected to benefit from the synergies of the combination. A CGU to which goodwill has been allocated is tested for impairment annually, or more frequently when there is indication that the unit may be impaired. If the recoverable amount of the CGU is less than its carrying amount, impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro-rata based on the carrying amount of each asset in the unit.

An impairment loss recognized for goodwill is not reversed in subsequent periods. On disposal of the relevant CGU, the attributable amount of goodwill is included in the determination of the profit or loss on disposal.

3.7. Intangible assets

Recognition and initial measurement
Intangible assets acquired Decarately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and accumulated impairment losses, if any.

Subsequent measurement (amortisation)

All intangible assets are accounted for using the cost model whereby capitalised costs are amortised on a straight-line basis over their estimated useful lives. The estimated useful life of an identifiable intangible asset is based on a number of factors including the effects of obsolescence, demand, competition, and other economic factors (such as the stability of the industry, and known technological advances), and the level of maintenance expenditures required to obtain the expected future cash flows from the asset.

The cost thereof is amortised over a period of 5 years. The amortisation period and the amortisation method for intangible assets are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.
Revenue expenditure on research is recognised as expense in the period/year in which it is incurred and are included with the respective nature of account heads in the consolidated statement of profit and loss.
Capital expenditure on research is shown as addition to property, plant and equipment and depreciation is computed in a manner prescribed for property, plant and equipment.

De-recognition

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognised in the consolidated statement of profit and loss when the asset is derecognized.

3.8. Leases

The Group assesses whether a contract is or contains a lease, at inception of the contract. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

Group as lessor

Leases for which the group is a lessor are classified as finance or operating leases. Leases in which the Group does not transfer substantially all the risks and rewards incidental to ownership of an asset are classified as operating leases. Rental income arising is accounted for on a straight-line basis over the lease terms. Initial direct costs incurred in negotiating and arranging an operating lease are added to the carrying amount of the leased asset and recognised over the lease term on the same basis as rental income. Leases are classified as finance leases when substantially all of the risks and rewards of ownership transfer from the Group to the lessee. Amounts due from lessees under finance leases are recorded as receivables at the Group's net investment in the leases. Finance lease income is allocated to accounting periods so as to reflect a constant periodic rate of return on the group's net investment outstanding in respect of the lease. Subsequent to initial recognition, the group regularly reviews the estimated unguaranteed residual value and applies the impairment requirements of Ind AS 109, recognizing an allowance for expected credit losses on the lease receivables. Finance lease income is calculated with reference to the gross carrying amount of the lease

receivables, except for credit impaired financial assets for which interest income is calculated with reference to their amortised cost (i.e. after a deduction of the loss allowance).

Group as lessee

The Group applies a single recognition and measurement approach for all leases, except for short-term leases (defined as leases with a lease term of 12 months or less) and leases of low-value assets. The Group recognises lease liabilities to make lease payments and right-of-use assets representing the right to use the underlying assets.

Right-of-use assets

The Group recognises right-of-use assets at the commencement date of the lease (i.e., the date the underlying asset is available for use). Right-of-use assets are measured at cost, less any accumulated depreciation and impairment losses, and adjusted for any remeasurement of lease liabilities. The cost of right-of use assets includes the amount of lease liabilities recognised, initial direct costs incurred, and lease payments made at or before the commencement date less any lease incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised right-of-use assets are depreciated on a straight-line basis over the shorter of its estimated useful life and the lease term. The lease term of Group's ROU assets which comprises Land and Buildings and Vehicles varies from 2 to 10 years. If ownership of the leased asset transfers to the Group at the end of the lease term or the cost reflects the exercise of a purchase option, depreciation is calculated using the estimated useful life of the asset. Right-of-use assets are subject to impairment test. The Company accounts for sale and lease back transaction, recognising right-of-use assets and lease liability, measured in the same way as other right of use assets and lease liability. Gain or loss on the sale transaction is recognised in statement of profit and loss.

Lease liabilities

At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term and are not paid at the commencement date, discounted by using the rate implicit in the lease. The lease payments include fixed payments (including in-substance fixed payments) less any lease incentives receivable, variable lease payments that depend on an index or a rate, and amounts expected to be paid under residual value guarantees. The variable lease payments that do not depend on an index or a rate are recognised as expense in the period on which the event or condition that triggers the payment occurs. In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date if the interest rate implicit in the lease is not readily determinable. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest (using the effective interest method) and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the lease payments (e.g., changes to future payments resulting from a change in an index or rate used to determine such lease payments) or a change in the assessment of an option to purchase the underlying asset.

Short-term leases and leases of low-value assets

The Group applies the short-term lease recognition exemption to its short-term leases (i.e., those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option). It also applies the lease of low-value assets recognition exemption to leases that are considered of low value. Lease payments on short-term leases and leases of low-value assets are recognised as expense on a straight-line basis over the lease term unless another systematic basis is more representative of the time pattern in which economic benefits from the leased assets are consumed. Most of the contracts that contains extension terms are on mutual agreement between both the parties and hence the potential future rentals cannot be assessed. Certain contracts where the extension terms are unilateral are with unrelated parties and hence there is no certainty about the extension being exercised.
The group uses weighted average incremental borrowing rate for lease liabilities measurement.

3.9. Financial Instruments

i) Recognition and initial measurement

The Group recognizes financial assets and financial liabilities when it becomes a party to the contractual provisions of the instrument. All financial assets and liabilities are recognized at fair value on initial recognition, except for trade receivables which are initially measured at transaction price. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities, which are not at fair value through profit or loss, are adjusted to the fair value on initial recognition.

ii) Classification and subsequent measurement

Financial assets at amortised cost

Financial assets are subsequently measured at amortised cost if these financial assets are held within a business whose objective is to hold these assets in order to collect contractual cash flows and the contractual terms of the financial assets give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Financial assets at fair value through other comprehensive income (FVOCI)

Financial assets are measured at fair value through other comprehensive income if these financial assets are held within a business whose objective is achieved by both collecting contractual cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding and selling financial assets.

Financial assets at fair value through profit or loss (FVTPL)

Financial assets are measured at fair value through profit or loss unless they are measured at amortised cost or at fair value through other comprehensive income. "&"The transaction costs directly attributable to the acquisition of financial assets and liabilities at fair value through profit or loss are immediately recognised in statement of profit and loss. This includes all derivative financial assets. (see Note 56).

Financial liabilities

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

iii) Derecognition

Financial Assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the contractual rights to receive the cash flows from the asset or has assumed an obligation to pay the received cash flows to one or more recipient.

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

Financial Liabilities

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying value of the financial liability and the consideration paid is recognised in consolidated statement of profit and loss.

3.10. Impairment of assets

The carrying amounts of the Group's assets are reviewed at each Balance Sheet date to determine whether there is any impairment. Impairment loss, if any, is provided to the extent, the carrying amount of assets exceeds their recoverable amount. Recoverable amount is higher of an asset's net selling price and its value in use. Value in use is the present value of estimated future cash flows expected to arise from the continuing use of an asset and from its disposal at the end of its useful life. Impairment loss is recognized in the statement of profit and loss or against revaluation surplus, where applicable. If at the balance sheet date there is an indication that previously assessed impairment loss no longer exists the recoverable amount is reassessed and the asset is reflected at the recoverable amount subject to maximum of depreciated historical cost.

i) Non-derivative financial assets

In accordance with Ind AS 109, the Group uses 'Expected Credit Loss' (ECL) model, for evaluating impairment of all financial assets subsequent to initial recognition other than financial assets measured at fair valued through profit and loss (FVTPL). For Trade Receivables the Group applies 'simplified approach' which requires expected lifetime losses to be recognised from initial recognition of the receivables. The Group uses historical default rates to determine impairment loss on the portfolio of trade receivables. At every reporting date these historical default rates are reviewed and changes in the forward-looking estimates are analysed. For other financial assets, the Group uses 12-month ECL to provide for impairment loss where there is no significant increase in credit risk since its initial recognition. If there is significant increase in credit risk since its initial recognition full lifetime ECL is used.

The impairment losses and reversals are recognised in Statement of Profit and Loss.

ii) Impairment of non-financial Asset

At each reporting date, the Group reviews the carrying amounts of its non-financial assets (other than inventories, contract assets and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, the recoverable amount of an asset or Cash Generating Unit (CGU) is estimated to determine the extent of impairment, if any. When it is not possible to estimate the recoverable amount of an individual asset, the Group estimates the recoverable amount of the CGU to which the asset belong. A CGU is the smallest identifiable group of assets that generates cash inflows that are largely independent of the cash inflows from other assets or groups of assets.

The recoverable amount of an individual asset or CGU is the greater of its value in use and its fair value less costs of disposal. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its recoverable amount. Impairment losses are recognized in profit or loss to the extent, asset's carrying amount exceeds its recoverable amount.

3.11. Inventories

Inventories are valued after providing for obsolescence, as under:

a) Raw materials, components, stores and spares at lower of cost or net realisable value. However, these items are considered to be realisable at cost if the finished products in which they will be used, are expected to be sold at or above cost.

b) Work-in-progress and Finished goods are valued at lower of cost or net realisable value. Cost includes cost of raw materials, cost of conversion and other costs incurred in bringing the inventories to their present location and condition.

c) Work-in-progress in respect of project is valued at lower of specifically identifiable cost or net realisable value.

d) Cost is determined on weighted average basis which includes expenditure incurred for acquiring inventories like purchase price, import duties, taxes (net of tax credit) and other costs incurred in bringing the inventories to their present location and condition.

Net realisable value is the estimated selling price in the ordinary course of business, less the estimated costs of completion and the estimated costs necessary to make the sale. Assessment of net realisable value is made in each subsequent period and when the circumstances that previously caused inventories to be written-down below cost no longer exist or when there is clear evidence of an increase in net realisable value because of changed economic circumstances, the write-down, if any, in the past period is reversed to the extent of the original amount written-down so that the resultant carrying amount is the lower of the cost and the revised net realisable value.

3.12. Provisions, contingent liabilities and contingent assets

A provision is recognized if, as a result of a past event, the Group has a present legal or constructive obligation that is reasonably estimable, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. Unwinding of the discount is recognised in the Statement of Profit and Loss as a finance cost.

Contingent liability is a possible obligation arising from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity or a present obligation that arises from past events but is not recognized because it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation cannot be measured with sufficient reliability.

A contingent asset is not recognised unless it becomes virtually certain that an inflow of economic benefits will arise. When an inflow of economic benefits is probable, contingent asset are disclosed in the financial statements.

Provisions, contingent liabilities and contingent assets are reviewed at each balance sheet date.

3.13. Employee benefits

Employee benefits include provident fund and gratuity fund.

i) Defined Contribution Plan:

The Group's contributions towards provident fund is defined contribution scheme. The Group's contribution paid/payable under the schemes is recognised in the Statement of Profit and Loss on accrual basis during the period in which the employee renders the related service.

ii) Short-Term Employee Benefits:

All employee benefits payable wholly within twelve months of rendering the service are classified as short-term employee benefits. Benefits such as salaries, wages, and short-term compensated absences, etc. and the expected cost of ex-gratia, if any are recognized in the statement of profit and loss in the period in which the employee renders the related service.

iii) Defined benefit plan:

The Group's gratuity benefit scheme with Life Insurance Corporation of India is a defined benefit plan. The Group's net obligation in respect of the gratuity benefit scheme is calculated by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods; that benefit is discounted to determine its present value, and the fair value of any plan assets is deducted.

The present value of the obligation under such defined benefit plans is determined based on actuarial valuation at each balance sheet date by an independent actuary using the Projected Unit Credit Method, which recognizes each period of service as giving rise to additional unit of employee benefit entitlement and measures each unit Decarately to build up the final obligation.

The obligation is measured at the present value of the estimated future cash flows. The discount rates used for determining the present value of the obligation under defined benefit plans are based on the market yields on Government securities as at the balance sheet date. When the calculation results in a benefit to the Group, the recognized asset is limited to the net total of any unrecognized actuarial losses and past service costs and the present value of any future refunds from the plan or reductions in future contributions to the plan.

Actuarial gains and losses are recognized immediately in the statement of other comprehensive income.

3.14. Taxation

The tax expenses comprise of current tax and deferred income tax charge or credit. Tax is recognised in Statement of Profit and Loss, except to the extent that it relates to items recognised in the Other Comprehensive Income or in Equity. In which case, the tax is also recognised in Other Comprehensive Income or Equity, respectively.

Current Tax

Current tax is determined as the amount of tax payable in respect of taxable income for the period. Taxable profit differs from 'profit before tax' as reported in the statement of profit and loss because of items of income or expense that are taxable or deductible in other years and items that are never taxable or deductible.

Current tax assets and current tax liabilities are offset when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax laws) enacted or substantively enacted by the reporting date.

Deferred Tax

Deferred tax is recognised on temporary differences between the carrying amounts of assets and liabilities in the group'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 liabilities are generally recognised for all taxable temporary differences at the reporting date between the tax base of assets and liabilities and their carrying amounts for financial reporting purposes. Deferred tax assets are generally recognised for all taxable temporary differences to the extent that is probable that taxable profits 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 group 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 equity, is recorded along with the tax as applicable.

Deferred tax assets and deferred tax liabilities are offset when there is a legally enforceable right to set off the recognised amounts and there is an intention to settle the asset and the liability on a net basis.

3.15. Foreign currency transactions

Transactions in currencies other than the Group's functional currency are recorded on initial recognition using the exchange rate at the transaction date or at rates that closely approximate the rate at the date of the transaction. At each Balance Sheet date, foreign currency monetary items are reported using the closing rate. Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rate as at the date of initial transactions. Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date are recognised in the Statement of Profit & Loss in the period in which they arise.

3.16. Cash and cash equivalents

Cash and cash equivalents in the balance sheet comprise cash, cheque in hand, cash at banks and short-term deposits with an original maturity of three months or less, which are subject to an insignificant risk of changes in value.

3.17. Business combinations

Business combinations are accounted for using the acquisition method. The consideration transferred in a business combination is measured at fair value, which is calculated as the sum of the acquisition-date fair values of the assets transferred by the Group, liabilities incurred by the Group to the former owners of the acquiree and the equity interests issued by the Group in exchange for control of the acquiree. For this purpose, the liabilities assumed include contingent liabilities representing present obligation and they are measured at their acquisition date fair values irrespective of the fact that outflow of resources embodying economic benefits is not probable. Acquisition-related costs are generally recognised in Consolidated Statement of Profit and Loss as incurred. At the acquisition date, the identifiable assets acquired and the liabilities assumed are recognised at their fair value at the acquisition date, except that:

1. Deferred tax assets or liabilities and liabilities or assets related to employee benefit arrangements are recognised and measured in accordance with Ind AS 12 Income Taxes and Ind AS 19 Employee Benefits respectively;
2. Liabilities or equity instruments related to share-based payment arrangements of the acquiree or share based payment arrangements of the Group entered into to replace share-based payment arrangements of the acquiree are measured in accordance with Ind AS 102 Share-based Payments at the acquisition date; and

When the Group acquires a business, it assesses the financial assets and liabilities assumed for appropriate classification and designation in accordance with the contractual terms, economic circumstances and pertinent conditions as at the acquisition date. Goodwill is measured as the excess of the sum of the consideration transferred, the amount of any noncontrolling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree (if any) over the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed.

In case of bargain purchase, before recognising gain in respect thereof, the Group determines whether there exists clear evidence of the underlying reasons for classifying the business combination as a bargain purchase. Thereafter, the Group reassesses whether it has correctly identified all of the assets acquired and all of the liabilities assumed and recognises any additional assets or liabilities that are identified in that reassessment. The Group then reviews the procedures used to measure the amounts that Ind AS requires for the purposes of calculating the bargain purchase. If the gain remains after this reassessment and review, the Group recognises it in other comprehensive income and accumulates the same in equity as capital reserve. This gain is attributed to the acquirer. If there does not exist clear evidence of the underlying reasons for classifying the business combination as a bargain purchase, the Group recognises the gain, after reassessing and reviewing, directly in equity as capital reserve.

Non-controlling interests that are present ownership interests and entitle their holders to a proportionate share of the entity's net assets in the event of liquidation may be initially measured either at fair value or at the non-controlling interests' proportionate share of the recognised amounts of the acquiree's identifiable net assets. The choice of measurement basis is made on a transaction-by-transaction basis. Other types of noncontrolling interests are measured at fair value or, when applicable, on the basis specified in another Ind AS. When a business combination is achieved in stages, the Group's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date (i.e. the date when the Group obtains control) and the resulting gain or loss, if any, is recognised in the Consolidated Statement of Profit and Loss.

If the initial accounting for a business combination is incomplete by the end of the financial year, the provisional amounts for which the accounting is incomplete shall be disclosed in the financial statements and provisional amounts recognised at the acquisition date shall be retrospectively adjusted during the measurement period. During the measurement period, the group shall also recognise additional assets or liabilities if the new information is obtained about facts and circumstances that existed as of the acquisition date and if known, would have resulted in the recognition of those assets and liabilities as of that date. However, the measurement period shall not exceed the period of one year from the acquisition date. Business combinations involving entities or businesses under common control shall be accounted for using the pooling of interest method.

3.18. Investment in associates and joint venture entities

An associate is an entity over which the Group has significant influence. Significant influence is the power to participate in the financial and operating policy decisions of the investee but do not have control or joint control over those policies.

A joint venture entity is a type of joint arrangement whereby the parties that have joint control of the arrangement have rights to the net assets of the joint venture. Joint control is a contractually agreed sharing of control of an arrangement, which exists only when decisions about the relevant activities require unanimous consent of the parties sharing control.

The considerations made in determining whether significant influence or joint control, are similar to those necessary to determine control over the subsidiaries.

The Group’s investments in its associate and joint venture entities are accounted for using the equity method. Under the equity method, the investment in an associate or a joint venture entity is initially recognised at cost. The carrying amount of the investment is adjusted to recognise changes in the Group’s share of net assets of the joint venture/associates since the acquisition date.

Transaction costs that the Group incurs in connection with Investment in Joint Ventures/associates are added to the cost of Investments.
The consolidated statement of profit and loss reflects the Group’s share of the results of operations of the joint

venture and associate entities. Any change in OCI of those investees is presented as part of the Group's OCI. In addition, when there has been a change recognised directly in the equity of the joint venture entities, the Group recognises its share of any changes, when applicable, in the statement of changes in equity. Unrealised gains and losses resulting from transactions between the Group and the joint venture entities are eliminated to the extent of the interest in the joint venture entities.

If an entity's share of losses of a joint venture or associate equals or exceeds its interest in the associate or joint venture (which includes any long term interest that, in substance, form part of the Group's net investment in the associate or joint venture), the entity discontinues recognising its share of further losses. Additional losses are recognised only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the joint venture. If the joint venture subsequently reports profits, the entity resumes recognising its share of those profits only after its share of the profits equals the share of losses not recognised.

The aggregate of the Group's share of profit or loss of a joint venture entities is shown on the face of the consolidated statement of profit and loss.

The financial statements of the joint venture entities are prepared for the same reporting period as the Group. When necessary, adjustments are made to bring the accounting policies in line with those of the Group.

After application of the equity method, the Group determines whether it is necessary to recognise an impairment loss on its investment in its joint venture entities. At each reporting date, the Group determines whether there is objective evidence that the investment in the joint venture entities are impaired. If there is such evidence, the Group calculates the amount of impairment as the difference between the recoverable amount of the joint venture entities and its carrying value, and then recognises the loss as 'Share of profit of a joint venture entities' in the consolidated statement of profit and loss.

Upon loss of significant influence over associate entity/joint control over the joint venture entities, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associates entity/joint venture entities upon loss of significant influence or joint control and the fair value of the retained investment and proceeds from disposal is recognised in the statement of profit and loss.

3.19. Segment Reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The Board of directors of the Company has been identified as the Chief Operating Decision Maker which reviews and assesses the financial performance and makes the strategic decisions.

3.20. Earnings Per Share

"Basic earnings per share is calculated by dividing the net profit for the period/year attributable to equity shareholders by the weighted average number of equity shares outstanding during the period/year and equity shares to be issued on conversion of mandatorily convertible instruments. The weighted average number of equity shares outstanding during the period and for all periods presented is adjusted for events such as bonus issue; bonus element in a rights issue to existing shareholders; share split; and reverse share split (consolidation of shares) that have changed the number of equity shares outstanding, without a corresponding change in resources.

For the purpose of calculating diluted earnings per share, the net profit or loss for the period attributable to equity shareholders and the weighted average number of shares outstanding during the period are adjusted for the effects of all dilutive potential equity shares."

3.21. Dividend distribution to equity holders

The Company recognises a liability to make cash or non-cash distributions to equity holders when the distribution is authorised and the distribution is no longer at the discretion of the Company. As per the corporate laws in India, a distribution is authorised when it is approved by the shareholders. A corresponding amount is recognised directly in equity.

3.22. Cash flow statement

Cash flows are reported using the indirect method, whereby the net profit/(loss) before tax is adjusted for the effects of transactions of a non-cash nature and any deferrals or accruals of past or future cash receipts or payments. The cash flows from regular revenue generating, investing and financing activities of the Group are segregated.

Cash and cash equivalents in the cash flow statement comprise cash, cheque in hand, cash at banks and bank deposits with original maturity of three months or less.

3.23. Events after reporting date

Where events occurring after the balance sheet date provide evidence of conditions that existed at the end of the reporting period, the impact of such events is adjusted with financial statements. Otherwise, events after the balance sheet date of material size or nature are only disclosed.

4. Recent pronouncement

i) New and amended standards adopted by Group

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time.

In May 2025 and August 2025, MCA notified following key amendments effective for annual reporting periods beginning on or after April 1, 2025:

1. Lack of Exchangeability of currency (Amendments to Ind AS 21)
2. Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants (Amendments to Ind AS 1)
3. Supplier Finance Arrangements (Amendments to Ind AS 7 and Ind AS 107)
4. International Tax Reform - Pillar Two Model Rules (Amendments to Ind AS 12)

The group has reviewed the above new pronouncements and based on its evaluation has determined it does not have any significant impact on its financial statements wherever applicable as at and for the year ended 31st March 2026.

ii) Amendments applicable from next Financial Year

Amendments to Ind AS 1 – Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants:

This amendment also includes specific provisions that will take effect for reporting periods beginning on or after April 1, 2026 as outlined below:

Under the existing Ind AS 1, where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

However, the amended requirements stipulate that entities will no longer be permitted to consider lender waivers that are granted after the reporting date but before the financial statements are approved for the purpose of classification of loans. This amendment is required to be applied retrospectively in accordance with Ind AS 8.

The impact of the aforesaid amendment will be assessed and, where applicable, appropriately recognised in the financial statements upon the amendment becoming effective.

5. Property, plant and equipment

Description of Assets	Land	Buildings	Plant & Machinery	Office Equipment	Computers	Electrical Installations	Solar Power Plant	Furniture and Fixture	Vehicles	Total
Gross Block										
Balance as at April 01, 2025	30.89	344.70	100.84	74.13	49.62	1.53	0.97	105.23	173.55	881.47
Addition on account of acquisition of subsidiary	-	-	0.26	6.82	-	-	-	-	3.17	10.24
Additions	8.02	10.06	15.99	15.40	27.73	0.04	-	27.63	36.65	141.53
Disposals	-	17.89	-	-	0.47	-	-	-	-	18.36
Exchange Difference on Translation of foreign operations	-	-	0.89	1.58	-	-	-	-	0.23	2.70
Balance as at March 31, 2026	**38.91**	**336.88**	**117.98**	**97.92**	**76.88**	**1.58**	**0.97**	**132.86**	**213.61**	**1,017.58**
Depreciation/Impairment										
Balance as at April 01, 2025	-	44.87	25.97	18.60	31.56	0.76	0.44	11.86	71.90	205.96
Addition on account of acquisition of subsidiary	-	-	0.26	4.90	-	-	-	-	2.22	7.37
Charge for the year	-	24.36	13.66	29.50	20.39	0.19	0.07	29.54	32.47	150.19
Disposals	-	3.60	-	-	0.40	-	-	-	-	4.00
Exchange Difference on Translation of foreign operations	-	-	0.60	1.34	-	-	-	-	0.18	2.12
Balance as at March 31, 2026	**-**	**65.63**	**40.48**	**54.35**	**51.55**	**0.94**	**0.51**	**41.41**	**106.77**	**361.65**
Net Block										
Balance as at March 31, 2026	**38.91**	**271.25**	**77.50**	**43.57**	**25.32**	**0.63**	**0.46**	**91.45**	**106.83**	**655.92**

Description of Assets	Land	Buildings	Plant & Machinery	Office Equipment	Computers	Electrical Installations	Solar Power Plant	Furniture and Fixture	Vehicles	Total
Gross Block										
Balance as at April 01, 2024	75.97	334.91	121.73	23.67	36.12	1.27	0.97	28.21	125.27	748.13
Additions	-	47.96	23.23	50.76	14.10	0.33	-	77.41	52.22	266.01
Disposals	45.08	38.16	44.16	0.48	0.60	0.06	-	0.40	3.95	132.88
Exchange Difference on Translation of foreign operations	-	-	0.04	0.17	-	-	-	-	-	0.21
Balance as at March 31, 2025	**30.89**	**344.70**	**100.84**	**74.13**	**49.62**	**1.53**	**0.97**	**105.23**	**173.55**	**881.47**
Depreciation/Impairment										
Balance as at April 01, 2024	-	35.38	16.97	13.79	21.04	0.67	0.35	4.81	44.04	137.05
Charge for the year	-	15.30	16.03	5.19	10.82	0.14	0.09	7.23	30.10	84.89
Disposals	-	5.81	7.13	0.48	0.29	0.06	-	0.17	2.24	16.17
Exchange Difference on Translation of foreign operations	-	-	0.09	0.10	-	-	-	-	-	0.19
Balance as at March 31, 2025	**-**	**44.87**	**25.97**	**18.60**	**31.56**	**0.76**	**0.44**	**11.86**	**71.90**	**205.96**
Net Block										
Balance as at March 31, 2025	**30.89**	**299.84**	**74.88**	**55.52**	**18.06**	**0.78**	**0.53**	**93.36**	**101.65**	**675.51**

Note: The Group has adopted IndAS 101 and has elected to continue with the carrying value for all of its Property, Plant & Equipment as recognised in its previous GAAP financial statements as deemed cost on the transition date i.e. April 01 2021.

Additional Disclosure with respect to Property, Plant & Equipment

Certain property, plant and equipment are pledged against borrowings, the details relating to which have been described in Note 58.

6. Right-of-use assets

Right-of-Use Assets related to leased properties that do not meet the definition of the investment property are presented as property, plant and equipment.

Particulars	Vehicle	Buildings	Total
Gross Block			
Balance as at April 01, 2025	**14.90**	**592.30**	**607.20**
Additions	-	0.46	0.46
Deletion	-	11.69	11.69
Balance as at March 31, 2026	**14.90**	**581.07**	**595.97**
Accumulated Depreciation			
Balance as at April 01, 2025	**1.24**	**48.49**	**49.73**
Charge for the year	1.86	65.98	67.84
Deletion	-	10.07	10.07
Balance as at March 31, 2026	**3.10**	**104.40**	**107.50**
Net Block			
Balance as at March 31, 2026	**11.79**	**476.68**	**488.47**

Particulars	Vehicle	Buildings	Total
Gross Block			
Balance as at April 01, 2024	**-**	**162.54**	**162.54**
Additions	14.90	462.31	477.20
Deletion	-	32.54	32.54
Balance as at March 31, 2025	**14.90**	**592.30**	**607.20**
Accumulated Depreciation			
Balance as at April 01, 2024	**-**	**34.08**	**34.08**
Charge for the year	1.24	29.27	30.51
Deletion	-	14.86	14.86
Balance as at March 31, 2025	**1.24**	**48.49**	**49.73**
Net Block			
Balance as at March 31, 2025	**13.66**	**543.82**	**557.47**

The Group has recognised Rs. 28.99 (in Millions) and March 31, 2025: 24.39 (in Millions) as rent expenses during the year which pertains to short term lease/low value asset which was not recognised as part of asset.

7. Capital work-in-progress

	As at March 31, 2026	As at March 31, 2025
Opening balance	**50.04**	**67.33**
Add: Additions during the year	84.44	254.19
Less: Capitalisation/Adjustments during the year	(66.42)	(271.48)
Closing balance	**68.06**	**50.04**

Ageing schedule of capital work-in-progress as at March 31, 2026

Particulars	Ageing as on March 31, 2026				
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	Total
Projects in progress	21.11	46.95	-	-	68.06
Projects temporarily suspended	-	-	-	-	-
Total	**21.11**	**46.95**	**-**	**-**	**68.06**

There is no cost or time overrun in Capital Work-in-Progress compared to its original plan.

Ageing schedule of capital work-in-progress as at March 31, 2025

Particulars	Ageing as on March 31, 2025				
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	Total
Projects in progress	50.04	-	-	-	50.04
Projects temporarily suspended	-	-	-	-	-
Total	**50.04**	**-**	**-**	**-**	**50.04**

8. Investment Property

Particulars	Buildings	Total
Gross Block		
Balance as at April 01, 2025	**88.22**	**88.22**
Additions	-	-
Deletion	11.15	11.15
Balance as at March 31, 2026	**77.08**	**77.08**
Accumulated Depreciation		
Balance as at April 01, 2025	**17.19**	**17.19**
Charge for the year	3.21	3.21
Deletion	2.22	2.22
Balance as at March 31, 2026	**18.18**	**18.18**
Net Block		
Balance as at March 31, 2026	**58.89**	**58.89**

Particulars	Buildings	Total
Gross Block		
Balance as at April 01, 2024	**174.46**	**174.46**
Additions	0.78	0.78
Deletion	87.01	87.01
Balance as at March 31, 2025	**88.22**	**88.22**
Accumulated Depreciation		
Balance as at April 01, 2024	**29.66**	**29.66**
Charge for the year	6.10	6.10
Deletion	18.57	18.57
Balance as at March 31, 2025	**17.19**	**17.19**
Net Block		
Balance as at March 31, 2025	**71.04**	**71.04**

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Rental Income	-	-
Direct Operating Expenses from Property that generated rental income	-	-
Direct Operating Expenses from Property that did not generated rental income	0.46	1.02

Contractual Obligation

There are no restriction on realisability of investment property or remittance of income or proceeds of disposal. Also, there are no contractual obligations to purchase, construct or develop investment property or for repairs, maintenance or enhancements at the year end.

Details with respect to fair valuation of Investment property

Aggregate amount of investment property at fair value *

As at March 31, 2026	74.82
As at March 31, 2025	96.26

* Fair valuation has been determined on the basis of valuation carried by independent valuer and government rates, market research, market trend and comparable values as considered appropriate. The fair value for investment property has been categorised as level 2 based on the techniques used and inputs applied.

9. Goodwill

Particulars	As at March 31, 2026	As at March 31, 2025
I. Gross Block		
Balance at beginning of the year	28.08	28.08
Additions	275.14	-
Impairment	-	-
Balance at the end of the year	**303.22**	**28.08**

The Goodwill is tested for impairment and accordingly no impairment charges were identified for the year ended March 31, 2026 and March 31, 2025.

The Goodwill arises from the following Group's Cash Generating Units (CGU):

Particulars	As at March 31, 2026	As at March 31, 2025
SFC Umwelttechnik GmbH	5.97	5.97
Chavare Engineering Private Limited	18.97	18.97
Vasudha Waste Treatment Private Limited	3.14	3.14
IST Anglangbeu GmBH	275.14	-
Total	**303.22**	**28.08**

For details on impairment testing and key assumptions for valuation, Refer Note 2.3(h).

10. Other Intangible Assets

Description of Assets	Plant Assets	Software	Total
Gross Block			
Balance as at April 01, 2025	**292.30**	**6.57**	**298.87**
Addition on account of acquisition of subsidiary	-	8.16	8.16
Additions	-	0.54	0.54
Disposals	-	-	-
Exchange Difference on Translation of foreign operations	-	1.11	1.11
Balance as at March 31, 2026	**292.30**	**16.37**	**308.67**
Depreciation/Impairment			
Balance as at April 01, 2025	**222.70**	**3.57**	**226.27**
Addition on account of acquisition of subsidiary	-	8.08	8.08
Charge for the year	55.68	1.53	57.21
Disposals	-	-	-
Exchange Difference on Translation of foreign operations^	-	0.90	0.90
Balance as at March 31, 2026	**278.38**	**14.08**	**292.46**
Net Block			
Balance as at March 31, 2026	**13.92**	**2.29**	**16.21**

^ represents amount less than 0.01 Million

Description of Assets	Plant Assets	Software	Total
Gross Block			
Balance as at April 01, 2024	**292.30**	**4.23**	**296.53**
Additions	-	2.28	2.28
Disposals	-	-	-
Exchange Difference on Translation of foreign operations	-	0.06	0.06
Balance as at March 31, 2025	**292.30**	**6.57**	**298.87**
Depreciation/Impairment			
Balance as at April 01, 2024	**167.03**	**2.30**	**169.33**
Charge for the year	55.68	1.24	56.92
Disposals	-	-	-
Exchange Difference on Translation of foreign operations^	-	0.03	0.03
Balance as at March 31, 2025	**222.70**	**3.57**	**226.27**
Net Block			
Balance as at March 31, 2025	**69.60**	**3.00**	**72.60**

^ represents amount less than 0.01 Million

Note: The Group has adopted IndAS 101 and has elected to continue with the carrying value for all of its Intangible Assets as recognised in its previous GAAP financial statements as deemed cost on the transition date i.e. April 01 2021.

11. Non-current Assets – Financial Assets – Investments

	As at March 31, 2026	As at March 31, 2025
Investment measured at Cost		
Investment in Equity Instruments		
Associate companies	191.71	61.77
Investment in Abhinav Sahakari Bank Shares	0.61	0.61
Investment in equity instruments of joint venture#		
Investment in Endress + Hauser & Chavare Engineering (JV) Private Limited	0.26	0.29
Investment in Gharpure Engg & Const PL – Chavare Engg PL JV	-	-
Securities for Provision (Severance Payments)	25.12	25.12
Total	**217.71**	**87.79**

Details of Non-current Assets – Financial Assets – Investments	As at March 31, 2026	As at March 31, 2025
Investments in fully paid equity instruments		
Associate companies		
(i) Turbomax India Private Limited- March 31, 2026: 2,00,16,990 (March 31, 2025 : 77,66,990) equity shares of Rs. 10 each fully paid-up	191.71	61.77
	191.71	**61.77**

Details of quoted/unquoted investments	As at March 31, 2026	As at March 31, 2025
Aggregate book value of Unquoted investments	217.71	87.79
Aggregate market value of quoted investments	-	-
Aggregate amount of Investment measured at Cost	192.59	62.66
Aggregate amount of Investment stated at Fair Value through profit and loss	25.12	25.12
Aggregate amount of impairment in value of Investments	-	-

These are joint ventures of our subsidiary (Chavare Engineering Private Limited).

12. Non-Current Assets – Financial Assets – Loans

	As at March 31, 2026	As at March 31, 2025
(considered good, unless otherwise stated)		
Unsecured Loans:		
- To Others*	109.11	101.07
Total	**109.11**	**101.07**

* These loans are repayable at demand

13. Non-Current Assets – Financial Assets – Trade Receivables

	As at March 31, 2026	As at March 31, 2025
Secured, considered good	-	-
Unsecured, considered good	514.08	523.25
Less: Allowance for expected credit loss	-	-
	514.08	**523.25**

Refer note 52 for information about receivables from related party.

Ageing schedule of trade receivables as at March 31, 2026

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					
			Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	Total
i. Undisputed Trade receivables – considered good	205.89	308.19	-	-	-	-	-	514.08
ii. Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
iii. Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
iv. Disputed Trade Receivables – considered good	-	-	-	-	-	-	-	-
v. Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
vi. Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
Less: Allowance for expected credit loss	-	-	-	-	-	-	-	-
Total	**205.89**	**308.19**	**-**	**-**	**-**	**-**	**-**	**514.08**

Ageing schedule of trade receivables as at March 31, 2025

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					
			Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	Total
i. Undisputed Trade receivables – considered good	205.10	318.16	-	-	-	-	-	523.25
ii. Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
iii. Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
iv. Disputed Trade Receivables– considered good	-	-	-	-	-	-	-	-
v. Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
vi. Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
Less: Allowance for expected credit loss	-	-	-	-	-	-	-	-
Total	**205.10**	**318.16**	**-**	**-**	**-**	**-**	**-**	**523.25**

Refer note 57 about information on credit risk and market risk of trade receivables.
Additional Disclosure:
- The credit period for non-current trade receivables is based on the terms of the contract (generally more than 365 days).
- Trade receivables does not include any amount receivable from director/s of the Company.
- Refer Note 58 for details of hypothecation of the trade receivables for Secured Borrowings.

14. Non - Current Assets - Financial assets – Others

	As at March 31, 2026	As at March 31, 2025
Financial assets at amortised cost		
Bank Deposits with more than twelve months maturity*	146.94	141.68
Security deposits	80.90	64.22
	227.84	**205.90**

*Refer Note 21 for information about lien on fixed deposits.

15. Non - Current Asset - Income tax assets (net)

	As at March 31, 2026	As at March 31, 2025
Advance income tax (net of provisions)	82.24	67.14
	82.24	**67.14**

16. Non - current assets – Others

	As at March 31, 2026	As at March 31, 2025
(Unsecured, considered good, unless otherwise stated)		
Balance with government authorities		
Capital advances	245.29	150.36
Indirect Tax refund receivable	2.61	2.45
Prepaid expenses	7.82	4.28
Net defined benefit asset – Gratuity (refer note 51)	3.61	-
	259.33	**157.08**

17. Current Assets - Inventories*

	As at March 31, 2026	As at March 31, 2025
(Valued at lower of cost and net realizable value)		
Raw materials	329.87	277.10
Work in Progress	170.92	153.34
Project Work in Progress	337.80	170.78
Stock-in-trade	357.04	346.52
Finished Goods	55.77	28.08
	1,251.40	**975.83**

* Refer Note 58 for details of hypothecation of the inventory for Secured Borrowings

18. Current Assets - Financial Assets - Loans

	As at March 31, 2026	As at March 31, 2025
(Unsecured, considered good, unless otherwise stated)		
Loan to Employees	2.30	2.61
Loan to Others*	192.20	177.72
	194.50	**180.32**

* These loans are repayable at demand

19. Current Assets – Financial Assets – Trade receivables

	As at March 31, 2026	As at March 31, 2025
Secured, considered good	-	-
Unsecured, considered good	6,084.04	4,341.89
Receivables which have significant increase in credit risk	37.71	37.71
Receivables which are credit impaired	75.87	72.48
	6,197.62	4,452.08
Less: Allowance for expected credit loss	(109.97)	(101.62)
	6,087.64	**4,350.46**

Refer note 52 for information about receivables from related party.

Ageing schedule of trade receivables as at March 31, 2026

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					
			Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	Total
i. Undisputed Trade receivables – considered good	2.64	3,898.80	884.43	185.21	946.38	79.59	86.98	6,084.04
ii. Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	37.71	37.71
iii. Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	72.75	72.75
iv. Disputed Trade Receivables– considered good	-	-	-	-	-	-	-	-
v. Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
vi. Disputed Trade Receivables – credit impaired	-	-	-	-	-	3.12	-	3.12
Less: Allowance for expected credit loss	-	-	(0.01)	(0.22)	(1.19)	(4.88)	(103.68)	(109.97)
Total	**2.64**	**3,898.80**	**884.43**	**184.99**	**945.19**	**77.83**	**93.77**	**6,087.64**

Ageing schedule of trade receivables as at March 31, 2025

Particulars	Unbilled	Not due	Outstanding for following periods from due date of payment					
			Less than 6 months	6 months – 1 year	1-2 years	2-3 years	More than 3 years	Total
i. Undisputed Trade receivables – considered good	-	1,134.26	2,794.66	142.97	149.91	59.95	60.15	4,341.89
ii. Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	37.71	37.71
iii. Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	72.48	72.48
iv. Disputed Trade Receivables– considered good	-	-	-	-	-	-	-	-
v. Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-	-
vi. Disputed Trade Receivables – credit impaired	-	-	-	-	-	-	-	-
Less: Allowance for expected credit loss	-	-	(0.00)	(2.57)	(2.17)	(1.58)	(95.30)	(101.62)
Total	**-**	**1,134.26**	**2,794.66**	**140.40**	**147.74**	**58.37**	**75.03**	**4,350.46**

Refer note 57 about information on credit risk and market risk of trade receivables.
Additional Disclosure:
- Generally, Payment Term is 0 to 120 days
- Trade receivables does not include any amount receivable from director/s of the Company
- Refer Note 58 for details of hypothecation of the trade receivables for Secured Borrowings

20. Current Assets - Financial Assets - Loans

	As at March 31, 2026	As at March 31, 2025
Cash on Hand:		
– Cash on hand	0.34	0.39
– Foreign Currency on Hand	0.72	0.46
Cheque in hand	240.15	150.00
Balances with banks:		
– In current account	139.39	120.37
– Deposit with original maturity of less than three months*	24.47	104.22
	405.06	**375.44**

*Refer Note 21 for information about lien on fixed deposits and Note 58 for information about secured borrowings

21. Current Assets - Financial Assets - Other bank balances

	As at March 31, 2026	As at March 31, 2025
Deposits with banks*	1,163.01	984.95
Ear marked bank balances - Gratuity	0.11	0.10
Ear Marked Bank Balances - Dividend	0.03	0.02
	1,163.14	**985.07**

***Amount of term deposits (shown in Note 14, 20 & 21) which is under lien**		
for various credit facilities from various Banks	1,268.71	1,092.11
with customer pursuant to the contract requirement	20.44	21.51
	1,289.15	**1,113.63**

***Term deposits reflected under**		
More than 12 months maturity (Refer note 14)	146.94	141.68
Original maturity less than 3 months (Refer note 20)	24.47	104.22
Deposits with banks (Refer note 21)	1,163.01	984.95
Total Term Deposit	**1,334.42**	**1,230.85**

22. Current Assets - Financial Assets – Others

	As at March 31, 2026	As at March 31, 2025
(considered good, unless otherwise stated)		
Earnest Money Deposits	38.46	45.64
Security Deposit	206.88	125.79
Interest accrued but not due	2.44	-
Other Financial Asset	27.81	10.50
	275.60	**181.93**

23. Other current assets

	As at March 31, 2026	As at March 31, 2025
(considered good, unless otherwise stated)		
Balance with Government authorities	155.21	67.54
Contract Asset	161.20	-
Advances to employee	1.96	1.27
Advance to suppliers	162.33	83.52
Prepaid expenses	247.39	96.25
Export Incentives Receivable	0.03	-
Other Assets	0.01	-
Other Assets - Corporate Guarantee	8.67	12.20
	736.80	**260.78**

24. Share capital

Share capital	As at March 31, 2026	As at March 31, 2025
Authorized	250.00	250.00
12,50,00,000 equity shares of Rs. 2 each (March 31, 2025: 12,50,00,000 equity shares of Rs. 2 each)	**250.00**	**250.00**
Issued, subscribed and paid up		
9,34,11,270 equity shares of Rs. 2 each fully paid up (March 31, 2025: 9,34,11,270 equity shares of Rs. 2 each fully paid up)	186.82	186.82
	186.82	**186.82**

*The authorized share capital was increased from 1,74,00,000 equity shares of Rs. 10 each amounting to Rs. 174 million to 12,50,00,000 equity shares of Rs. 2 each amounting to Rs. 250 million which was duly approved by the board in meeting dated August 14, 2024 and by the shareholders of the Company by means of an ordinary resolution dated September 05, 2024.

a) Reconciliation of equity shares outstanding at the beginning and at the end of the year:

Particulars	As at March 31, 2026		As at March 31, 2025	
	Number of shares	Amount	Number of shares	Amount
Outstanding at the beginning of the year	9,34,11,270	186.82	62,27,418	62.27
Add: Increase in shares on account of split*	-	-	2,49,09,672	-
Add: Issuance of bonus shares*	-	-	6,22,74,180	124.55
Add: Issuance and allotment of shares	-	-	-	-
Less: Cancellation of shares	-	-	-	-
Outstanding at the end of the year	**9,34,11,270**	**186.82**	**9,34,11,270**	**186.82**

*Pursuant to a resolution of our Board passed in their meeting held on August 14, 2024 and a resolution of our Shareholders passed in their annual general meeting held on December 5, 2024,

- Each fully paid – up equity share of our Company of face value ₹10 was subdivided into 5 Equity Shares of ₹2 each and
- 62,274,180 Equity Shares of ₹2 each were allotted through a bonus issuance (“Bonus Shares”) in the ratio of two Equity Shares for every one Equity Share held by the Shareholders as on the record date (i.e., December 4, 2024). The said bonus shares rank pari passu in all respects with the existing equity shares of the Company, including dividend. As a result of the bonus issue, the paid-up capital of the Company increased to Rs. 186.82 million from Rs. 62.27 million. The paid-up capital on account of bonus issue of Rs. 124.55 millions, out of which Rs. 50.34 millions has been appropriated from retained earnings, Rs. 70.24 million has been appropriated from general reserves and Rs. 3.97 million has been appropriated from securities premium.

b) Particulars of shares held by shareholders holding more than 5% of the aggregate shares in the Company

Name of the shareholder	As at March 31, 2026		As at March 31, 2025	
	Number of shares	% of holding in the class	Number of shares	% of holding in the class
Sandeep Sudhakar Asolkar***	3,15,85,470	33.81%	3,15,85,470	33.81%
Saketchandrasingh Pratapsingh Dhandoriya	84,34,125	9.03%	84,34,125	9.03%
Jaya Chandrakant Gogri***	57,49,350	6.15%	57,49,350	6.15%
Sarvesh Kumar Garg	55,27,215	5.92%	55,27,215	5.92%
Asolkar Tradecraft Private Limited	49,78,320	5.33%	49,78,320	5.33%
	7,00,52,625	**74.99%**	**7,00,52,625**	**74.99%**

*** including joint holding (as first named shareholder)

c) Shares held by promoters in the Company

Name of the Promoter	As at March 31, 2026		As at March 31, 2025		% Change during the year
	Number of shares	% of holding in the class	Number of shares	% of holding in the class	
Sandeep Sudhakar Asolkar *	3,15,85,470	33.81%	3,15,85,470	33.81%	-
Saketchandrasingh Pratapsingh Dhandoriya	84,34,125	9.03%	84,34,125	9.03%	-
Promoter Group					
Asolkar Tradecraft Private Limited	49,78,320	5.33%	49,78,320	5.33%	-
Bhushan Raju Naik	13,500	0.01%	-	-	0.01%
	4,50,11,415	**48.19%**	**4,49,97,915**	**48.17%**	**0.01%**

* it includes 1,80,85,470 Equity Share as at March 31, 2026 and March 31, 2025 held by Mr. Sandeep Asolkar jointly with Mrs. Priya Sandeep Asolkar.

d) Terms/rights attached to Equity Shares

The Company has only one class of equity shares having Face Value of Rs 2/- per share. Each holder of equity share is entitled to one vote per share. The company declares and pays dividend in Indian Rupees. The dividend proposed by the Board of Directors are subject to the approval of the Shareholders in the ensuing Annual General Meeting. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the company, after distribution of all preferential amounts. However, no such preferential amount exists as at March 31, 2026 and March 31, 2025. The distribution will be in proportion to the number of Equity Shares held by the Shareholders.

e) Aggregate number and class of shares allotted as fully paid-up pursuant to bonus issue: 6,22,74,180 Equity Shares of ₹2 each bonus shares issued on 5 December 2024 (for further details, refer Note (a) above).

f) Aggregate number and class of shares bought back: Nil.

g) Aggregate number and class of shares allotted as fully paid up pursuant to contract(s) without payment being received in cash: Nil.

h) The Company does not have any securities outstanding as at March 31, 2026 and March 31, 2025 which are convertible into equity/preference shares.

25. Other Equity

25.A Other Equity

	As at March 31, 2026	As at March 31, 2025
Securities Premium	-	-
Retained earnings	7,746.47	6,205.52
General Reserves	0.02	0.02
Capital Reserves	21.40	21.40
Standard Reserve u/s 45IC of the RBI Act	0.03	0.03
Gain on Bargain Purchase	58.41	58.41
Exchange differences on translation of foreign operations	38.41	26.28
Other comprehensive income (Acturial Gain/(Loss))	(9.83)	(11.66)
Total Other Equity	**7,854.91**	**6,300.00**

Movement in Other Equity

A. Securities premium (SP)

	As at March 31, 2026	As at March 31, 2025
Opening balance	-	3.97
Add/(Less): Changes during the year	-	-
Less: Utilised for issue of bonus shares	-	(3.97)
Closing balance	**-**	**-**

* Nature and purpose of reserves
Securities premium includes the difference between the face value of the equity shares and the consideration received in respect of shares issued. Securities premium is used to record the premium received on issue of shares. During the year ended March 31, 2025, securities premium has been utilised for the purpose of issuing bonus shares.

B. General reserve

	As at March 31, 2026	As at March 31, 2025
Opening balance	0.02	70.25
Add/(Less): Transfer to Retained Earnings	-	-
Less: Utilised for issue of bonus shares	-	(70.24)
Closing balance	**0.02**	**0.02**

* Nature and purpose of reserves
The Group created a General Reserve in earlier period/years pursuant to the provisions of the Companies Act, where in certain percentage of profits were required to be transferred to General Reserve before declaring dividends. General Reserve is a free reserve available to the Group. During the year ended March 31, 2025, general reserves has been utilised for the purpose of issuing bonus shares.

C. General reserve

	As at March 31, 2026	As at March 31, 2025
Opening balance	21.40	21.40
Add: Addition during the year	-	-
Closing balance	**21.40**	**21.40**

* Nature and purpose of reserves
Capital Reserves are mainly the reserves created during business combination for the gain on bargain purchase and common control mergers. It is not available for distribution as dividend.

D. Retained earnings

	As at March 31, 2026	As at March 31, 2025
Opening balance	6,205.52	5,110.06
Add: Aquistion/purchase of additional stake in subsidiary#	(2.67)	16.59
Less: effect of merger	-	
Add: Profit for the year	1,543.61	1,440.60
Less: Utilised for issue of bonus shares	-	(50.34)
Less: Dividend Paid	-	(311.37)
Closing balance	**7,746.47**	**6,205.52**

* Nature and purpose of reserves
Retained earnings are the profit that the Group has earned till date.
This comprise of additional stake purchase in Subsidiaries (SFC Umwelttechnik GmbH, Hindustan Waste Treatment Private Limited, Vasudha Waste Treatment Private Limited, Pentagen Biofuels Private Limited)

E. Gain on Bargain Purchase

	As at March 31, 2026	As at March 31, 2025
Opening balance	58.41	58.41
Add: Addition during the year	-	-
Closing balance	**58.41**	**58.41**

* Nature and purpose of reserves
Gain on Bargain purchase on acquisition of subsidiary

F. Gain on Bargain Purchase

	As at March 31, 2026	As at March 31, 2025
Opening balance	0.03	0.03
Add: Transfer from Retained Earnings	-	-
Closing balance	**0.03**	**0.03**

* Nature and purpose of reserves
Reserve fund is created as per the terms of section 45 IC(1) of the Reserve Bank of India Act, 1934 as a statutory reserve.

25B. Exchange differences on translation of foreign operations

	As at March 31, 2026	As at March 31, 2025
Opening balance	26.28	24.98
Add: Current year	13.36	1.41
Less: Share of Non- Controlling Interest	(1.22)	(0.12)
Closing balance	**38.41**	**26.28**

Exchange differences on translation of foreign operations: This comprise of all exchange differences arising from translation of financial statements of foreign operations as well as from the translation of liabilities that hedge the Group's net investment in a foreign subsidiary.

25.C Movement in Other Comprehensive Income (Actuarial Gain/(Loss))

	As at March 31, 2026	As at March 31, 2025
Opening balance	(11.66)	(8.42)
Add: On acquisition of subsidiary	-	-
Add: Re-measurement loss on defined benefit liabilities (net of tax)	1.09	(2.98)
Less: Share of Non- Controlling Interest	0.74	(0.27)
Closing balance	**(9.83)**	**(11.66)**
Total other equity	**7,854.91**	**6,300.00**

26. Non - Current Liabilities - Financial Liabilities - Borrowings

	As at March 31, 2026	As at March 31, 2025
Secured Borrowings (refer note 58)	386.99	491.03
Unsecured Loan from Directors #	3.90	3.90
	390.89	**494.93**

Loan taken by subsidiaries from its directors at the interest rate of 10% p.a.

27. Non - Current Liabilities - Financial Liabilities - Leases

	As at March 31, 2026	As at March 31, 2025
Long term maturities of lease obligations (refer note 59)	420.12	475.58
	420.12	**475.58**

28. Non - Current Liabilities - Provisions

	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits:		
Net defined benefit liability- Gratuity (refer note 51)	2.47	3.79
Net defined benefit liability - Leave Encashment (refer note 51)	6.43	0.04
Provision for severance payments	7.30	6.03
Liability for Compensated absences		
Other provision	47.01	48.38
	63.20	**58.24**

29. Current Liabilities – Financial Liabilities – Borrowings

	As at March 31, 2026	As at March 31, 2025
Bank Overdraft*	809.42	222.42
Current maturities of long-term borrowings (Refer Note 26) **	104.30	103.27
Bills discounted ## (Refer note58)	635.34	-
Loan from related parties #	16.41	16.44
	1,565.47	**342.14**

*Note: Fund based working capital facilities from banks carry interest ranging from 3.38% to 9.55% p.a. (March 31, 2025: 4.17% to 9.85% p.a.)
**Note: Term facilities from banks carry interest ranging from 7.50% to 9.05% per annum (March 31, 2025: 8.50% to 9.05% p.a.)
Loan by subsidiaries from its directors and relative of directors
Bill discounted under letter of credit with usance period of upto 180 days and bill discounted under RXIL with issuance period upto 90 days.

30. Current Liabilities - Financial Liabilities - Leases

	As at March 31, 2026	As at March 31, 2025
Lease obligations (refer note 59)	69.92	55.93
	69.92	**55.93**

31. Current Liabilities – Financial Liabilities – Trade Payables

	As at March 31, 2026	As at March 31, 2025
Total outstanding dues of micro and small enterprises	117.66	138.87
Total outstanding dues of creditors other than micro and small enterprises	1,585.02	792.83
	1,702.68	**931.70**

The Group has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosures pursuant to the said MSMED Act are as follows:

	As at March 31, 2026	As at March 31, 2025
Principal amount due to suppliers registered under the MSMED Act and remaining unpaid as at period end*	117.66	142.55
Interest due to suppliers registered under the MSMED Act and remaining unpaid as at period end	2.70	0.06
Principal amounts paid to suppliers registered under the MSMED Act, beyond the appointed day during the period	56.32	9.12
Interest paid, under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
Interest paid, other than under Section 16 of MSMED Act, to suppliers registered under the MSMED Act, beyond the appointed day during the period	-	-
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 period) but without adding the interest specified under the MSMED Act	-	-
Interest accrued and remaining unpaid at the end of accounting period	2.58	-
Amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprise, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act ^	-	-

Ageing schedule for trade payables outstanding as at March 31, 2026

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed:							
(i) MSME	-	-	110.48	7.03	-	0.15	117.66
(ii) Others	-	0.00	1,580.19	3.78	0.44	0.61	1,585.02
Disputed:							
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-	-
Total	**-**	**0.00**	**1,690.68**	**10.81**	**0.44**	**0.76**	**1,702.68**

Ageing schedule for trade payables outstanding as at March 31, 2025

Particulars	Unbilled	Not Due	Outstanding for following periods from due date of payment				Total
			Less than 1 year	1-2 years	2-3 years	More than 3 years	
Undisputed:							
(i) MSME	-	-	136.86	2.01	-	-	138.87
(ii) Others	-	-	792.29	0.24	0.01	0.29	792.83
Disputed:							
(i) MSME	-	-	-	-	-	-	-
(ii) Others	-	-	-	-	-	-	-
Total	**-**	**-**	**929.15**	**2.24**	**0.01**	**0.29**	**931.70**

Note: Transaction date has been considered as due date for ageing.

32. Current Liabilities – Financial Liabilities – Others

Current Liabilities – Financial Liabilities – Others	As at March 31, 2026	As at March 31, 2025
Creditors for capital goods – Non MSME	0.98	0.01
Creditors for capital goods – MSME (Refer Note 31 for MSME Disclosure)	-	3.68
Creditors for expenses	129.57	73.34
Security Deposit	4.81	3.38
Remuneration payable to directors*	5.84	7.64
Dividend Payable	-	168.42
Employee benefits payable	16.35	21.31
Others	0.73	0.51
	158.28	**278.28**

* This includes Sitting fees payable to Directors and Remuneration payable by Subsidiary Company to its Directors.

33. Current liabilities – Others

Current Liabilities – Financial Liabilities – Others	As at March 31, 2026	As at March 31, 2025
Statutory dues Payable*	341.49	355.07
Social Security	2.74	1.95
Contract Liabilities	19.82	26.11
Book Overdraft#	-	54.13
Other Payable	0.12	0.70
Other Liability - Corporate Gaurantee	8.67	12.20
Accrued Expenses & provisions	132.27	124.44
Advance for sale of assets	3.09	6.40
	508.21	**581.00**

* Statutory dues payable are in the nature of income tax deducted at source, tax collect at source, professional tax, goods and service tax and contribution to provident fund and employee state insurance corporation.

represents book overdraft on account of cheque issued but not encashed by the payee as on reporting date.

34. Current Liabilities – Provisions

Current Liabilities – Provisions	As at March 31, 2026	As at March 31, 2025
Provision for employee benefits:		
Provision for Gratuity (refer note 51)	8.12	0.24
Provision for Leave Encashment (refer note 51) ^	0.22	0.00
	8.34	**0.24**

^ represents amount less than 0.01 Million

35. Current tax liabilities (net)

Current Liabilities – Provisions	As at March 31, 2026	As at March 31, 2025
Provision for tax (net of taxes paid)	25.79	58.67
	25.79	**58.67**

36. Revenue from operations

Revenue from operations	Year Ended March 31, 2026	Year Ended March 31, 2025
Revenue from contracts with customer		
– Sale of Goods	5,452.33	4,924.77
– Sale of Services	2,419.77	1,885.50
Total (A)	**7,872.09**	**6,810.27**
Other operating revenues		
– Export Benefits Earned	0.09	-
– Interest on Annuity	77.33	82.60
– Sales of recyclables, compost, scrap	41.44	42.22
– Supply of Electricity	32.64	29.77
– Other Operating Income	12.70	13.72
Total (B)	**164.19**	**168.31**
Total revenue from operations (A+B)	**8,036.29**	**6,978.58**

For details of disaggregation of revenue, refer note 55 Segment Reporting.

37. Other income

Other income	Year Ended March 31, 2026	Year Ended March 31, 2025
Interest income under the effective interest method on		
– Term deposits	87.79	111.45
– Loans given	28.53	40.01
– Security deposits	2.19	2.00
Interest income from Customers	0.67	16.37
Interest on Income Tax Refund	1.56	0.39
Net gain on foreign currency transactions	4.59	4.14
Net gain on sale of Property, Plant & Equipment	15.27	56.49
Net Gain on Sale of Investment Property	5.71	39.61
Net Gain on Termination of Lease	0.22	1.26
Insurance claim	0.03	6.20
Rent income	11.71	11.55
Miscellaneous income	18.17	1.58
Total other income	**176.43**	**291.06**

38. Impairment gain on financial assets

	As at March 31, 2026	As at March 31, 2025
Impairment gain on trade receivables arising from contracts with customer	0.01	-
Total Impairment Gain	**0.01**	**-**

39. Purchases of Stock-in-trade

	As at March 31, 2026	As at March 31, 2025
Purchase of Stock-in-Trade	1,898.89	1,274.64
Total Purchases	**1,898.89**	**1,274.64**

40. Cost of Material Consumed

	As at March 31, 2026	As at March 31, 2025
Cost of material consumed:		
Opening stock of Raw materials	277.10	295.17
Add: Purchases	1,608.98	1,749.36
Less: Closing stock of Raw materials	(329.87)	(277.10)
Total Cost of Material Consumed	**1,556.21**	**1,767.43**

41. Project Cost

	As at March 31, 2026	As at March 31, 2025
Contract Cost	759.75	287.49
Total Project Cost	**759.75**	**287.49**

42. Changes in inventories

	As at March 31, 2026	As at March 31, 2025
Inventories at the beginning of the year		
Finished Goods & Stock-in-Trade	374.61	377.55
Project Work in Progress	170.78	328.96
Work in Progress	153.34	82.69
	698.72	**789.19**
Inventory on acquisition of subsidiary		
Finished Goods	-	-
Work in Progress	0.88	-
	0.88	**-**
Less: Inventories at the end of the year		
Finished Goods & Stock-in-Trade	412.81	374.61
Project Work in Progress	337.80	170.78
Work in Progress	170.92	153.34
	921.52	**698.72**
Exchange Difference on Translation of foreign operations	22.20	2.93
Net decrease/(increase)	**(199.72)**	**93.40**

43. Employee benefits expense

Employee benefits expense	Year Ended March 31, 2026	Year Ended March 31, 2025
Salaries, wages and bonus	648.68	546.87
Contribution to provident and other funds (refer note 51)	43.86	33.06
Gratuity (refer note 51)	11.85	5.60
Director's remuneration	75.26	72.95
Leave Encashment Expenditure (refer note 51)	6.98	0.05
Staff welfare expenses	55.84	71.46
Total employee benefits expense	**842.47**	**729.98**

44. Finance costs

Employee benefits expense	Year Ended March 31, 2026	Year Ended March 31, 2025
Interest expense on financial liabilities measured at amortized cost		
– on Term loan from bank	43.47	56.89
– on Bank overdraft	31.92	31.95
– on loan from others	3.54	1.98
– on car loan	0.44	0.23
Other Borrowing Cost	25.99	5.63
Interest expense on lease liabilities	43.27	37.02
Total finance costs	**148.64**	**133.71**

45. Depreciation and amortization expense

Employee benefits expense	Year Ended March 31, 2026	Year Ended March 31, 2025
Depreciation on property, plant and equipment	150.19	84.89
Depreciation on right-of-use asset	67.84	30.51
Depreciation on Investment property	3.21	6.10
Amortisation on intangible asset	57.21	56.92
Total depreciation and amortization expense	**278.46**	**178.41**

46. Impairment Losses on financial assets and contract assets

	Year Ended March 31, 2026	Year Ended March 31, 2025
Impairment loss on trade receivables arising from contracts with customer	8.36	7.46
Total Impairment Losses	**8.36**	**7.46**

47. Other expenses

Other expenses	Year Ended March 31, 2026	Year Ended March 31, 2025
Bank Charges	4.56	1.93
Bad Debts written off	-	0.48
Brokerage and Commission	1.50	4.20
Corporate Social Responsibility Expenses (Refer note 61)	35.47	29.84
Donation	6.20	1.11
Director Sitting Fees	0.75	0.59
Electricity	14.09	5.74
Hire Charges	0.90	0.50
Insurance	27.15	23.26
Interest on delayed payment of statutory dues	0.78	3.48
IT & Systems	4.41	2.20
Legal and Professional Fees	172.87	157.31
License Fees	2.23	0.29
Loss on sale of Property, Plant & Equipment (net)	-	0.19
Marketing and Business Promotion	76.05	79.11
Miscellaneous Expenses	40.38	47.48
Net loss on foreign currency transactions	27.85	1.16
O & M Expenses	38.50	25.00
Office Expense	0.08	0.14
Other Manufacturing Expense	38.35	30.88
Other operating expenses	1.96	0.77
Packing & Forwarding Expenses	0.89	0.38
Payment to auditors	6.47	4.41
Pest Control Charges	0.96	0.96
Postage & Courier	2.04	1.57
Power and fuel	6.58	7.01
Printing & Stationery Expenses	4.40	6.45
Profession Tax	0.05	0.03
Property Tax	0.02	0.02
Rates & taxes*	12.44	19.11
Rent	28.99	24.39
Repair and maintenance	23.60	44.39
Security Charges	10.88	9.88
Telephone & Internet charges	5.57	3.67
Transportation Charges	74.61	61.59
Travelling and Lodging Expenses	102.15	118.78
Waste Disposal Charges	38.50	25.09
Total other expenses	**812.21**	**743.38**

180. Income Tax

A. Current tax expense

	As at March 31, 2026	As at March 31, 2025
Current tax charge	566.40	534.99
Deferred tax charge/(income)	(22.13)	6.82
MAT Credit	(31.52)	(9.50)
Income tax expense reported in the statement of profit or loss	**512.75**	**532.31**

B. Deferred tax relates to the following:

	As at March 31, 2026	As at March 31, 2025
Deferred tax assets		
On lease arrangements as per Ind AS 116	4.63	1.05
On Property, plant and equipment	16.22	2.21
On Preliminary Expenses	-	-
On Investment property	4.58	4.33
On Fair valuation of investment	-	-
On MAT Credit Entitlement	17.10	-
On Expected Credit loss for Trade Receivables	25.62	25.07
On Gratuity Provision and Other Disallowances	10.58	9.09
On Unabsorbed losses	28.82	28.97
On Unrealised Profits on Inventory & Capital assets	1.09	4.94
On Acquisition of Financial Assets	8.35	8.35
On share of profit/(loss) from associate/Joint Venture	2.06	3.92
	119.05	**87.93**
Deferred tax liabilities		
On Property, plant and equipment	1.64	5.56
On lease arrangements as per Ind AS 116	0.93	5.05
On Gratuity Provision	-	-
On unbilled trade receivables as per Ind AS 115	52.48	52.48
On Financial Instruments	0.48	0.56
On Expected Credit loss for Trade Receivables	-	-
On share of profit/(loss) from associate/Joint Venture	26.79	26.79
	82.32	**90.44**
Deferred Tax Asset/(Liabilities) (Net)	**36.72**	**(2.51)**

Movement in deferred tax balances

For the year ended March 31, 2026

Particulars	Opening Balance	Recognized through Profit or Loss	Closing Balance
Tax effect of items constituting deferred tax asset			
On lease arrangements as per Ind AS 116	1.05	3.58	4.63
On Property, plant and equipment	2.21	14.01	16.22
On Preliminary Expenses^	-	-	-
On Investment property	4.33	0.25	4.58
On Fair valuation of investment	-	-	-
On Expected Credit loss for Trade Receivables	25.07	0.55	25.62
On Gratuity Provision	9.09	1.49	10.58
On MAT Credit Entitlement	-	17.10	17.10
On Unabsorbed losses	28.97	(0.15)	28.82
On Unrealised Profits on Inventory & Capital Jobs	4.94	(3.86)	1.09
On Acquisition of Financial Assets	8.35	0.00	8.35
On share of profit/(loss) from associate/ Joint Venture	3.92	(1.87)	2.06
	87.93	**31.12**	**119.05**
Tax effect of items constituting deferred tax liabilities			
On property, plant and equipment	5.56	(3.91)	1.64
On lease arrangements as per Ind AS 116	5.05	(4.12)	0.93
On Gratuity Provision	-	-	-
On unbilled trade receivables as per Ind AS 115	52.48	0.00	52.48
On Financial Instruments	0.56	(0.09)	0.48
On share of profit/(loss) from associate/ Joint Venture	26.79	-	26.79
	90.44	**(8.12)**	**82.32**
Net Deferred Tax Asset/(Liabilities)	**(2.51)**	**39.23**	**36.72**

^ represents amount less than 0.01 Million

For the year ended March 31, 2025

Particulars	Opening Balance	Recognized through Profit or Loss	Closing Balance
Tax effect of items constituting deferred tax asset			
On lease arrangements as per Ind AS 116	6.35	(5.30)	1.05
On Property, plant and equipment	-	2.21	2.21
On Preliminary Expenses^	0.05	(0.05)	-
On Investment property	7.46	(3.14)	4.33
On Fair valuation of investment	-	-	-
On Expected Credit loss for Trade Receivables	23.46	1.61	25.07
On Gratuity Provision	1.21	7.88	9.09
On Unabsorbed losses	32.86	(3.89)	28.97
On Unrealised Profits on Inventory & Capital Jobs	4.83	0.12	4.94
On Acquisition of Financial Assets	6.44	1.92	8.35
On share of profit/(loss) from associate/ Joint Venture	4.80	(0.87)	3.92
	87.46	0.47	87.93
Tax effect of items constituting deferred tax liabilities			
On property, plant and equipment	6.28	(0.73)	5.56
On lease arrangements as per Ind AS 116	-	5.05	5.05
On Gratuity Provision	0.10	(0.10)	-
On unbilled trade receivables as per Ind AS 115	49.43	3.05	52.48
On Financial Instruments	0.54	0.02	0.56
On share of profit/(loss) from associate/ Joint Venture	26.79	-	26.79
	83.15	7.29	90.44
Net Deferred Tax Asset/(Liabilities)	**4.31**	**(6.82)**	**(2.51)**

^ represents amount less than 0.01 Million

C. Income tax expense charged to OCI

	Year Ended March 31, 2026	Year Ended March 31, 2025
Items that will not be reclassified to profit or loss		
Net loss/(gain) on remeasurements of defined benefit liability/(asset)	(0.06)	0.96
Income tax charged to OCI	**(0.06)**	**0.96**

D. Reconciliation of effective tax rate

	Year Ended March 31, 2026	Year Ended March 31, 2025
Profit before tax from continuing operations	2,114.88	2,052.39
Tax using the Group's domestic tax rate*	528.77	542.55
Tax effect of:		
Non-Deductible expenses	15.27	8.63
Deferred Tax Impact	(22.13)	6.82
Others	(9.17)	(11.92)
Income tax expense	**512.75**	**546.09**
Effective Tax Rate	**24.24%**	**26.61%**

** Group's applicable domestic tax rate (including surcharges & cess) ranges between 17.19% to 29.12%.*

The group offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.

Significant group Management judgment is required in determining provision for income tax, deferred income tax assets and liabilities and recoverability of deferred income tax assets. The recoverability of deferred income tax assets is based on estimates of taxable income in which the relevant entity operates and the period over which deferred income tax assets will be recovered.

Deferred tax assets are recognized for unused tax losses, unused tax credits and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be used.

49. Earnings per share ("EPS")

Basic EPS is calculated by dividing the Profit/(loss) for the year attributable to equity holders by the weighted average number of equity shares outstanding during the year.

Diluted EPS are calculated by dividing the Profit/(loss) for the year attributable to equity holders 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.

	Year Ended March 31, 2026	Year Ended March 31, 2025
Profit for the year for basic and diluted EPS (A)	1,543.61	1,440.60
Weighted average number of Equity shares outstanding for calculating basic and diluted EPS (B)	9,34,11,270	9,34,11,270
Earnings Per Share (Rs.) – Basic (Face value of Rs. 2 per share) (A/B)	16.52	15.42
Earnings Per Share (Rs.) – Diluted (Face value of Rs. 2 per share) (A/B)	16.52	15.42

50. Contingent liabilities and commitments

I. Claims against the Group not acknowledged as debts

	As at March 31, 2026	As at March 31, 2025
Customs Notice #	0.21	0.21

 # Customs Notice has been received for period FY 2008-09 to FY 2012-13

II. Capital commitments

There are no capital commitments for the Group as on March 31, 2026 and March 31, 2025.

51. Employee benefits

(I) Defined Contribution Plans

Employer's Contribution to Provident fund and ESIC

During the year, the Group's contribution to Provident Fund and ESIC is recognized in the statement of Profit and loss under the head Employee Benefit Expense.

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Employer's contribution to Provident Fund and other Fund	43.86	33.06

(II) Defined benefit plans

Every employee is entitled to the benefit equivalent to 15 days of salary last drawn for each completed year of service. Gratuity is payable to all eligible employees of the group on retirement or separation or death or permanent disablement in terms of the provisions of the Payment of Gratuity Act, 1972.

Particulars	Gratuity (Funded)	
	March 31, 2026	March 31, 2025
I) Reconciliation in present value of obligation (PVO)		
Defined benefit obligation:		
Liability at the beginning of the year	63.22	57.26
Liability on acquisiton of Subsidiary	-	-
Interest Cost	3.97	3.88
Current service cost	5.63	4.90
Past Service Cost	5.55	-
Benefits paid	(7.12)	(7.19)
Actuarial (Gain)/Loss – Financial Assumptions	(2.15)	0.95
Actuarial (Gain)/Loss – Experience	1.64	3.42
Liability at the end of the year	**70.75**	**63.22**
II) Change in fair value of plan assets:		
Fair value of plan assets at the beginning of the year	60.16	52.68
Fair value of plan assets on acquisition of Subsidiary	-	-
Expected return on plan assets	3.85	3.60
Employer Contributions	7.75	10.51
Benefits paid	(7.12)	(7.19)
Actuarial gain/(loss) on plan assets	0.62	0.56
Funded status	**65.27**	**60.16**
III) Expenses recognized in the Statement of Profit & Loss:		
Current service cost	5.63	4.90
Past Service Cost	5.55	-
Net Interest costs	0.12	0.28
Other expenses/adjustments	-	-
Components of Defined Benefit Cost recognized in Statement of Profit and loss	**11.31**	**5.18**

Particulars	Gratuity (Funded)	
	March 31, 2026	March 31, 2025
IV) Expenses recognized in the Other Comprehensive Income:		
Actuarial (gain)/loss	(1.95)	3.81
Total	**(1.95)**	**3.81**
V) Included in Other Comprehensive Income		
Amount recognized in OCI, Beginning of the year	17.74	13.93
Remeasurements due to:		
Effect of Change In financial assumptions	(4.28)	1.52
Effect of Change In Demographic assumptions	(0.50)	3.42
Effect of experience adjustments	3.45	(0.56)
Return on plan Assets (excluding interest)	(0.62)	(0.56)
Total Remeasurements recognized in OCI	(1.95)	3.81
Amount recognized in OCI, End of the year	**15.79**	**17.74**
VI) Net Liability recognized in the balance sheet		
Fair value of plan assets at the end of the year	65.27	60.16
Liability at the year end	(70.75)	(63.22)
Amount recognized in the balance sheet	**(5.48)**	**(3.06)**
VII) Category of assets at the end of the year:		
Insurer Managed Fund	100%	100%

	Gratuity (Funded)	
	March 31, 2026	March 31, 2025
VIII) Actuarial Assumptions		
Discount rate	6.15% - 7.24%	7.00% - 7.19%
Expected salary increase rate	5.00% - 8.00%	5.00% - 8.00%
Mortality rate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate
Retirement Age	58 to 60 years	58 to 60 years

	Gratuity (Funded) *			
	March 31, 2026	March 31, 2025	March 31, 2024	March 31, 2023
IX) Experience adjustments				
Present value of defined benefit obligation	70.75	63.22	57.26	44.23
Fair value of the plan assets	65.27	60.16	52.68	29.65
(Deficit) in the plan	(5.48)	(3.06)	(4.58)	(14.68)
Experience adjustments on:				
On plan liability	1.64	3.42	0.42	7.70
On plan asset	0.62	0.56	0.23	(0.19)

* Disclosure has been given from FY 2021-22 onwards since FY 2021-22 being the first year of obtaining Actuarial Valuation Report

X) Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation as shown below.

Particulars	Gratuity (Funded)	
	Year Ended March 31, 2026	Year Ended March 31, 2025
Increase in		
Discount rate (1% movement)	41.46	42.87
Future salary growth (1% movement)	49.82	50.90
Decrease in		
Discount rate (1% movement)	51.80	52.99
Future salary growth (1% movement)	42.83	44.50

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

XI) Expected future cash flows

The expected contributions for the defined benefit plan for the next financial years are mentioned below:

Expected future benefit payments	Gratuity (Funded)	
	Year Ended March 31, 2026	Year Ended March 31, 2025
Year 1	13.47	11.41
Year 2	7.55	6.58
Year 3	10.99	4.77
Year 4	3.11	9.45
Year 5	3.79	2.12
Year 6-10	24.07	16.03
Above 10 years	83.13	75.03
Average Expected Future Working life (in years)	13.85-19.7	13.56-18.6

The trustees of the plan have outsourced the investment management of the fund to an insurance Group. The insurance Group in turn manages these funds as per the mandate provided to them by the trustees and the asset allocation which is within the permissible limits prescribed in the insurance regulations. Due to the restrictions in the type of investments that can be held by the fund, it may not be possible to explicitly follow an asset-liability matching strategy to manage risk actively in a conventional fund.

Particulars	Gratuity (Unfunded)	
	March 31, 2026	March 31, 2025
I) Reconciliation in present value of obligation (PVO)		
Defined benefit obligation:		
Liability at the beginning of the year	0.97	0.44
Liability on acquisiton of Subsidiary	-	-
Interest Cost^	0.07	0.03
Current service cost	0.47	0.38
Past Service Cost	0.01	-
Benefits paid^	-	-
Actuarial (Gain)/Loss – Financial Assumptions^	(0.10)	0.04
Actuarial (Gain)/Loss – Experience	0.07	0.08
Liability at the end of the year	**1.49**	**0.97**
II) Change in fair value of plan assets:		
Fair value of plan assets at the beginning of the year	-	-
Fair value of plan assets on acquisition of Subsidiary	-	-
Expected return on plan assets	-	-
Employer Contributions	-	-
Benefits paid	-	-
Actuarial gain on plan assets	-	-
Funded status	**-**	**-**
III) Expenses recognized in the Statement of Profit & Loss:		
Current service cost	0.47	0.38
Past service cost	0.01	-
Net Interest costs^	0.07	0.03
Other expenses/adjustments	-	-
Components of Defined Benefit Cost recognized in Statement of Profit and loss	**0.54**	**0.42**
IV) Expenses recognized in the Other Comprehensive Income:		
Actuarial (gain)/loss	(0.02)	0.12

Particulars	Gratuity (Unfunded)	
	March 31, 2026	March 31, 2025
V) Included in Other Comprehensive Income		
Amount recognized in OCI, Beginning of the year	0.15	0.03
Remeasurements due to:		
Effect of Change In financial assumptions^	(0.10)	0.04
Effect of Change In Demographic assumptions	-	-
Effect of experience adjustments^	0.07	0.08
Return on plan Assets (excluding interest)	-	-
Total Remeasurements recognized in OCI	(0.02)	0.12
Amount recognized in OCI, End of the year	**0.11**	**0.15**
VI) Net Liability recognized in the balance sheet		
Fair value of plan assets at the end of the year	-	-
Liability at the year end	(1.49)	(0.97)
Amount recognized in the balance sheet	**(1.49)**	**(0.97)**
VII) Category of assets at the end of the year:		
Insurer Managed Fund	-	-

	March 31, 2026	March 31, 2025
VIII) Actuarial Assumptions		
Discount rate	7.33% - 7.87%	6.79% - 6.93%
Expected salary increase rate	5.00%	5.00%
Mortality rate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate
Retirement Age	58 to 60 years	58 to 60 years

	Gratuity (Unfunded) *			
	March 31, 2026	March 31, 2025	March 31, 2024	March 31, 2023
IX) Experience adjustments				
Present value of defined benefit obligation	1.49	0.97	0.44	0.14
Fair value of the plan assets	-	-	-	-
-(Deficit) in the plan	(1.49)	(0.97)	(0.44)	(0.14)
Experience adjustments on:				
On plan liability^	0.08	0.08	0.02	-
On plan asset	-	-	-	-

** Disclosure has been given from FY 2021-22 onwards since FY 2021-22 being the first year of obtaining Actuarial Valuation Report*

X) Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation as shown below.

Particulars	Gratuity (Unfunded)	
	Year Ended March 31, 2026	Year Ended March 31, 2025
Increase in		
Discount rate (1% movement)	1.35	0.87
Future salary growth (1% movement)	1.67	1.10
Decrease in		
Discount rate (1% movement)	1.65	1.09
Future salary growth (1% movement)	1.34	0.86

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

XI) Expected future cash flows

The expected contributions for the defined benefit plan for the next financial years are mentioned below:

Expected future benefit payments	Gratuity (Unfunded)	
	Year Ended March 31, 2026	Year Ended March 31, 2025
Year 1 ^	0.01	0.00
Year 2 ^	0.09	0.00
Year 3	0.10	0.06
Year 4	0.09	0.07
Year 5	0.45	0.06
Year 6-10	0.47	0.50
Above 10 years	2.79	1.87
Average Expected Future Working life (in years)	**13.45**	**15.68**

^ represents amount less than 0.01 Million

B. Certain employees are entitled to the benefit equivalent to leave balance multiplied by Monthly Basic Salary divided by 30. All employee are entitled to 21 days leave with maximum accumulation limit of 45 days.

Leave encashment expenses	Year Ended March 31, 2026	Year Ended March 31, 2025
Expense recognized in the statement of profit and loss	6.98	0.05

Particulars	Leave Encashment (Unfunded)	
	Year Ended March 31, 2026	Year Ended March 31, 2025
I) Reconciliation in present value of obligation (PVO)		
Defined benefit obligation:		
Liability at the beginning of the year	0.04	-
Interest cost	-	-
Current service cost	6.70	0.04
Benefits paid	(0.09)	-
Actuarial (gain)/loss - Financial Assumptions	-	-
Actuarial (gain)/loss - Experience	-	-
Liability at the end of the year	**6.65**	**0.04**
II) Expenses recognized in the Statement of Profit & Loss:		
Current service cost	6.73	0.04
Net interest costs	-	-
Components of defined benefit cost recognized in Profit and Loss	**6.73**	**0.04**
III) Expenses recognized in the Other Comprehensive Income:		
Actuarial (gain)/loss	-	-
Total	**-**	**-**
IV) Included in Other Comprehensive Income		
Amount recognized in OCI, beginning of the year	-	-
Remeasurements due to:		
Effect of change in financial assumptions	-	-
Effect of experience adjustments	-	-
Total remeasurements recognized in OCI	-	-
Amount recognized in OCI, end of the year	**-**	**-**
V) Net liability recognized in the Balance Sheet		
Fair value of plan assets at the end of the year	-	-
Liability at the year end	6.65	(0.04)
Amount recognized in the Balance Sheet		
	6.65	**(0.04)**

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
VI) Actuarial Assumptions		
Discount rate (%)	7.85%	6.88%
Expected rate of return on plan assets (%)	-	-
Expected salary increase rate (%)	5.00%	5.00%
Mortality rate	IALM (2012-14) Ultimate	IALM (2012-14) Ultimate
Retirement age	60 years	60 years
VII) Experience adjustments		
Present value of defined benefit obligation	6.65	(0.04)
Fair value of the plan assets	-	-
(Surplus)/Deficit in the plan	6.65	(0.04)
Experience adjustments on:		
On plan liability	-	-

VIII) Sensitivity Analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation as shown below.

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Increase in		
Discount rate (1% movement)	6.02	0.03
Future salary growth (1% movement)	7.45	0.04
Decrease in		
Discount rate (1% movement)	7.40	0.04
Future salary growth (1% movement)	5.97	0.03

The sensitivity analysis above have been determined based on a method that extrapolates the impact on defined benefit obligation as a result of reasonable changes in key assumptions occurring at the end of the reporting period.

IX) Expected future cash flows

The expected contributions for the defined benefit plan for the next financial periods are mentioned below:

Expected future benefit payments	Year Ended March 31, 2026	Year Ended March 31, 2025
Year 1 ^	0.22	0.00
Year 2 ^	0.23	0.00
Year 3 ^	1.71	0.00
Year 4 ^	0.20	0.00
Year 5 ^	0.21	0.00
Year 6-10	3.17	0.01
Above 10 years	14.17	0.12
Average Expected Future Working life (in years)	22.65	16.65

^ It represents value less than 0.01 million

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Notes to consolidated financial statement for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

52. Related Party Disclosures

1 Related parties where control exists

Subsidiary Company	
Chavare Engineering Private Limited	Subsidiary Company
Sustainyx Smart Solution Private Limited (Formerly known as Navitas Waste Treatment Private Limited)	Subsidiary Company
Vasudha Waste Treatment Private Limited	Subsidiary Company
SFC Umwelttechnik GmbH	Subsidiary Company
SFC Ekotechnika S.r.o	Subsidiary Company
Fine Aeration Systems Private Limited	Subsidiary Company
Hindustan Waste Treatment Private Limited	Subsidiary Company
Pentagen Biofuels Private Limited	Subsidiary Company
Chavare Engineering & Endress Plus Hauser JV	Subsidiary
Nanded Biofuels Private Limited	Subsidiary Company
IST Anleganbau GmbH	Subsidiary Company (w.e.f. July 30, 2025)

Associate/Joint Venture Company	
Turbomax India Private Limited	Associate Company
Endress + Hauser & Chavare Engineering (JV) Private Limited	Joint Venture of our Subsidiary Company

Company where Key Managerial Personal has significant influence	
Asolkar Tradecraft Private Limited	Company where Key Managerial Personal has significant influence
Konkan Mango Processing (Ratnagiri) Private Limited	Company where Key Managerial Personal has significant influence

2 Key Managerial Personal

Sandeep Sudhakar Asolkar	Chairman & Managing Director
Sarvesh Kumar Garg	Executive Director
Saketchandrasingh Pratapsingh Dhandoriya	Executive Director (appointed w.e.f. December 05, 2024)
Mandar Dinkar Desai	Chief Executive Officer (appointed w.e.f. August 14, 2024)
Amit Anil Sawant	Chief Financial Officer (appointed w.e.f. August 14, 2024)
Shweta Deshpande	Company Secretary and Compliance Officer
Prachiti Asolkar	Executive Director (appointed w.e.f March 24, 2026)

Relative Of Key Managerial Personal	
Prachiti Asolkar	Relative of Key Managerial Personal
Shruti Mandar Desai	Relative of Key Managerial Personal
Bhagyashree Anil Sawant	Relative of Key Managerial Personal
Bhushan Raju Naik	Relative of Key Managerial Personal

3 Disclosure of transactions between the Group and Related parties and the status of outstanding balances as at year ending

A. Transactions with related parties

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Directors Remuneration and Incentives – Short Term Employee Benefit		
Sandeep Sudhakar Asolkar	42.11	41.45
Sarvesh Kumar Garg	11.83	11.83
Saketchandrasingh Pratapsingh Dhandoriya	11.83	6.90
Salary – Short Term Employee Benefit		
Prachiti Sandeep Asolkar	6.08	1.33
Mandar Dinkar Desai	14.35	8.15
Amit Anil Sawant	5.64	3.35
Shweta Deshpande	1.33	0.98
Shruti Mandar Desai	3.34	0.75
Professional Fees		
Shruti Mandar Desai	-	1.10
Dividend *		
Sandeep Sudhakar Asolkar	-	105.28
Sarvesh Kumar Garg	-	18.42
Saketchandrasingh Pratapsingh Dhandoriya	-	16.87
Mandar Dinkar Desai	-	0.15
Amit Anil Sawant	-	0.12
Asolkar Tradecraft Private Limited	-	16.59
Bhagyashree Anil Sawant	-	0.03

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Purchase of Goods		
Turbomax India Private Limited	27.52	11.12
Procurement of Services		
Turbomax India Private Limited	5.29	4.66
Rent Received		
Turbomax India Private Limited	0.18	0.18
Investment in Shares		
Turbomax India Private Limited	122.50	40.43

B. Balances outstanding as at the year-end are as follows

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Trade Payables		
Turbomax India Private Limited	1.84	10.81
Other receivable		
Turbomax India Private Limited	0.21	0.21
Investments		
Turbomax India Private Limited	200.17	77.67
Employee Benefit Payable		
Sandeep Sudhakar Asolkar	5.47	8.45

C. Transactions & Balances of Corporate Guarantee at years ended March 31, 2026 and March 31, 2025 are as follows

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Corporate guarantee given by SFC Environmental Technologies Limited for related parties:		
For Term Loan		
Amount sanctioned during the period/year		
a) Pentagen Biofuels Private Limited	-	-
b) Vasudha Waste Treatment Private Limited	-	-
Closing balance of the term loan at the end of the year		
a) Pentagen Biofuels Private Limited	13.90	17.85
b) Vasudha Waste Treatment Private Limited	412.70	498.30
For working capital facilities		
Amount sanctioned during the year		
a) Pentagen Biofuels Private Limited	-	-
b) Chavare Engineering Private Limited	-	-
c) Hindustan Waste Treatment Private Limited	2,450.00	-
Amount of Sanctioned Facility at the end of the year		
a) Pentagen Biofuels Private Limited	7.50	36.00
b) Chavare Engineering Private Limited	220.00	220.00
c) Hindustan Waste Treatment Private Limited	2,450.00	-

The sitting fees and commission paid to non-executive and Independent directors is Rs. 0.75 (in millions), March 31, 2025: Rs. 0.59 (in millions)

Note: Personal guarantee have been given by Mr. Sandeep Sudhakar Asolkar for the loans/credit facilities availed by the Group. Refer Note 58 for the same.

** Dividend amounts for FY 2024-25 includes the interim dividend declared on March 30, 2025 by the Board of Directors which was paid in FY 2025-26.*

- The information given above, has been reckoned on The basis of information available with the Company and relied upon by the auditors.

- The transactions are disclosed under various relationships (i.e. associate/joint ventures/other related parties) based on the status of the related parties on the date of transactions.

- The Terms of Loan given by Parent to Subsidiaries are unsecured in nature and generally carry Interest upto 10% p.a.

53. Investments in Associate and Joint Ventures

Investments in Associates

As at March 31, 2026

Particulars	No. of equity shares held	% of holding	Original cost of investment	Carrying amount of investment
Turbomax India Private Limited	2,00,16,990	49%	200.17	191.71

As at March 31, 2025

Particulars	No. of equity shares held	% of holding	Original cost of investment	Carrying amount of investment
Turbomax India Private Limited	77,66,990	49%	77.67	61.77

Particulars - Turbomax India Private Limited	March 31, 2026	March 31, 2025
Current assets	451.52	189.26
Non-current assets	38.06	86.08
Current liabilities	99.92	147.06
Non-current liabilities	1.06	2.39
Revenue	231.83	105.53
Profit/(loss) for the year	15.07	(2.88)
Other comprehensive income for the year	0.02	-
Total comprehensive income for the year	15.09	(2.88)
Carrying amount of Group's interest	191.71	61.77

Investments in Joint Ventures

As at March 31, 2026

Particulars	No. of equity shares held	% of holding*	Original cost of investment	Carrying amount of investment
JV Endress + Hauser & Chavare Engineering (JV) Private Limited*	24,500	24.99%	0.32	0.26

As at March 31, 2025

Particulars	No. of equity shares held	% of holding*	Original cost of investment	Carrying amount of investment
JV Endress + Hauser & Chavare Engineering (JV) Private Limited*	24,500	24.99%	0.32	0.29

** % of Holding disclosed is effective % for the group. The Subsidiary company holds 49% in this JV.*

The summarised financial information below represents amounts shown in the joint ventures financial statements.

Particulars - JV Endress + Hauser & Chavare Engineering (JV) Private Limited	March 31, 2026	March 31, 2025
Current assets	5.34	6.58
Non-current assets	-	2.02
Current liabilities	4.35	7.43
Non-current liabilities	-	-
Revenue	-	-
Profit/(loss) for the year	(0.10)	(0.05)
Other comprehensive income for the year	-	-
Total comprehensive income for the year	(0.10)	(0.05)
Carrying amount of Group's interest	0.26	0.29

54. Investments in Material Subsidiary

Particulars – Chavare Engineering Private Limited	March 31, 2026	March 31, 2025
Non-current assets	147.15	97.91
Current assets	536.99	528.36
Non-current liabilities	7.45	8.10
Current liabilities	332.14	344.39
Equity attributable to the owner of the company	210.44	139.66
Non-Controlling Interest (NCI)	134.12	134.12
Revenue	1,011.93	950.52
Expenses	897.51	849.23
Profit/(loss) for the year	84.25	73.48
Profit/(loss) for the year attributable to the owner of the company	42.96	37.48
Profit/(loss) for the year attributable to NCI	41.28	36.01
Other comprehensive income for the year	(1.47)	0.55
Other comprehensive income for the year attributable to the owner of the company	(0.75)	0.28
Other comprehensive income for the year attributable to NCI	(0.72)	0.27
Total comprehensive income for the year	82.78	74.04
Total comprehensive income for the year attributable to the owner of the company	42.22	37.76
Total comprehensive income for the year attributable to NCI	40.56	36.28

55. Segment reporting

The Group has three principal operating and reporting segments; viz. Waste Water Treatment, Solid Waste Treatment, Automation - Chavare Engineering.

Wastewater Treatment Segment ("WWT") – Core operations of this segment includes providing design and engineering, technologies, and manufacturing and supply of equipment for the treatment of wastewater. Revenue of WWT segment is primarily from C-Tech technology package which includes design and engineering solutions, advanced technology, and supply of key equipment such as decanters (including its core parts), diffusers, air blowers, fibre disc filters, sludge drying system, and PLC/SCADA-based automation solutions, O&M services and supply of spares for WWT.

Wastewater Recycling & Reuse ("WRR") – Core operations of this segment includes providing design, engineering, manufacturing, procuring, supply, installation and commissioning of projects/plants based on ultrafiltration (UF), closed circuit reverse osmosis (CCRO), and membrane bioreactor technologies (MBR).

Solid Waste Treatment Segment ("SWT") – Core operations of this segment includes providing technology solutions for solid waste treatment comprising design, engineering, turnkey solutions and operations and maintenance. It also includes providing technology solutions comprising design, engineering, turnkey solutions and O&M for processing multiple agricultural biomass to produce biogas, which can be further converted into bio-CNG or electricity.

Automation - Chavare Engineering ("Automation") – Cores Operations of this segment includes manufacturing of LV control panels, implementation of PLC & SCADA based automation systems, electrical & automation turnkey projects carried out by Chavare Engineering Pvt. Ltd

The accounting policies adopted for segment reporting are in line with the accounting policy of the Company with following additional policies for segment reporting:

a) Revenue and Expenses have been identified to a segment on the basis of relationship to operating activities of the segment. Revenue and Expenses which relate to enterprise as a whole and are not allocable to a segment on reasonable basis have been disclosed as “Unallocable”.

b) Segment Assets and Segment Liabilities represent Assets and Liabilities in respective segments to the extent those are regularly reviewed or provided to chief operating decision maker. Investments, tax related assets and other assets and liabilities that cannot
be allocated to a segment on reasonable basis and those which are not regularly reviewed nor provided to chief operating decision maker have been disclosed as “Unallocable”.

SFC Environmental Technologies Limited

(Formerly known as SFC Environmental Technologies Private Limited)

Notes to consolidated financial statement for the year ended March 31, 2026

CIN: U37003MH2005PLC152235

(Currency: Indian Rupees in Millions, unless otherwise stated)

A) Primary Segment information

Particulars	For period ended March 31, 2026						For year ended March 31, 2025*				
	WWT	WRR	SWT	Automation	Unallocable	Total	WWT	SWT	Automation	Unallocable	Total
1. Segment Revenue:	**5,428.42**	**142.10**	**1,406.23**	**1,149.43**	**0.00**	**8,126.18**	**4,692.11**	**1,193.56**	**1,174.83**	**-**	**7,060.49**
Less : Inter-segment revenue	(0.85)	-	(4.60)	(84.44)	-	(89.89)	-	-	(81.92)	-	(81.92)
Revenue from Operations	**5,427.57**	**142.10**	**1,401.63**	**1,064.99**	**0.00**	**8,036.29**	**4,692.11**	**1,193.56**	**1,092.91**	**-**	**6,978.58**
2. Segment Result before interest, tax & depreciation:	**1,768.46**	**92.24**	**359.50**	**119.53**	**(0.48)**	**2,339.25**	**1,630.43**	**370.39**	**113.36**	**(36.89)**	**2,077.30**
Inter-segment margins & adjustment for unrealised gains						18.87					2.70
Depreciation and amortisation						278.46					178.41
Finance costs						148.64					133.71
Other income						176.43					285.85
Impairment gain						0.01					-
Profit Before Tax and Exceptional Items						**2,107.46**					**2,053.73**
Exceptional Item (Net of Tax)						-					-
Profit Before Tax						**2,107.46**					**2,053.73**
Tax Expense						512.75					532.31
Share in profit/(loss) after tax of joint ventures/associates (net)						7.42					(1.34)
Profit for the year						**1,602.13**					**1,520.08**
Less : Non-controlling interest						58.52					79.49
Profit for the year attributable to Owners of the Group						**1,543.61**					**1,440.60**
3. Other information											
(i) Segment assets	5,075.73	243.22	3,930.97	793.82	5,736.80	15,780.53	4,177.31	2,365.72	781.85	4,130.99	11,455.87
Less : Inter-segment assets & adjustment for unrealised gains						(2,546.26)					(1,461.14)
Consolidated total assets						**13,234.27**					**9,994.73**
(ii) Segment liabilities	294.17	-	2,620.29	436.57	11,628.81	14,979.84	332.79	1,156.86	501.70	8,706.06	10,697.41
Less : Inter-segment liabilities & adjustment for unrealised gains						(1,745.56)					(702.68)
Consolidated Total equity and liabilities						**13,234.27**					**9,994.73**

** For the year ended March 31, 2025, an Insurance claim of INR 5.20 Million included in Other Income in Consolidated Statement of Profit and Loss, pertains to WWT segment and hence has been considered in Segment Result before interest, tax & depreciation of WWT for Segment Reporting.*

B) Secondary Segment Information

Particulars	For period ended March 31, 2026			For year ended March 31, 2025		
	India	Other Foreign Countries	Total	India	Other Foreign Countries	Total
External Revenue	7,662.23	374.05	8,036.29	6,793.84	184.74	6,978.58
Non-Current Assets#	1,922.64	9.70	1,932.34	1,676.43	2.53	1,678.96

 # Non-Current assets exclude financial instruments and deferred tax assets.

C) Information about major customers

Revenue contributed by each single external customer which is 10% or more of the Group's total revenue.

Particulars	For period ended March 31, 2026		For year ended March 31, 2025	
	Rs. In Million	Identity of Segment	Rs. In Million	Identity of Segment
External Customer 1	1,152.47	WWT*	NA	NA
External Customer 2	NA	NA	1,169.61	SWT
External Customer 3	NA	NA	769.33	WWT

** This includes WRR*

56. Fair values of financial assets and financial liabilities

The fair value of loans, cash and cash equivalents, trade receivables, other current financial assets, trade payables, short-term borrowings and other financial liabilities approximate the carrying amounts because of the short-term nature of these financial instruments.

The amortized cost using effective interest rate (EIR) of non-current financial assets consisting of security and term deposits are not significantly different from the carrying amount.

Financial assets that are neither past due nor impaired include cash and cash equivalents, security deposits, term deposits, and other financial assets.

Fair value hierarchy

The following is the hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

- Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 - Inputs for the assets or liabilities that are not based on observable market data (unobservable inputs).

No financial assets/liabilities have been valued using level 1 fair value measurements.
The following table presents fair value hierarchy of assets and liabilities measured at fair value on a recurring basis:

As at March 31, 2026

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Quoted Price in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Financial assets								
Trade receivables – Non-current	-	-	514.08	514.08	-	-	514.08	514.08
Investments – Non-current	-	-	217.71	217.71	-	-	217.71	217.71
Loans - Non-current	-	-	109.11	109.11	-	-	109.11	109.11
Other financial assets – Non-current	-	-	227.84	227.84	-	-	227.84	227.84
Trade receivables - Current	-	-	6,087.64	6,087.64	-	-	6,087.64	6,087.64
Cash and cash equivalents - Current	-	-	405.06	405.06	-	-	405.06	405.06
Other bank balance – Current	-	-	1,163.14	1,163.14	-	-	1,163.14	1,163.14
Loans - Current	-	-	194.50	194.50	-	-	194.50	194.50
Other Financial Asset - Current	3.47	-	272.13	275.60	-	3.47	272.13	275.60
Financial Liabilities								
Borrowings – Non-Current	-	-	390.89	390.89	-	386.99	3.90	390.89
Lease Liability – Non-Current	-	-	420.12	420.12	-	-	420.12	420.12
Borrowings - Current	-	-	1,565.47	1,565.47	-	809.42	756.05	1,565.47
Lease Liability - Current	-	-	69.92	69.92	-	-	69.92	69.92
Trade payables	-	-	1,702.68	1,702.68	-	-	1,702.68	1,702.68
Other Financial Liabilities - Current	-	-	158.28	158.28	-	-	158.28	158.28

As at March 31, 2025

Particulars	Carrying amount				Fair value			
	FVTPL	FVTOCI	Amortised cost	Total	Quoted Price in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Financial assets								
Trade receivables - Non-current	-	-	523.25	523.25	-	-	523.25	523.25
Investments - Non-current	-	-	87.79	87.79	-	-	87.79	87.79
Loans - Non-current	-	-	101.07	101.07	-	-	101.07	101.07
Other financial assets - Non-current	-	-	205.90	205.90	-	-	205.90	205.90
Trade receivables - Current	-	-	4,350.46	4,350.46	-	-	4,350.46	4,350.46
Cash and cash equivalents - Current	-	-	375.44	375.44	-	-	375.44	375.44
Other bank balance - Current	-	-	985.07	985.07	-	-	985.07	985.07
Loans - Current	-	-	180.32	180.32	-	-	180.32	180.32
Other Financial Asset - Current	-	-	181.93	181.93	-	-	181.93	181.93
Financial Liabilities								
Borrowings - Non-Current	-	-	494.93	494.93	-	491.03	3.90	494.93
Lease Liability - Non-Current	-	-	475.58	475.58	-	-	475.58	475.58
Borrowings - Current	-	-	342.14	342.14	-	222.42	119.72	342.14
Lease Liability - Current	-	-	55.93	55.93	-	-	55.93	55.93
Trade payables	-	-	931.70	931.70	-	-	931.70	931.70
Other Financial Liabilities - Current	-	-	278.28	278.28	-	-	278.28	278.28

57. Risk management Framework

The Group's principal financial liabilities comprises of borrowings, lease liabilities, trade payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Group's operations. The Group's principal financial assets include investments, loans, trade receivables, cash and cash equivalents, other bank balances and other financial assets that derive directly from its operations. The Group is exposed preliminary to market risk, credit risk and liquidity risk. The Group's primary focus is to foresee the unpredictability of financial markets & seek to minimize potential adverse effects on its financial performance.

(A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: Foreign currency risk, interest rate risk and price risk. The Group's exposure to market risk is on account of foreign currency risk and interest rate risk.

i. Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Group's exposure to the risk of changes in market interest rates relates primarily to the Group's borrowings with floating interest rates. The fixed rate borrowings are carried at amortised cost, hence, they are not subject to interest rate risk since the carrying amount and future cash flows will not fluctuate because of change in market interest rates. The exposure of the Group's borrowings to interest rate changes at the end of reporting period are as follows:

Particulars	March 31, 2026	March 31, 2025
Variable rate borrowings	1,300.71	816.72
Fixed rate borrowings	655.65	20.34
Total	**1,956.37**	**837.07**

Interest rate sensitivity

The following table demonstrates the sensitivity to a reasonably possible change in interest rates on that portion of loans and borrowings. With all other variables held constant, the Group's profit after tax is affected through the impact on floating rate borrowings, as follows:

Particulars	Increase/decrease in basis points	Effect on profit after tax	Effect on Equity
For year ended March 31, 2026			
INR	+100	(9.73)	(9.73)
INR	-100	9.73	9.73
For Year ended March 31, 2025			
INR	+100	(6.11)	(6.11)
INR	-100	6.11	6.11

ii. Foreign currency risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The Group's exposure to the risk of changes in foreign exchange rates relates primarily to the Group's operating activities (when revenue or expense is denominated in a different currency from the Group's functional currency.

The Group's exposure to currency risk is as follows

Exposure to currency risk	March 31, 2026	March 31, 2025
Financial Assets		
Net financial assets – USD	36.27	32.26
Net financial assets – Euro	36.90	0.04
Net financial assets – Other currencies	0.64	0.26
	73.82	**32.56**
Financial liabilities		
Net financial liabilities – USD	871.08	393.06
Net financial liabilities – Euro	219.56	33.34
Net financial liabilities – Other currencies	0.85	7.49
	1,091.49	**433.89**
Net exposure	**1,017.67**	**401.33**

Foreign currency sensitivity

The following table demonstrates the sensitivity in INR with all other variables held constant. The below impact on the Group's profit/(loss) after tax and on the Group's equity is based on changes in the fair value of unhedged foreign currency monetary assets at balance sheet date:

Particulars	Effect on profit after tax		Effect on equity	
	Strengthening of Foreign Currency	Weakening of Foreign Currency	Strengthening of Foreign Currency	Weakening of Foreign Currency
As at March 31, 2026				
USD (10% Movement)	(62.47)	62.47	(62.47)	62.47
EURO (10% Movement)	(13.67)	13.67	(13.67)	13.67
As at March 31, 2025				
USD (10% Movement)	(27.00)	27.00	(27.00)	27.00
EURO (10% Movement)	(2.49)	2.49	(2.49)	2.49

(B) Credit risk

Credit risk is the risk of financial loss arising from counterparty failure to repay or service debt according to the contractual terms and obligations. Credit risk encompasses of both, the direct risk of default and the risk of deterioration of creditworthiness as well as concentration of risks. Credit risk is controlled by analysing credit limits and credit worthiness of the customer on continuous basis to whom the credit has been granted after obtaining necessary approvals for credit. The financial instruments that are subject to concentration of credit risk principally consist of trade receivables and cash and bank equivalents.

To manage credit risk, the Group follows a policy of providing credit to its customers based on prevailing market credit terms. The credit limit policy is established considering the current economic trend of the industry in which the Group is operating. Also, the trade receivables are monitored on a periodic basis for assessing any significant risk of non-recoverability of dues and provision is created accordingly. These receivables are monitored on a periodic basis for assessing any significant risk of non-recoverability of dues and provision is created accordingly.

The Group recognises lifetime expected credit losses on trade receivable using simplified approach by computing the expected credit loss allowance for trade receivables based on a provision matrix. The provision matrix takes into account historical credit loss experience and is adjusted for forward looking information. The expected credit loss allowance is based on the ageing of the receivables that are due and rates used in provision matrix.

Movement Table of allowance for impairment

The Movement in the allowance for impairment in respect of trade receivables during the year was as follows:

Particulars	March 31, 2026	March 31, 2025
Opening Balance	101.62	94.16
Provision for the year	8.35	7.46
Closing Balance	**109.97**	**101.62**

(C) Liquidity risk

Liquidity risk is the risk that the Group may not be able to meet its present and future cash and collateral obligations without incurring unacceptable losses. The Group's objective is to maintain optimum levels of liquidity and to ensure that funds are available for use as per requirement.

The liquidity risk principally arises from obligations on account of financial liabilities viz. borrowings, trade payables and other financial liabilities.

The corporate finance department of the Group is responsible for liquidity and funding as well as settlement management. In addition, processes and policies related to such risks are overseen by senior management.

Exposure to liquidity risk

The table below summarizes the maturity profile of the Group's financial liabilities (excluding finance cost obligation for future payments, as applicable):

The following are the remaining contractual maturities of financial liabilities at the reporting date. The amounts are gross and undiscounted and include contractual interest payments and exclude the impact of netting agreements.

As at March 31, 2026	Within 1 year	1 to 5 years	More than 5 years	Total
Borrowings	1,569.68	384.67	3.90	1,958.25
Trade payables	1,702.68	-	-	1,702.68
Lease liabilities	108.52	335.36	209.85	653.74
Other financial liabilities	158.28	-	-	158.28
	3,539.17	**720.03**	**213.75**	**4,472.95**

As at March 31, 2025	Within 1 year	1 to 5 years	More than 5 years	Total
Borrowings	346.90	413.44	78.96	839.30
Trade payables	931.70	-	-	931.70
Lease liabilities	97.60	357.38	284.45	739.43
Other financial liabilities	278.28	-	-	278.28
	1,654.48	**770.83**	**363.41**	**2,788.71**

58. Secured Borrowing

The Group has entered into various borrowing facilities from various Banks, for various purposes. Disclosure in respect of term loan pursuant to Indian Accounting Standards 109 on 'Financial Instruments' pertaining current and non-current are as follows:

i. Loan taken from Axis Bank for purpose of purchase of commercial property at floating rate of Repo Rate + 2.25% for a period of 84 months, repayable in monthly installment ending on July 2030. This credit facility is against primary security of collateral of office premises. This credit facility is also backed by personal guarantee of Mr. Sandeep Sudhakar Asolkar, director & promoter of the Company.

ii. Loan taken from Axis Bank (disbursed in 2 tranches) for purpose of repayment of unsecured loan at floating rate of Repo Rate + 2.25% for a period of 84 months, repayable in quarterly installment ending on December 2030 (Tranche I) & March 2031 (Tranche II). This facility is against primary security of hypothecation of entire current assets (present and future), annuity receivables and lien of fixed or time Deposits. This credit facility is also backed by corporate guarantee of SFC Environmental Technologies Limited.

iii. Loan taken from ICICI Bank (disbursed in 5 tranches) for the purpose of expansion at floating rate of Repo Rate + 2.50% for a period of 60 months after expiry of first mortorium of 12 months, repayable in monthly installment ending on December 2029 (for 4 Tranches) & October 2029 (for 1 Tranche). This credit facility is against primary security of hypothecation of current assets and movable fixed assets. This credit facility is also backed by personal guarantee of Mr. Sandeep Sudhakar Asolkar, director & promoter of the Company and corporate guarantee of SFC Environmental Technologies Limited.

iv. Loan taken from ICICI Bank for the purpose of purchase of motor vehicle at fixed rate of 9.05% for a period of 60 months, repayable in monthly installment ending on November 2029. This credit facility is against primary security of hypothecation of motor vehicles.

v. Fund based working capital facilities has been received from various banks, for the purpose of working capital with interest rate ranging from 3.38% to 9.55% p.a. (March 31, 2025: 4.17% to 9.85% p.a.), which is repayable on demand. The said facilities are against primary security of lien of fixed or time Deposits, primary hypothecation of current assets, guest houses, movable fixed assets, collateral of office premises. The credit facility of the company, Hindustan Waste Treatment Private Limited and Pentagen Biofuels Private Limited is also backed by personal guarantee of Mr. Sandeep Sudhakar Asolkar, director & promoter of the Company. Further, the credit facility of Chavare Engineering Private Limited, Pentagen Biofuels Private Limited and Hindustan Waste Treatment Private Limited is backed by corporate guarantee of SFC Environmental Technologies Limited.

vi. Bill discounted under letter of credit with usance period of upto 180 days.

vii. Bill discounted with usance period of upto 90 days.

Particulars	March 31, 2026	March 31, 2025
Non-Current	386.99	491.03
Current	1,549.06	325.69
TOTAL	**1,936.05**	**816.72**

59. Leases

As a Lessee

a) The Group has entered into Finance Lease agreements as a lessee. Disclosure in respect of leases pursuant to Indian Accounting Standards 116 on 'Leases' pertaining to minimum lease rentals and the future minimum lease payments are as follows:

Right of Use Asset	As at March 31, 2026	As at March 31, 2025
Balance as at the beginning of the year	557.47	128.46
Additions during the year	0.46	477.20
Deletions during the year	(11.69)	(32.54)
Amortisation of ROU	(67.84)	(30.51)
Accumulated depreciation on disposal of ROU	10.07	14.86
Balance as at the end of the year	**488.47**	**557.47**

Lease Liabilities	As at March 31, 2026	As at March 31, 2025
Current	69.92	55.93
Non-Current	420.12	475.58
Total Lease Liabilities	**490.04**	**531.51**

b) Following are the carrying value of right of use assets for the year ended March 31, 2026 and March 31, 2025. Please refer note no. 6 for detailed presentation of fair value of right of use assets.

c) Impact of adoption of Ind AS 116 is as follows:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Decrease in lease rentals by	(93.08)	(79.79)
Increase in finance cost by	43.26	37.02
Increase in depreciation by	67.60	30.51
Gain on Termination of lease	0.22	(1.26)
Net impact on profit/loss	**18.00**	**(13.53)**

d) Maturity analysis of lease liabilities – contractual undiscounted cash flows:

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Less than one year	108.52	97.60
One to five year	335.36	357.38
More than five year	209.85	284.45
Total undiscounted lease liabilities as at	**653.74**	**739.43**

Discounted lease liabilities are included in the statement of financial position.

e) The total cash outflow for leases for year ended	93.08	79.79

General Description of leasing agreements:

- Leased Assets: Buildings & Vehicle
- Future Lease rentals are determined on the basis of agreed terms.
- At the expiry of lease terms, the Group has an option to return the assets or extend the term by giving notice in writing.
- Lease agreements are generally cancellable and are renewable by mutual consent on mutually agreed terms.

60. Dividend

Particulars	Year Ended March 31, 2026	Year Ended March 31, 2025
Dividend on equity shares declared and paid during the year:		
Final dividend of Rs. NIL per equity share for period ended March 31, 2026 (March 31, 2025: Rs. NIL)	-	-
Interim dividend Rs. NIL per equity share for period ended March 31, 2026 (March 31, 2025: Rs. 22)	-	311.37
Total	**-**	**311.37**

61. Capital management

Capital includes equity attributable to the equity holders to ensure that it maintains an efficient capital structure and healthy capital ratios in order to support its business and maximise shareholder value. The Group manages its capital structure and makes adjustments to it, in light of changes in economic conditions or its business requirements.
To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares. No changes were made in the objectives, policies or processes during year ended March 31, 2026 and March 31, 2025.

The Group monitors capital using a gearing ratio, which is net debt divided by total capital plus net debt. Net debt is calculated as loans and borrowings less cash and cash equivalents.

The amount managed as capital by the Group are summarised as follows:

Particulars	March 31, 2026	March 31, 2025
Borrowings	1,956.37	837.07
Lease Liability	490.04	531.51
Less: cash and cash equivalent	(405.06)	(375.44)
Net Debt	**2,041.34**	**993.13**
Total equity attributable to owners of the Parent	8,041.73	6,486.82
Total Capital employed	**10,083.08**	**7,479.95**
Gear Ratio	**0.20**	**0.13**

The Group's key objective in managing its financial structure is to maximize value for shareholders, reduce cost of capital, while at the same time ensuring that the Group has the financial flexibility required to continue its expansion.

62. Investment in Subsidiary

Acquisition of IST – Anlagenbau GmbH ("IST")

On July 30, 2025, the Group acquired control over IST through acquisition of 80% of the equity shares. IST is Germany-based company engaged in the solar sludge dryer market. IST is provider of solar sludge drying systems used for the treatment of sludge generated from wastewater and solid waste treatment plants. The acquisition has been accounted by applying the acquisition method and accordingly the underlying assets, liabilities, equity, income, expenses and cash flows of IST have been combined after giving effect to necessary adjustments in the Consolidated Financial Statements.

Goodwill disclosure as on date of acquisition

Particulars	Amount
Consideration paid in cash (A)	323.20
Acquisition date fair value of Net Assets	60.08
Proportionate share (80%) in fair value of net assets of IST on the date of acquisition (B)	48.06
Goodwill arising on date of acquisition (C = A - B)	**275.14**

63. Revenue from contracts with customers

In case of Service Concession agreement

i. Vasudha Waste Treatment Private Limited ("VWT") is engaged in the business of integrated waste management. VWT has entered into service concession arrangement with Goa Waste Management Corporation (GWMC) to Design, Build, Finance, Operate, Transfer (DBFOT) basis at facility at Cacora South Goa District. As per the concession agreement, complete project revenue towards setting up of the plant has been billed by the company to GWMC and out of such revenue 25% amount has been retained by GWMC as a concessionaire share of investment.

Against this investment, VWT is entitled to receive an Annual Capital Grant along with return on equity for 10 years starting from FY 2024. This service concession arrangement has been accounted under financial asset model. VWT recognizes financial asset (total annuity receivable) arising from service concession arrangement to the extent it has an unconditional contractual right to receive payment. Financial assets are initially recognized at their fair value. Subsequent to initial recognition, financial asset are recognized at amortized cost.

management. HWT has entered into service concession arrangement with Goa Waste Management Corporation (GWMC) for design, engineering, financing, construction, supply, installation, commissioning, performance run and operation and maintenance for a period of ten (10) years of 250 tons per day (TPD) (Originally 100 TPD) capacity Municipal Solid Waste (MSW) Processing Facility based on Recycling & Sorting Line, Segregation, Bio-Methanation and In-Vessel Composting at Calangute/Saligaioin North District, Goa. This project is undertaken on DBFOT model (Design, Build, Financial, operate and Transfer).

The Concession Agreement with GWMC, inter-alia, provides for the construction of the North Goa Plant (originally 100 TPD), which is to be handed over to GWMC at the end of the concession period of 10 years from FY 2016-17. For the construction service provided, HWT was to be paid over the concession period as per the concession agreement. This arrangement is accounted for under the Intangible Assets Model as per IND AS 115 - Revenue from Contracts with Customers, with the details outlined below:

- The annual capital grant has been recorded as revenue under the head "sale of service"
- The Cost incurred for the above services have been recognised as "Project Assets" under head "Intangible Asset" and has been amortised on systematic basis over the concession period.

In case of Fixed price contracts

Contract revenue is recognised over time to the extent of performance obligation satisfied and control is transferred to the customer. Contract revenue is recognised at allocable transaction price which represents the cost of work performed on the contract plus proportionate margin, using the percentage of completion method. Percentage of completion is the proportion of cost of work performed to-date, to the total estimated contract costs. With respect to contracts, where the outcome of the performance obligation cannot be reasonably measured, but the costs incurred towards satisfaction of performance obligation are expected to be recovered, the revenue is recognised only to the extent of costs incurred.

Contract Liabilities

Movement in contract Liabilities during the year:

Particulars	March 31, 2026	March 31, 2025
Balance as at April 01	26.11	103.62
Balance as at March 31	19.82	26.11
Net increase/(decrease)	**(6.29)**	**(77.51)**

Disaggregation of revenue

For details of disaggregation of revenue, refer note 55 Segment Reporting.

64. The Company has obtained various borrowings against security of current assets. The Company has submitted various documents to the bank, the details of which are summarised below

As at March 31, 2026

Name of Bank/ Financial Institution	Quarter	Particulars of Securities Provided	Amount as per books of account	Amount as reported in the quarterly return/statement	Amount of difference	Reason for difference
Kotak Bank, ICICI Bank and Axis Bank	**Jun-25**	Debtors	2,317.34	2,470.06	(152.72)	Refer Note i, ii and iii.
		Creditors for Goods	309.30	583.94	(274.64)	
		Closing Stock	804.72	655.88	148.84	
	Sep-25	Debtors	2,064.32	2,330.85	(266.53)	
		Creditors for Goods	223.27	339.58	(116.32)	
		Closing Stock	888.30	673.60	214.70	
	Dec-25	Debtors	2,885.19	2,984.73	(99.54)	
		Creditors for Goods	417.30	435.97	(18.67)	
		Closing Stock	884.10	694.80	189.30	
	Mar-26	Debtors	5,478.03	5,722.40	(244.37)	
		Creditors for Goods	1,460.75	1,525.27	(64.52)	
		Closing Stock	950.39	686.19	264.20	

Note:

i. In case of Debtors, The amount reported in the quarterly returns/statements differs from the books of account primarily because the impact of Expected Credit Loss (ECL) was not considered while reporting in the quarterly returns/statements across the reporting periods. Additionally, certain entity-specific adjustments were not reflected in the quarterly returns/statements, including non-consideration of certain receipts from debtors, reversal of income, and treatment of cheques in hand in the respective reporting periods.

ii. In case of Creditors, the amount reported in the quarterly returns/statements includes total trade and other creditors, including certain creditors for expenses, instead of only creditors for goods, resulting in differences from the books of account. Further, in certain reporting periods, duplication of certain creditors in the quarterly returns/statements also contributed to the variance.

iii. In case of Closing Stock, the amount reported in the quarterly returns/statements differs from the books of account primarily because the impact of stock revaluation in accordance with the applicable accounting standards was not considered while reporting. Further, in certain reporting periods, work-in-progress (WIP) was not included, and in one reporting period, the closing stock balance was not reported in the quarterly returns/statements.

As at March 31, 2025

Name of Bank/ Financial Institution	Quarter	Particulars of Securities Provided	Amount as per books of account	Amount as reported in the quarterly return/statement	Amount of difference	Reason for difference
Bank of India, Kotak Bank, ICICI bank and Axis Bank	**Jun-24**	Debtors	1,745.74	1,770.86	(25.12)	Refer Note i
		Creditors for Goods	547.77	547.58	0.19	
		Closing Stock	584.69	449.90	134.79	
	Sep-24	Debtors	1,421.68	1,434.00	(12.32)	
		Creditors for Goods	109.50	108.69	0.81	
		Closing Stock	635.44	509.52	125.92	
	Dec-24	Debtors	1,488.98	1,487.39	1.59	
		Creditors for Goods	373.04	385.52	(12.49)	
		Closing Stock	886.36	723.42	162.93	
	Mar-24	Debtors	3,501.33	3,939.64	(438.31)	
		Creditors for Goods	660.81	634.84	25.96	
		Closing Stock	637.21	701.92	(64.71)	

Note:

i. The difference arises from finalizing earlier provisional numbers upon year-end book closure and aligning stock valuation method with applicable Indian accounting standards.

65. Others

i. The Group has not revalued any property, plant & equipment nor any intangible assets.

ii. The Group does not have any Benami property, where any proceeding has been initiated or pending against the Group for holding any Benami property.

iii. The Group does not hold any intangible assets under development and accordingly, no ageing nor completion schedule is provided.

iv. The Group has utilised borrowings from banks or financial institutions for the purpose for which it was obtained.

v. The Group has not been declared wilful defaulter by any bank or financial institution or government or any government authority.

vi. The Group does not have any transactions with struck off companies.

vii. The Group has no such transaction which is 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.

viii. The Group has complied with the number of layers prescribed under clause (87) of section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017.

ix. The Group has not traded or invested in Crypto currency or Virtual Currency during the financial period.

x. The Group has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.

xi. The Group has not received any fund from any person(s) or entity(ies), including foreign entities (Funding Party) with the understanding (whether recorded in writing or otherwise) that the Group shall: (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party (Ultimate Beneficiaries) or (b) provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

66. Previous period figures have been regrouped/reclassified to confirm presentation as per Ind AS as required by Schedule III of the Act.

67. Any discrepancies in any amount in Consolidated Financial Statement between the total and the sums of the amounts listed are due to rounding off. All figures in decimals have been rounded off to the second decimal.

As per our report of even date attached

For G B C A & Associates LLP
Chartered Accountants

FRN: 103142W/W100292

Yogesh Amal
Partner
Membership Number: 111636

Place: Mumbai
Date: August 13, 2026

For and on behalf of Board of Directors

SFC Environmental Technologies Limited
(Formerly known as SFC Environmental Technologies Private Limited)

Sandeep Sudhakar Asolkar
Chairman & Managing Director
DIN: 00097828

Place: Navi Mumbai
Date: August 13, 2026

Sarvesh Kumar Garg
Executive Director
DIN: 06873116

Place: Navi Mumbai
Date: August 13, 2026

Mandar Dinkar Desai
Chief Executive Officer

Place: Navi Mumbai
Date: August 13, 2026

Amit Anil Sawant
Chief Financial Officer

Place: Navi Mumbai
Date: August 13, 2026

Shweta Deshpande
Company Secretary
M. No.: A-67764

Place: Navi Mumbai
Date: August 13, 2026