

ANNUAL REPORT 2025-2026

**ENGINEERING
STRENGTH.
ENABLING
INFRASTRUCTURE.**

From steel manufacturing to high-
performance materials leadership

**BSE SME | SCRIIP
CODE 544688**

FORWARD LOOKING STATEMENT



This Annual Report contains certain forward-looking statements based on current expectations, assumptions, estimates and projections about the Company and the industry. These forward-looking statements are subject to risks, uncertainties and other factors which could cause actual results to differ materially from those expressed in such statements. Important factors that could cause actual results to differ materially include: changes in domestic and international market conditions, changes in Government regulations, tax laws and other statutes, interest rate and foreign exchange fluctuations, competitive environment in the markets where the Company operates, availability of finance at competitive rates, our ability to successfully implement our strategy, growth and expansion plans, technological changes, macroeconomic developments domestically and globally, and other incidental factors. The Company undertakes no obligation to update any forward-looking statements that may be made from time to time.

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OVERVIEW

From Steel to Performance Materials

India's infrastructure growth is entering a new phase - driven by speed, durability and efficiency. At the core of this transition lies a fundamental shift in construction materials.



01

STEEL WIRE

Precision input

02

ENGINEERED FIBRE

Geometry + strength

03

STRONGER CONCRETE

Crack control

04

LONGER ASSET LIFE

Lifecycle value

STRATEGIC EXPANSION

IPO proceeds are being deployed towards new manufacturing capacity, modernisation of existing operations and stronger export capabilities. Plant IV is central to the next stage of operational scale.

OUR PRIORITIES

- Improve capacity utilisation
- Enhance value-added product mix
- Strengthen technical capabilities
- Expand domestic and export presence

KMCL is positioned at the intersection of this shift.

We are building a resilient organisation defined by innovation, reliability, governance and customer-focused performance solutions.



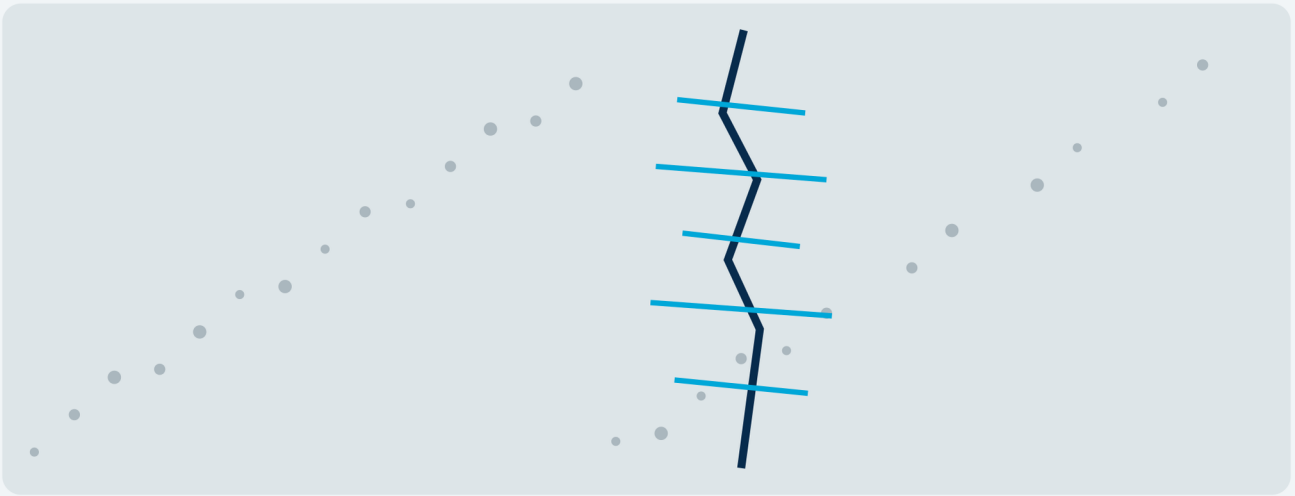
INDUSTRY OVERVIEW

Why steel fibres change concrete performance

Thousands of distributed fibres bridge micro-cracks and help concrete carry residual tensile loads after cracking.

DISTRIBUTED REINFORCEMENT

FIBRE BRIDGING ACROSS A CRACK



CRACK CONTROL

Restrains crack opening

TOUGHNESS

Absorbs post-crack energy

DURABILITY

Supports longer service life

The adoption logic is simple:

better constructability + better performance + better lifecycle economics



OUR POSITIONING

From commodity supplier to engineered solutions provider

KMCL competes through performance, application knowledge, quality consistency and customer-specific engineering.



THE KMCL ECOSYSTEM



Value beyond the fibre.

Stronger structures. Faster execution. Better project economics.



Corporate Information

Company Name	Kasturi Metal Composite Limited
Formerly Known As	Kasturi Metal Composite Private Limited
CIN	L65465MH2005PLC157553
Date of Incorporation	November 24, 2005
Date of Conversion to Public Ltd	March 19, 2024
Listed On	BSE SME Platform (BSE Limited)
Date of Listing	February 3, 2026
Scrip Code	544688
ISIN	INE0T1301023
Registered Office	A-30/3/1, MIDC, Amravati, Maharashtra - 444605
Website	www.steelfiberindia.in
Email	info@steelfiberindia.in
Phone	+ 91-721-2520293 / 2520295
Nature of Business	Manufacturing, Export, Import & Supply of Steel Fibers, Synthetic Fibers, Steelwool Fibers and Steelwools
Financial Year	April 1, 2025 to March 31, 2026

Board of Directors

Mr. Samit Surendra Singhai	Chairman & Managing Director	00907782
Mr. Akash Surendra Singhai	Whole Time Director	01364889
Mr. Mayur Ashok Zamvar	Non-Executive Director	00854887
Ms. Shubhada Mukesh Zanwar	Non-Executive Director	10586466
Mr. Mohit Manoharlal Ganeshani	Independent Director	10504998
Mr. Ashish Madanmohan Mundhada	Independent Director	07143300

Key Managerial Personnel

Mr. Samit Surendra Singhai	Chairman & Managing Director	DIN: 00907782
Mr. Akash Surendra Singhai	Whole Time Director	DIN: 01364889
Mr. Pravin R. Kesharwani	Chief Financial Officer	-
Ms. Madhu Awasthi	Company Secretary	M.No.: A28386

Advisors & Intermediaries

STATUTORY AUDITORS

NDAA & Associates LLP,
Chartered Accountants
FRN: 129486W/W100775

BANKERS

ICICI Bank Ltd,
Amravati

REGISTRAR & SHARE TRANSFER AGENT

Bigshare Services Private Limited
Office No. S6-2, 6th Floor, Pinnacle Business
Park, Next to Ahura Centre, Mahakali Caves
Road, Andheri (East), Mumbai - 400 093
Tel: 022-62638200 · ipo@bigshareonline.com

STOCK EXCHANGE

BSE Limited - SME Platform
Phiroze Jeejeebhoy Towers, Dalal
Street, Mumbai - 400 001

Committees of the Board

Audit Committee

Mohit M. Ganeshani (Chairman)
Ashish M. Mundhada (Member)
Samit S. Singhai (Member)

Nomination & Remuneration

Mohit M. Ganeshani (Chairman)
Ashish M. Mundhada (Member)
Mayur A. Zamvar (Member)

Stakeholders Relationship

Mohit M. Ganeshani (Chairman)
Akash S. Singhai (Member)
Samit S. Singhai (Member)

COMPANY AT A GLANCE

A specialist in engineered reinforcement materials

Kasturi Metal Composite Limited ("KMCL") is a specialized manufacturer of steel fibers and steel wool fibers, catering to applications across infrastructure, industrial flooring, and engineered construction segments. The Company focuses on delivering performance-driven material solutions, with an emphasis on product consistency and quality, application-specific engineering, and cost optimization through performance. KMCL operates at the intersection of materials science and construction engineering, enabling customers to achieve superior structural performance while optimizing lifecycle costs.

2005
ESTABLISHED

20+ years of operations

BSE SME LISTED

February 3, 2026

94
EMPLOYEES

Permanent, as on 31.03.2026

QUALITY
ISO 9001

:2015 certified

Financial Highlights - Consolidated, FY 2025-26

All figures in ₹Lakhs unless stated otherwise. Previous year (FY2024-25) shown for comparison.

REVENUE FROM OPERATIONS ₹6,436.86 FY ₹5,697.22 +13.0%	EBITDA ₹899.20 PY ₹599.25 +50.1%	NET PROFIT (PAT) ₹396.39 PY ₹168.02 +136.0%	TOTAL ASSETS ₹6,019.33 PY ₹3,552.40 +69.4%
TOTAL EQUITY (NET WORTH) ₹3,704.50 PY ₹1,771.75 +109.1%	BASIC EPS ₹4.84 PY ₹2.31 +109.5%	CASH & CASH EQUIVALENTS ₹684.00 PY ₹273.71 +149.9%	PAID-UP CAPITAL ₹1,039.52 PY ₹764.32 +36.0%

CORPORATE HIGHLIGHTS

- Established in 2005; 20+ years of excellence
- BSE SME listed - February 3, 2026
- ISO 9001:2015 certified
- Best Industry Award - Govt. of Maharashtra, 2011
- National & international market presence
- Subsidiary: Durafloor Concrete Solutions LLP

PRODUCT PORTFOLIO

- Flat / Loose and Glued hooked-end steel fibers
- Steelwool Fiber K-Series
- Polypropylene (PP) synthetic fibers
- Patent-filed Delta Loop End steel fiber
- Stainless steel fibers (for refractory)
- Sigma Series micro steel fibers for UHPC

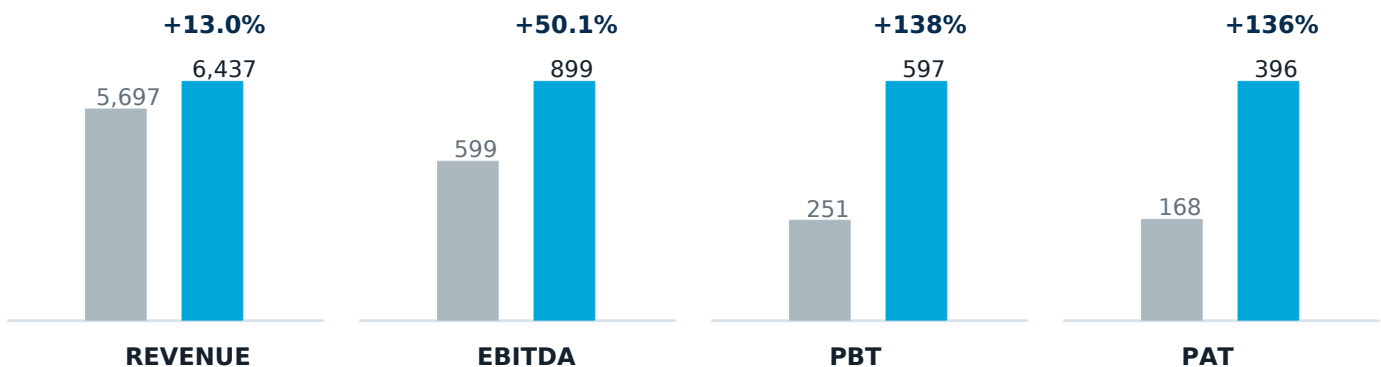
PERFORMANCE AT A GLANCE

Steady revenue, exceptional profit expansion

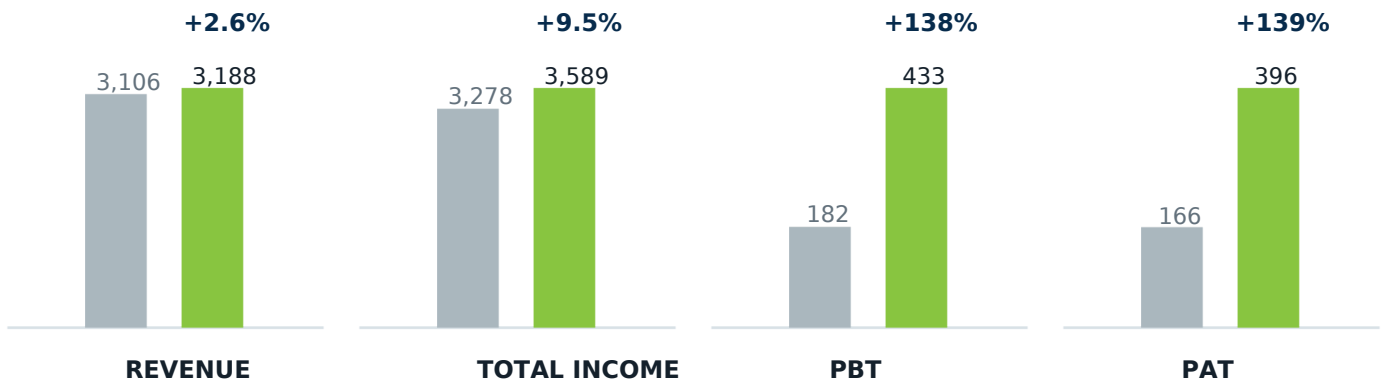
FY 2024-25 vs FY 2025-26 · ₹ in Lakhs · each pair scaled to its own metric

■ FY 2024-25 ■ FY 2025-26

Consolidated



Standalone



OPERATING PROFIT MARGIN

10.09%

from 6.22% in FY 24-25

TOTAL EXPENSE GROWTH

8.46%

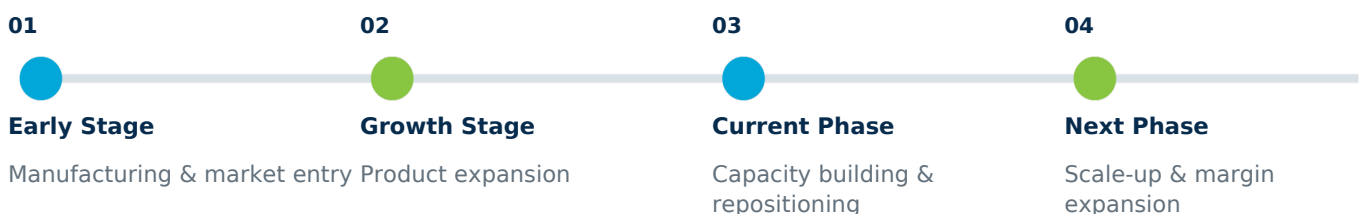
against 14.1% income growth

CAPITAL WORK-IN-PROGRESS

₹1,263.92

Lakhs, standalone

Strategic Evolution



THE LISTING YEAR

IPO proceeds and capacity build-out

Listing Date	IPO Shares	IPO Proceeds	Equity Post IPO
3 Feb 2026	27,52,000	₹1,761	₹1,039.52
BSE SME Platform	equity shares of ₹10 each	Lakhs (approx.)	1,03,95,212 shares

Share capital movement during FY 2025-26

Opening · 1 Apr 2025	76,43,212 shares · ₹764.32 L
IPO fresh issue	27,52,000 · ₹275.20 L
Closing · 31 Mar 2026	1,03,95,212 shares · ₹1,039.52 L

Where the capital is going

New manufacturing facility, Amravati

Plant IV build-out to raise capacity, improve operational flexibility, and qualify for larger institutional and government contracts.

Modernisation of the Existing plant

Process upgrades targeting productivity, consistency, and lower conversion cost.

Export capability

Deeper presence in Nepal, Bhutan, Dubai and New Zealand; entry into the Middle East, Africa and ASEAN.

Downstream integration

Deeper association with Durafloor Concrete Solutions LLP to deliver end-to-end flooring solutions.

Qualitative deployment priorities as described in the Managing Director's message and the Management Discussion and Analysis. Object-wise utilisation of issue proceeds is disclosed to the stock exchange separately.

Balance sheet strengthened

₹3,552 → ₹6,019 L



TOTAL ASSESTS (CONSOL)

₹1,772 → ₹3,705 L



NET WORTH

₹274 → ₹684 L



CASH & EQUIVALENTS



MESSAGE FROM THE MANAGING DIRECTOR

“One of the most transformative years in the history of Kasturi Metal Composite Limited.”



Dear Shareholders,

It is with great pride and deep sense of purpose that I present to you the Annual Report for the financial year 2025-26 - a year that stands out as one of the most transformative in the history of Kasturi Metal Composite Limited.

As I reflect on the year gone by, I am filled with a deep sense of gratitude, pride, and optimism. Every milestone we achieved during this year was made possible through the collective efforts of our employees, the trust of our customers, the support of our business partners, and the confidence reposed in us by our shareholders.

Milestone Listing on BSE SME Platform

- The financial year 2025-26 was marked by a defining moment - our successful listing on
- the BSE SME Platform on February 3, 2026. This listing is not just a regulatory milestone; it is a testament to the trust our customers, employees and well-wishers
- have placed in our organisation over the past two decades. The Initial Public Offering saw a fresh issue of 27,52,000 equity shares of face value Rs. 10 each, strengthening our capital base to support our ambitious expansion plans.

Financial Performance

I am pleased to report that KMCL (standalone) delivered a strong financial performance during FY 2025-26:

- Revenue from Operations stood at Rs. 3,188.26 Lakhs, reflecting steady growth over Rs. 3,106.42 Lakhs in the previous year.
- Net Profit After Tax grew substantially to Rs. 396.07 Lakhs, compared to Rs. 165.52 Lakhs in FY 2024-25, registering a remarkable growth of approximately 139%..
- The Company's total assets have grown significantly to Rs. 4,972.91 Lakhs from Rs. 2,888.54 Lakhs, underscoring the robust expansion of our asset base.
- Our Capital Work-in-Progress has grown to Rs. 1,263.92 Lakhs, reflecting our strong commitment to capacity expansion.



MESSAGE FROM THE MANAGING DIRECTOR

Strategic Expansion

During the year, we made significant investments in capacity expansion. The proceeds from our IPO are being strategically deployed towards setting up new manufacturing facilities, modernising our existing plant at MIDC Amravati, and enhancing our export capabilities. We are also deepening our association with Durafloor Concrete Solutions LLP - our valued subsidiary - to offer a wider bouquet of construction solutions to our clients. We believe this step will enhance our ability to serve emerging opportunities across infrastructure, industrial flooring, tunneling, precast construction, and other specialized applications.

At KMCL, we understand that sustainable growth is built on more than machines and infrastructure. It is built on people, relationships, and trust. During the year, we continued to focus on strengthening key pillars of our organization:



Market Presence

Our products - including crimped steel fibers, flat steel fibers, glued hooked end fibers, loose fibers and K-series steelwool fibers - continue to find wide acceptance across sectors including tunnel construction, mining, industrial flooring, road and pavement construction, dam construction and pre-cast elements. We are proud to serve both domestic and international clients, including the export markets.

Commitment to Governance

As a listed company, we are committed to the highest standards of Corporate Governance. We have constituted all requisite Board Committees, adopted comprehensive policies and codes in compliance with the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Companies Act, 2013.

MESSAGE FROM THE MANAGING DIRECTOR

Our vision extends beyond increasing production volumes.

We aspire to create lasting value through innovation, reliability, technical excellence, and customer-focused solutions. Every investment we make today is aimed at building a stronger, more resilient organization capable of delivering sustainable growth for years to come.

As we move forward, our priorities remain clear: improving operational efficiencies, enhancing product capabilities, expanding our market presence, and creating meaningful value for all stakeholders. We enter the coming year with renewed confidence, a stronger foundation, and an unwavering commitment to excellence.

On behalf of the Board of Directors, I once again take this opportunity to express my sincere gratitude to all our shareholders, customers, bankers, employees, suppliers and all other stakeholders for their continued trust and support. I look forward to your continued engagement as we embark on the next exciting chapter in KMCL's growth story.

Together, we are building more than a company - we are building a future defined by innovation, resilience, and shared success.

Warm regards,

Samit Surendra Singhai

Managing Director &C hairman · DIN:00907782

BOARD OF DIRECTORS

Profiles

Two Executive Directors · Two Non-Executive Directors · Two Independent Directors



Mr. Samit Surendra Singhai

CHAIRMAN & MANAGING DIRECTOR · DIN:00907782

Mr. Samit Singhai is the Chairman and Managing Director of Kasturi Metal Composite Limited. With deep domain expertise in the steel fiber manufacturing industry, he has been instrumental in building KMCL into a nationally and internationally recognised brand. He provides strategic leadership to the Company and oversees business development, operations and overall corporate governance. Under his guidance, KMCL has received several accolades including the 'Best Industry Award' from the Government of Maharashtra in 2011.



Mr. Akash Surendra Singhai

WHOLETIME DIRECTOR · DIN:01364889

Mr. Akash Singhai is the Whole Time Director of KMCL and leads the Company's business development initiatives. He is responsible for driving the Company's sales, marketing and customer relationship functions. He plays a key role in expanding the Company's market presence in both domestic and international markets, with a particular focus on emerging applications of steel fibers in infrastructure construction.



Mr. Mayur Ashok Zamvar

NON-EXECUTIVE DIRECTOR · DIN:00854887

Mr. Mayur Ashok Zamvar is the Non-Executive Director of KMCL and has been serving on the Board of Directors since December 26, 2023. He is a Fellow Chartered Accountant from the Institute of Chartered Accountants of India (ICAI) since 2002 and also holds a Diploma in Insurance and Risk Management and is certified in Information System Audit from ICAI. His extensive expertise contributes significantly to the strategic guidance and governance of our Company.

BOARD OF DIRECTORS

Profiles

Two Executive Directors · Two Non-Executive Directors · Two Independent Directors



Ms. Shubhada Mukesh Zanwar

NON-EXECUTIVE DIRECTOR · DIN:10586466

Mrs. Shubhada Mukesh Zanwar is a Non-Executive Director of KMCL and has been serving on the Board of Directors since December 20, 2024. She is a qualified Member of the Institute of Chartered Accountants of India (ICAI) since 2020 and is the Proprietor of M/s S M Zanwar & Co., Chartered Accountants, Nagpur. With approximately 9 years of experience in Finance, Accounting, and Internal Audit, she brings valuable expertise to the Company, contributing to its financial oversight and governance.



Mr. Mohit Manoharlal Ganeshani

INDEPENDENT DIRECTOR · DIN:10504998

Mr. Mohit Manoharlal Ganeshani is an Independent Director of KMCL and has been serving on the Board of Directors since September 30, 2024, for a term of (5) years. With over 15 years of experience in Finance, Taxation, Audit, Strategy, and Business Development, he brings extensive expertise to the Company. Previously, he was associated with TATA Power for over 7 years as a Specialist-CPG, contributing significantly to corporate planning and growth initiatives. He is now running a successful consultancy firm in the areas of Corporate & Taxation Compliance, Financial and Business Management



Mr. Ashish Madanmohan Mundhada

INDEPENDENT DIRECTOR · DIN:07143300

Mr. Ashish Madanmohan Mundhada is an Independent Director of KMCL. He is a fellow member of the Institute of Chartered Accountants of India since 2004. He is Partner at M/s. P.S. Thakare & Co. and has a rich experience of around 20 years in the field of Taxation. He is currently associated with Goods & Service Tax Bar Association, Nagpur as a Secretary and is a member of the Indirect Tax Committee by Institute of Chartered Accountants of India. He was appointed on September 30, 2024 on the Board for a period of five (5) years.

LEADERSHIP & GOVERNANCE

Governance designed for accountability

OWNERSHIP

SHAREHOLDERS

STRATEGIC OVERSIGHT

BOARD OF DIRECTORS | 6 MEMBERS | 11 MEETINGS

AUDIT COMMITTEE

6 meetings

M. Ganeshani (Chair)
A. Mundhada | S. Singhai

NOMINATION & REMUNERATION

1 meeting

M. Ganeshani (Chair)
A. Mundhada | M. Zamvar

STAKEHOLDERS RELATIONSHIP

1 meeting | Nil complaints

M. Ganeshani (Chair)
A. Singhai | S. Singhai

INDEPENDENT ASSURANCE

STATUTORY AUDIT

NDAA & Associates LLP

SECRETARIAL AUDIT

D. S. Momaya & Co. LLP

INTERNAL AUDIT

Risk-based process review

Committee composition and attendance are detailed in the Corporate Governance section.



MANAGEMENT DISCUSSION AND ANALYSIS

Executive Summary

The financial year 2025-26 was a transformative period for Kasturi Metal Composite Limited (“Kasturi” or the “Company”). Navigating global macroeconomic headwinds and dynamic domestic growth, the Company successfully executed an Initial Public Offering (IPO) on the BSE SME platform. Concluded in late January 2026 and listed on February 3, 2026, the IPO generated gross proceeds of approximately ₹1,761 Lakhs, strengthening the Company’s balance sheet and providing capital for growth.

The industrial manufacturing and construction materials sectors are cyclical and sensitive to macroeconomic indicators, including gross domestic product (GDP) growth, Government infrastructure allocations, interest rates, and global trade policies. The sections below set out the broader environment the Company operated in during FY 2025-26, followed by the industry outlook, opportunities and risks specific to the Company, and a discussion of its financial performance.

Global Economic Landscape

Throughout FY 2025-26, the global economy moved from a period of high inflation and monetary tightening toward a tenuous phase of cautious stabilization. The global manufacturing Purchasing Managers’ Index (PMI) hovered near the threshold of contraction for a significant portion of the fiscal year, reflecting an overarching hesitancy in corporate capital expenditure across developed nations. International trade paradigms experienced notable friction and structural realignment. A significant development was the United States’ move to raise import tariffs on steel and aluminium, reportedly from 25% to 50%. This added volatility to global commodity markets and pushed emerging-market exporters to diversify their supply chains and export destinations. Core inflation globally showed signs of easing in the latter half of the year.

Indian Economic Resilience and Infrastructure Thrust

India continued to be one of the fastest-growing major economies, supported by resilient domestic consumption, a revival in private capital expenditure, and sustained government investment in infrastructure. Core sectors such as steel, cement, and power generation remained key drivers of this growth. Government programs such as the PM Gati Shakti National Master Plan and continued highway and infrastructure allocations have created sustained demand for high-performance construction materials.



MANAGEMENT DISCUSSION AND ANALYSIS

Industry Structure and Developments

For Kasturi Metal Composite Limited, this accommodative domestic environment has created an exceptionally favourable macroeconomic tailwind. The rising tide of urbanization, coupled with escalating infrastructure allocations for complex engineering projects such as underground metro networks, elevated expressways, and heavy industrial corridors, directly translates into an expanding total addressable market for the Company.

The global construction and infrastructure industry is going through a structural shift. As projects become larger and more performance-driven, demand for advanced construction materials is rising, and conventional reinforcement methods are increasingly being supplemented or replaced by more efficient alternatives. Steel Fiber Reinforced Concrete (SFRC) has emerged as a preferred reinforcement technology across infrastructure, industrial, mining, tunneling, precast, and commercial construction.

INDIAN MARKET GROWTH

The Indian steel fiber market is demonstrating an accelerated growth profile, generating an estimated USD 293.2 million in 2024 and projected to reach USD 399.1 million by 2030 (a 6.1% CAGR).

PRODUCT CONFIGURATION

The hooked-end steel fiber segment represents the largest and fastest-growing category within the market, owing to its enhanced mechanical anchorage and improved bonding characteristics within concrete matrices.

While steel fiber technology is already well established in developed economies, adoption in India remains at an early stage. This represents a long-term growth opportunity for manufacturers capable of delivering high-quality, performance-driven products. The industry in India today is characterized by a mix of unorganized, price-driven players and a smaller set of engineered, performance-focused suppliers; Kasturi operates in the latter category.

MANAGEMENT DISCUSSION AND ANALYSIS

Opportunities and Threats

OPPORTUNITIES

Infrastructure development - highways, metro rail, tunnels, bridges, industrial corridors, ports, airports, urban infrastructure.

Industrial flooring - warehousing, logistics parks and manufacturing facilities increasingly prefer SFRC.

Engineered materials adoption - growing awareness among consultants, contractors and developers.

Export markets - Nepal, Bhutan, Dubai and New Zealand today; Middle East, Africa and ASEAN next.

THREATS

Raw material price volatility - addressed through structured pricing mechanisms, procurement planning and supplier relationships.

Competitive pressure - particularly from unorganized players; addressed through product differentiation and quality.

Demand cyclicity - mitigated through a diversified customer base and application segments.

Outlook

The continued shift toward engineered construction materials, combined with India's infrastructure development agenda, is expected to support sustained growth in the steel fiber industry. As awareness increases among consultants, engineers, and contractors, steel fibers are expected to play a growing role in infrastructure construction. Supported by these industry trends and its expanding manufacturing capacity, the Company remains focused on capturing this opportunity and creating long-term value for stakeholders.

The Company's successful listing on the BSE SME platform and the infusion of IPO proceeds have strengthened its financial position and provided the resources required to support its next phase of growth. The proceeds are being deployed towards the establishment of a modern manufacturing facility at Amravati, which is expected to enhance production capacity, improve operational efficiency, and enable the Company to participate in larger institutional and government contracts.

Kasturi Metal Composite Limited also serves an established international customer base across multiple geographies, including Nepal, Bhutan, Dubai, and New Zealand. Building on this foundation, the Company intends to expand its presence in select overseas markets such as the Middle East, Africa, and the ASEAN region, thereby broadening its global footprint and diversifying revenue opportunities.

Further, the Company's diversification into Macro Synthetic Polypropylene Fibers, DELTA Loop End Steel Fibers and Sigma Series Micro Steel Fibers adds strategic depth to its product portfolio. These products are intended for concrete reinforcement applications requiring lightweight, non-corrosive reinforcement and enhanced durability, helping the Company address specialized customer requirements.



MANAGEMENT DISCUSSION AND ANALYSIS

Risks and Concerns

Overall, with a strengthened balance sheet, expanding capacity, diversified offerings, and growing domestic and international market opportunities, the Company remains focused on sustainable growth and long-term value creation for all stakeholders.

MANAGEMENT OUTLOOK

“We believe the investments undertaken over the past few years have laid the foundation for the Company’s next stage of growth. Our focus now shifts toward execution, operational leverage, and translating our capabilities into sustainable business performance.”

Every manufacturing enterprise confronts systemic risks that require consistent strategic oversight. Kasturi Metal Composite Limited has instituted a robust, multi-tiered risk management framework overseen by the Board of Directors and senior executive leadership to proactively identify, quantify, reduce, or strategically share these market and operational threats.

Commodity price and procurement	Exposure to cyclical price volatility in high-carbon steel wire rods and energy, mitigated through dynamic pricing models, escalation clauses in long-term contracts, diversified vendor relationships, and the pricing power of an engineered product portfolio.
Financial and liquidity	Cash flow, interest rate and currency risks are strictly managed. The IPO insulated the Company from liquidity stress, establishing a strong current ratio and a conservative debt-to-equity ratio. Export forex exposure is managed via natural hedging.
Operational and execution	Execution risk on the proposed Unit IV capital expenditure (cost overruns, supply chain delays) is overseen by a dedicated project management team. Existing plants are safeguarded through preventive maintenance schedules and finished goods inventory buffers.
Geopolitical and competitive	Protectionist trade policies, such as US import tariffs on steel, risk redirecting cheap inventory into Asian markets. Countered through premium product differentiation, pan-India distribution and operational cost containment.
Demand	Dependence on infrastructure and construction cycles, mitigated through a diversified customer base and application segments.



MANAGEMENT DISCUSSION AND ANALYSIS

SEGMENT-WISE PERFORMANCE

A portfolio built around performance

Three complementary product verticals address concrete reinforcement, friction materials and specialised substitution needs.

PRIMARY REVENUE ENGINE

STEEL FIBERS

Duraflex

Hook-end | Glued hook-end | Flat crimped | Delta Loop | Sigma micro | Stainless

KEY APPLICATIONS

Tunnels | Precast | Industrial flooring | Roads | Mining | Refractory | UHPC

STABLE DEMAND CURVE

STEELWOOL FIBRES

Durabond K-Series

Engineered fibre input for friction-material manufacturers requiring thermal stability and wear performance.

KEY APPLICATIONS

Brake pads | Commercial clutches | Heavy machinery | EV-era friction systems

SUBSTITUTION DEFENCE

MACRO SYNTHETIC PP FIBERS

Durocrete | Trading

Lightweight, non-corrosive reinforcement for applications where steel may not be preferred.

KEY APPLICATIONS

Chemical exposure | Corrosive environments | Weight-limited structures



PRODUCT PHOTOGRAPHY | STEEL FIBERS



INNOVATION | DELTA LOOP END
The Next Evolution in Concrete



MANAGEMENT DISCUSSION AND ANALYSIS

Segment-wise or Product-wise Performance

Kasturi Metal Composite Limited has cultivated a formidable economic moat over the past two decades by specializing in industrial reinforcement materials. The Company's strategic product architecture is comprehensively diversified across three primary, high-growth verticals, supported downstream by specialized application services - set out in the product portfolio infographic earlier in this report.

Steel Fibers (concrete reinforcement). As the Company's primary revenue engine, this segment features the 'Duraflex' and 'Durabond' brands, offering loose hook-end, glued hook-end, and flat crimped steel fibers. Distributed directly into concrete to create a robust three-dimensional reinforcement network, these products are heavily utilized in tunnel shotcrete, precast elements, heavy-duty industrial flooring, load-bearing roads, and refractory applications. Segment performance is strongly fueled by India's ongoing infrastructure boom, with the hooked-end configuration standing out as the highest revenue-generating and fastest-growing category.

Steel Wool Fibers. Operating parallel to construction materials, this specialized segment targets high-precision automotive and heavy machinery supply chains. Serving as a critical raw material input for Tier-1 suppliers, these fibers are used in manufacturing friction linings for brake pads and commercial clutches, offering exceptional thermal stability, wear resistance, and consistent friction coefficients under high operating temperatures. Even as the automotive sector transitions toward electric vehicles, the fundamental requirement for reliable friction braking systems ensures sustained volume pull.

Macro Synthetic PP Fibers & specialized trading. To complement its core metallurgical operations, the Company runs an agile trading vertical under the 'Durocrete' brand to defend market share against non-metallic substitution trends. This product line offers civil contractors a Macro Synthetic Polypropylene fiber alternative that is both lighter and entirely corrosion-resistant, capturing niche structural applications where chemical exposure, environmental degradation, or weight limitations are paramount engineering concerns.



MANAGEMENT DISCUSSION AND ANALYSIS

Human Resources & Industrial Relations

Downstream integration and synergy. A critical driver of performance across these segments is the Company's forward integration through its subsidiary, Durafloor Concrete Solutions LLP. Instead of operating as a commodity supplier, this entity allows Kasturi to execute tailored, end-to-end concrete flooring solutions directly. By controlling the application process downstream, the Company captures additional margin, ensures optimal application of its proprietary fibers, and interacts directly with architects, developers, and large-scale infrastructure clients.

Executive management views the Company's skilled human capital as the primary catalyst driving its strategic vision, and has fostered an internal culture focused on inclusivity, continuous technical learning, and uncompromising occupational safety. Because operations involve heavy, automated machinery for metallurgical, wire-drawing, and fiber-cutting processes, strict adherence to safety protocols is mandatory; rigorous, continuous safety training programs and environmental health standards are implemented at all plants to maintain a zero-harm workplace.

The Company's human resources are commensurate with the size, nature and operations of the business. Total permanent employee strength on rolls as on 31st March, 2026 stood at 94, and the Company continues to maintain open and cordial employee relations. The Vigil Mechanism plays an important role through which employees and directors can report genuine concerns to management. Industrial relations during the year remained stable and cordial.

94

Permanent employees

90

Male employees

4

Female employees

Nil

POSH complaints

Internal Control Systems and Their Adequacy

The Company maintains a transparent framework of internal financial controls that the Board of Directors asserts are adequate and commensurate with the size, scale, and complexity of its expanding manufacturing operations. Comprehensive Standard Operating Procedures are embedded within procurement, manufacturing, inventory management, and sales lifecycles to safeguard assets, optimize resources, and ensure the accuracy of financial reporting. To independently validate control efficacy and ensure statutory compliance, the Company uses a multi-tiered audit architecture:

INTERNAL AUDIT

M/s. V. S. Jakhotiya & Co. appointed for FY 2026-27 to conduct risk-based process reviews.

STATUTORY AUDIT

NDAA & Associates LLP issued a completely unmodified opinion for the year ended March 31, 2026.

SECRETARIAL AUDIT

D. S. Momaya & Co. LLP appointed for FY 2025-26 to verify adherence to applicable laws.



MANAGEMENT DISCUSSION AND ANALYSIS

Discussion on Financial Performance

During the financial year 2025-26, the Company recorded steady growth in operations, improved capacity utilization, and effective cost management. Consolidated revenue from operations grew by 12.98% to ₹6,436.86 Lakhs, up from ₹5,697.22 Lakhs in the previous year, supported by higher sales volumes across both core products and associated business operations.

Prudent cost control measures limited total expense growth to just 8.46%. This positive operating leverage expanded the Operating Profit Margin to 10.09%, up from 6.22% in the prior year. Consequently, Profit After Tax surged to ₹396.39 Lakhs, lifting the Basic EPS to ₹4.84. Furthermore, the successful IPO strengthened the balance sheet by increasing net worth, enhancing liquidity, and funding the new Amravati expansion, driving structural improvements across key indicators including the Current Ratio, ROCE, and ROE.

Significant changes in key financial ratios

Standalone. Change of 25% or more as compared to the immediately previous financial year, with explanations.

RATIONS	FY 24-25	FY 25-26	CHANGE	REASON
Debtors Turnover	6.52	11.80	81.02%	Decrease in receivables
Inventory Turnover	4.41	3.81	(13.54)%	Increase in average inventory
Interest Coverage Ratio	2.30	3.26	41.67%	Increase in earnings during the year
Current Ratio	2.23	2.85	27.55%	Increase in current assets
Debt Equity Ratio	0.24	0.48	(50.47)%	New shares issued during the year
Operating Profit Margin	3.17%	9.82%	239%	Higher revenue and reduction in costs
Net Profit Margin	5.05%	11.04%	139.29%	Increase in earnings during the year
Trade Payables Turnover	9.27	10.18	9.84%	Reduction in trade payables
Net Capital Turnover	3.39	2.22	(34.55)%	Increase in working capital
Return on Investment	5.73%	7.96%	39%	Increase in profits
Return on Net Worth	10.91%	14.45%	32.50%	Increase in profits

Disclosure of Accounting Treatment

The financial statements for the year ended 31st March 2026 have been prepared as prescribed in accounting standards and there is no change in treatment of the said accounting standards. Therefore, no explanation by the management is required for the same.

Cautionary Statement

Certain statements contained within this Management Discussion and Analysis constitute forward-looking information intended to outline the Company's future business prospects, strategic objectives, and financial performance. These projections are formulated based on management's current beliefs, estimates, and foundational assumptions. By their nature, forward-looking statements involve complex risks and uncertainties. Consequently, the Company's actual future results, performance, or achievements may differ materially from those expressed or implied by such statements. Variables that could cause material discrepancies include, without limitation, raw material price volatility, cyclical changes in infrastructure spending, amendments to regulatory or taxation frameworks, heightened competitive actions, and overarching macroeconomic or geopolitical volatility. The Company assumes no responsibility - and expressly disclaims any obligation - to update, modify, or revise these forward-looking statements, whether as a result of new information, future events, or otherwise, except to the extent strictly required by prevailing securities laws and regulations. It is essential for stakeholders to exercise caution and consider the inherent uncertainties associated with forward-looking statements when making decisions based on such information.

BUSINESS OVERVIEW & OPERATIONS

Strengthening Foundations for Future Growth

FY 2025–26 was a year of strategic investments, capability enhancement, and business transformation for Kasturi Metal Composite Limited. During the year, the Company continued to strengthen its manufacturing infrastructure, expand operational capabilities, and position itself to capitalize on emerging opportunities within the infrastructure and construction sectors.

While the immediate benefits of these initiatives may not be fully reflected in current financial metrics, they are expected to create a strong platform for sustainable growth, improved operational efficiency, and long-term value creation.

STRATEGIC PRIORITIES EXECUTED DURING THE YEAR

Manufacturing Capacity Expansion

The Company continued to make significant progress in the development and strengthening of its manufacturing capabilities through Plant IV. This strategic initiative is expected to enhance production capacity, improve operational flexibility, and support future growth across key application segments.

Product Portfolio Enhancement

KMCL remained focused on increasing the contribution of performance-oriented and value-added products, delivering engineered solutions that provide superior performance, durability, and cost efficiency across infrastructure, industrial, and construction applications.

BUSINESS OVERVIEW & OPERATIONS

STRATEGIC PRIORITIES EXECUTED DURING THE YEAR

Operational Excellence and Capability Building

OPERATIONAL EXCELLENCE

Continuous improvement initiatives were undertaken across manufacturing processes, quality systems, and operational workflows, aimed at improving productivity, reducing process inefficiencies, and creating a scalable operating platform capable of supporting future expansion.

- **Manufacturing processes**
- **Quality systems**
- **Operational workflows**

CAPABILITY BUILDING

The Company continued to invest in strengthening organizational capabilities, employee development, quality assurance systems, and business processes to support long-term growth and execution excellence.

Organizational capabilities

- **Employee development**
- **Quality assurance**
- **Business processes**

DOWNSTREAM INTEGRATION

Durafloor Concrete Solutions LLP — 98% interest. Turnover ₹3,269.14 L · PAT ₹297.39 L in FY 2025-26. Executing tailored end-to-end concrete flooring solutions captures additional margin, ensures optimal application of KMCL fibers, and puts the Company in direct contact with architects, developers and large infrastructure clients.

MARKET FOOTPRINT

SERVED TODAY

India (pan-India distribution) · Nepal · Bhutan · Dubai · New Zealand

TARGET EXPANSION

Middle East · Africa · ASEAN



BUSINESS OVERVIEW & OPERATIONS

INDUSTRY OVERVIEW

A Structural Shift Towards Smarter and Stronger Construction Solutions

The global construction and infrastructure industry is undergoing a significant transformation. As projects become larger, more complex, and performance-oriented, the demand for advanced construction materials is steadily increasing. Traditional reinforcement methods are gradually being complemented and, in many applications, replaced by innovative solutions that offer greater efficiency, durability, and long-term value.

Among these advancements, Steel Fiber Reinforced Concrete (SFRC) has emerged as a preferred reinforcement technology across infrastructure, industrial, mining, tunneling, precast, and commercial construction projects. Steel fibers enhance the structural performance of concrete by improving crack resistance, impact strength, load-bearing capacity, and overall durability.

KEY DRIVERS ACCELERATING STEEL FIBER ADOPTION

Faster Project Execution

Steel fibers simplify reinforcement processes, reducing installation time and enabling faster project completion.

Lower Lifecycle Costs

Improved durability and reduced maintenance requirements help optimize the total cost of ownership over the life of a structure.

Enhanced Structural Performance

Steel fibers improve crack control, fatigue resistance, and overall structural integrity, contributing to longer-lasting infrastructure.

Sustainability and Resource Efficiency

Modern construction increasingly emphasizes efficient use of materials, reduced wastage, and sustainable building practices.

INDIA'S EMERGING GROWTH OPPORTUNITY

India is currently witnessing unprecedented investments in highways, metro rail systems, tunnels, industrial corridors, logistics parks, renewable energy projects, ports, and urban infrastructure. These developments are creating strong demand for innovative construction materials that deliver superior performance while supporting faster execution.

While steel fiber technology has already achieved widespread adoption in several developed economies, its penetration in India remains relatively low. This presents a significant long-term growth opportunity for manufacturers and solution providers.



BUSINESS OVERVIEW & OPERATIONS

OUR POSITIONING

From Manufacturing Products to Delivering Performance Solutions

The construction materials industry is increasingly moving beyond conventional product-based procurement towards solution-oriented and performance-driven decision-making. Customers today seek materials that not only meet technical specifications but also contribute to improved project efficiency, durability, sustainability, and long-term value creation. Recognizing this shift, Kasturi Metal Composite Limited has strategically positioned itself as an engineered materials solutions provider rather than a conventional steel fiber manufacturer.

KMCL operates in the specialized segment of the steel fiber industry, where success is determined not merely by production volumes, but by the ability to deliver measurable performance outcomes for customers. The Company's approach combines manufacturing excellence, technical expertise, application knowledge, and continuous innovation to develop solutions tailored to evolving project requirements.

OUR DIFFERENTIATORS

Performance-Oriented Applications

Products that enhance structural performance, improve durability, and optimize lifecycle costs across infrastructure and industrial applications.

Innovation-Driven Development

Continuous investment in product development, advanced fiber geometries, and manufacturing capabilities.

Customer-Centric Engineering

Close work with customers, consultants, contractors and project stakeholders to provide customized reinforcement solutions.

Quality and Reliability

Consistent product quality, technical support, and dependable delivery underpin long-standing customer relationships.

OUR PHILOSOPHY

"We do not simply supply steel fibers; we help build stronger, more durable, and future-ready infrastructure."



BUSINESS OVERVIEW & OPERATIONS

OUR STRATEGY

Driving Sustainable and Profitable Growth

At Kasturi Metal Composite Limited, growth is not measured solely by increased production or higher revenues. Our focus is on building a resilient, scalable, and value-driven business that creates sustainable returns for all stakeholders.

As the construction and infrastructure industry evolves, KMCL is strategically aligning its capabilities to capitalize on emerging opportunities while strengthening its long-term competitive position. Our growth strategy is built upon five interconnected pillars that guide our decision-making, investments, and execution priorities.

01 Moving Up the Value Chain

The Company is progressively transitioning from supplying conventional products to delivering engineered material solutions that offer superior performance and measurable customer benefits. By focusing on high-performance applications, specialized products, and technical expertise, KMCL aims to increase value creation while strengthening customer relationships and market differentiation.

STRATEGIC FOCUS

Higher value-added portfolio · Performance-driven applications · Enhanced customer engagement · Improved realization and profitability

02 Leveraging Capacity for Operational Excellence

The ongoing expansion of manufacturing capabilities, including Plant IV, represents a significant step in KMCL's growth journey. Our objective is to maximize the benefits of these investments through improved capacity utilization, operational efficiencies, process optimization, and economies of scale.

STRATEGIC FOCUS

Higher production efficiency · Optimized resource utilization · Improved cost competitiveness · Enhanced operating leverage

03 Driving Innovation and Product Development

Innovation remains a cornerstone of KMCL's long-term strategy. The Company continues to invest in developing advanced steel fiber solutions that deliver improved structural performance, durability, and cost efficiency. By understanding evolving customer requirements and industry trends, KMCL seeks to remain at the forefront of engineered reinforcement technologies.

STRATEGIC FOCUS

Advanced fiber designs and geometries · Product quality enhancement · Continuous process improvement · Application-specific solutions



BUSINESS OVERVIEW & OPERATIONS

OUR STRATEGY

Building the Foundation for Long-Term Success

04 Expanding Market Reach and Customer Partnerships

India's infrastructure growth story presents significant opportunities across transportation, industrial, commercial, and urban development sectors. KMCL aims to strengthen its presence in existing markets while expanding into new application segments and geographic regions through strong customer partnerships, technical support, and solution-based selling.

STRATEGIC FOCUS

Infrastructure and industrial projects · Warehousing and logistics · Strategic customer relationships · Domestic and export markets

05 Strengthening Execution Capabilities

Sustainable growth requires disciplined execution. The Company continues to focus on strengthening its organizational capabilities, operational discipline, quality systems, governance practices, and human capital development to support future expansion.

STRATEGIC FOCUS

Process standardization · Quality assurance systems · Employee capability development · Governance and compliance excellence

These strategic pillars collectively support KMCL's vision of becoming a leading provider of high-performance material solutions. Through disciplined execution, continuous innovation, and customer-centric thinking, the Company is building a strong foundation for sustainable growth, enhanced profitability, and long-term stakeholder value creation.

**Stronger
market position**

**Improved
profitability**

**Greater
scalability**

**Enhanced
customer value**

**Sustainable
long-term
growth**

"Our strategy is not only to grow bigger, but to grow stronger, smarter, and more valuable for every stakeholder associated with KMCL."

BUSINESS OVERVIEW & OPERATIONS

CREATING VALUE THROUGH INTEGRATION

What differentiates KMCL is its ability to connect manufacturing expertise with real-world application requirements. By integrating material science, engineering knowledge, and customer collaboration, the Company delivers solutions that extend beyond products and contribute directly to project success. This integrated approach strengthens customer relationships, supports long-term growth, and reinforces KMCL's position as a trusted partner in India's evolving infrastructure and construction ecosystem.



Notice of 21st Annual General Meeting

Notice is hereby given that the 21st Annual General Meeting ("AGM") of the Members of Kasturi Metal Composite Limited ("Company" / "the Company") will be held on Tuesday, 29th September, 2026 at 12.00 P.M. IST through Video Conferencing/ Other Audio-Visual Means ("VC/OAVM") to transact the following businesses:-

Ordinary Business

1. To receive, consider and adopt the Audited Standalone and Consolidated Financial Statements of the Company including Balance Sheet as at 31st March, 2026, Statement of Profit and Loss and Cash Flow Statement for the year ended on 31st March, 2026 and the Report of the Directors' and Auditors' thereon.
2. To appoint a Director in place of Mrs. Shubhada Mukesh Zanwar (DIN: 10586466), who retires by rotation and being eligible offers herself for re-appointment.

By Order of the Board of Directors
For Kasturi Metal Composite Limited

Samit Surendra Singhai
Chairman & Managing Director
DIN: 00907782
Date: 25th August, 2026
Place: Amravati

NOTES:

1. The Ministry of Corporate Affairs, Government of India ("the MCA") vide its circular no. 03/2025 dated September 22, 2025 read with circulars dated 8th April, 2020, 13th April, 2020, 5th May, 2020, 28th December, 2022, 25th September, 2023 and 19th September, 2024, (collectively referred to as 'MCA Circulars') permitted the Companies / Listed Entities to conduct their Annual General Meeting ("AGM" or "Meeting") through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") until further orders, The Securities and Exchange Board of India ('SEBI') also vide its Circular No. SEBI/ HO/CFD/ CFD-PoD-2/P/CIR/2024/133 dated 3rd October, 2024 and SEBI/HO/CFD/CFD-PoD-2/P/ CIR/2023/167 dated 7th October, 2023 ('SEBI Circulars') has provided certain relaxations from compliance with certain provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('SEBI Listing Regulations'). In compliance with these Circulars, provisions of the Act and SEBI Listing Regulations, the AGM of the Company is being conducted through VC / OAVM facility, without the physical presence of Members at a common venue.
2. In accordance with the Secretarial Standard - 2 on General Meetings ("SS-2") issued by the Institute of Company Secretaries of India ("ICSI") read with Clarification/Guidance on applicability of Secretarial Standards -1 and 2 issued by the ICSI, the proceedings of the AGM shall be deemed to be conducted at the Registered Office of the Company which shall be the deemed venue of the AGM. Since the AGM is being held through VC/OAVM, the Route Map is not annexed to this Notice.
3. Pursuant to the MCA Circulars, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Body Corporates are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate there at and cast their votes through e-voting.
4. Institutional/ Corporate Members intending to participate through their authorised representative(s) are requested to send a scanned copy (JPEG/ PDF format) of their Board resolution/ authority letter/ power of attorney, etc. authorising their representative(s) to participate in the AGM (through VC/ OAVM) and to vote on their behalf through remote e-voting or e-voting during the AGM. The said resolution/ authority letter/ power of attorney, etc. shall be sent through registered email address to the Scrutiniser at divya.momaya@dsmcollp.com with a copy marked to ivote@bigshareonline.com and to the Company at info@steelfiberindia.in
5. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.
6. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.
7. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) the Secretarial Standard on General Meetings (SS-2) issued by the ICSI and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and the Circulars issued by the Ministry of Corporate Affairs from time to time the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with M/s. Bigshare Services Pvt Limited (Bigshare) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as e-voting on the date of the AGM will be provided by Bigshare.

8. In compliance with the Circulars, the Notice along with the Annual Report 2025-26 ("Annual Report") is being sent only by electronic mode to those Members whose email address are registered with the Company/ RTA/Depositories. Members may please note that this Notice and Annual Report will also be available on the Company's website at www.steelfiberindia.in and websites of the Stock Exchanges i.e. BSE Limited at www.bseindia.com, and on website of Bigshare (agency for providing the Remote e-Voting facility) i.e. <https://ivote.bigshareonline.com/landing>.

However, a member is also entitled for getting the hard copy of the Notice along with the Annual Report upon making a request via. email to info@steelfiberindia.in

9. Any person and non-individual shareholders, who acquires shares of the Company and become member of the Company after the notice is sent and holding shares as of the cut-off date i.e Wednesday September 23, 2026 may obtain the login ID and password by sending a request at ivote@bigshareonline.com. In case of individual Shareholders holding securities in demat mode who acquire shares of the Company and become a Member of the Company after sending of the Notice and holding shares as of the cut-off date i.e. Wednesday September 23, 2026 may follow steps mentioned in the Notice of the AGM under "Bigshare i-Vote E-Voting System".

10. AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular issued from time to time

11. The Register of Directors and Key Managerial Personnel and their shareholding, and the Register of Contracts or Arrangements in which Directors are interested maintained under companies Act, 2013 will be available for inspection by the Members electronically during the AGM. Members seeking to inspect such documents can send an email to info@steelfiberindia.in.

Bigshare i-Vote E-Voting System

THE INTRUCTIONS OF SHAREHOLDERS FOR REMOTE E-VOTING ARE AS UNDER:

- i. The voting period begins on Saturday, September 26, 2026 at 09:00 A.M and ends on Monday, September 28, 2026 till 05:00 P.M During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off i.e Wednesday, September 23, 2026 may cast their vote electronically. The e-voting module shall be disabled by Bigshare for voting thereafter.
- ii. Shareholders who have already voted prior to the meeting date would not be entitled to vote at the meeting venue.
- iii. Pursuant to SEBI Circular No. **SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 09.12.2020**, under Regulation 44 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, listed entities are required to provide remote e-voting facility to its shareholders, in respect of all shareholders' resolutions. However, it has been observed that the participation by the public non-institutional shareholders/retail shareholders is at a negligible level.

Currently, there are multiple e-voting service providers (ESPs) providing e-voting facility to listed entities in India. This necessitates registration on various ESPs and maintenance of multiple user IDs and passwords by the shareholders.

In order to increase the efficiency of the voting process, pursuant to a public consultation, it has been decided to enable e-voting to **all the demat account holders, by way of a single login credential, through their demat accounts/ websites of Depositories/ Depository Participants**. Demat account holders would be

able to cast their vote without having to register again with the ESPs, thereby, not only facilitating seamless authentication but also enhancing ease and convenience of participating in e-voting process.

- iv. In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility.

1. Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi/Easiest is https://web.cdslindia.com/myeasitoken/home/login or visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password. 2) After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of BIGSHARE the e-Voting service provider and you will be re-directed to i-Vote website for casting your vote during the remote e-Voting period. Additionally, there is also links provided to access the system of all e-Voting Service Providers i.e. BIGSHARE, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered for Easi/Easiest, option to register is available at https://web.cdslindia.com/myeasitoken/Registration/EasiRegistration 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a link https://evoting.cdslindia.com/Evoting/EvotingLogin The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be able to see the e-Voting option where the evoting is in progress, and also able to directly access the system of all e-Voting Service Providers. Click on BIGSHARE and you will be re-directed to i-Vote website for casting your vote during the remote e-voting period.
Individual Shareholders holding securities in demat mode with NSDL	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name BIGSHARE and you will be re-directed to i-Vote website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS "Portal or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name BIGSHARE and you will be redirected to i-Vote website for casting your vote during the remote e-

Type of shareholders	Login Method
	Voting period or joining virtual meeting & voting during the meeting 4) For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page with all e-Voting Service Providers. Click on BIGSHARE and you will be re-directed to i-vote (E-voting website) for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free No. 1800 22 55 33.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022- 48867000.

2. Login method for e-Voting for shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:

- You are requested to launch the URL on internet browser: <https://ivote.bigshareonline.com>
- Click on “**LOGIN**” button under the ‘**INVESTOR LOGIN**’ section to Login on E-Voting Platform.
- Please enter you ‘**USER ID**’ (User id description is given below) and ‘**PASSWORD**’ which is shared separately on you register email id.
 - o Shareholders holding shares in **CDSL demat account** should enter **16 Digit Beneficiary ID** as user id.
 - o Shareholders holding shares in **NSDL demat account** should enter **8 Character DP ID followed by 8 Digit Client ID** as user id.
 - o Shareholders holding shares in **physical form** should enter **Event No + Folio Number** registered with the Company as user id.

Note If you have not received any user id or password please email from your registered email id or contact i-vote helpdesk team. (Email id and contact number are mentioned in helpdesk section).

- Click on **I AM NOT A ROBOT (CAPTCHA)** option and login.

NOTE: If Shareholders are holding shares in demat form and have registered on to e-Voting system of <https://ivote.bigshareonline.com> and/or voted on an earlier event of any company then they can use their existing user id and password to login.

- If you have forgotten the password: Click on '**LOGIN**' under '**INVESTOR LOGIN**' tab and then Click on '**Forgot your password?**'
- Enter "**User ID**" and "**Registered email ID**" Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on '**Reset**'.

(In case a shareholder is having valid email address, Password will be sent to his / her registered e-mail address).

Voting method for shareholders on i-Vote E-voting portal:

- After successful login, **Bigshare E-voting system** page will appear.
- Click on "**VIEW EVENT DETAILS (CURRENT)**" under '**EVENTS**' option on investor portal.
- Select event for which you are desire to vote under the dropdown option.
- Click on "**VOTE NOW**" option which is appearing on the right hand side top corner of the page.
- Cast your vote by selecting an appropriate option "**IN FAVOUR**", "**NOT IN FAVOUR**" or "**ABSTAIN**" and click on "**SUBMIT VOTE**". A confirmation box will be displayed. Click "**OK**" to confirm, else "**CANCEL**" to modify. Once you confirm, you will not be allowed to modify your vote.
- Once you confirm the vote you will receive confirmation message on display screen and also you will receive an email on your registered email id. During the voting period, members can login any number of times till they have voted on the resolution(s). Once vote on a resolution is casted, it cannot be changed subsequently.
- Shareholder can "**CHANGE PASSWORD**" or "**VIEW/UPDATE PROFILE**" under "**PROFILE**" option on investor portal.

3. Custodian registration process for i-Vote E-Voting Website:

- You are requested to launch the URL on internet browser: <https://ivote.bigshareonline.com>
- Click on "**REGISTER**" under "**CUSTODIAN LOGIN**", to register yourself on Bigshare i-Vote e-Voting Platform.
- Enter all required details and submit.
- After Successful registration, message will be displayed with "**User id and password will be sent via email on your registered email id**".

NOTE: If Custodian have registered on to e-Voting system of <https://ivote.bigshareonline.com> and/or voted on an earlier event of any company then they can use their existing user id and password to login.

- If you have forgotten the password: Click on '**LOGIN**' under '**CUSTODIAN LOGIN**' tab and further Click on '**Forgot your password?**'
- Enter "**User ID**" and "**Registered email ID**" Click on **I AM NOT A ROBOT (CAPTCHA)** option and click on '**RESET**'.

(In case a custodian is having valid email address, Password will be sent to his / her registered e-mail address).

Voting method for Custodian on i-Vote E-voting portal:

- After successful login, **Bigshare E-voting system** page will appear.

Investor Mapping:

- First you need to map the investor with your user ID under “**DOCUMENTS**” option on custodian portal.
- o Click on “**DOCUMENT TYPE**” dropdown option and select document type power of attorney (POA).
- o Click on upload document “**CHOOSE FILE**” and upload power of attorney (POA) or board resolution for respective investor and click on “**UPLOAD**”.

Note: The power of attorney (POA) or board resolution has to be named as the “**InvestorID.pdf**” (Mention Demat account number as Investor ID.)

- o Your investor is now mapped and you can check the file status on display.

Investor vote File Upload:

- To cast your vote select “**VOTE FILE UPLOAD**” option from left hand side menu on custodian portal.
- Select the Event under dropdown option.
- Download sample voting file and enter relevant details as required and upload the same file under upload document option by clicking on “**UPLOAD**”. Confirmation message will be displayed on the screen and also you can check the file status on display (Once vote on a resolution is casted, it cannot be changed subsequently).
- Custodian can “**CHANGE PASSWORD**” or “**VIEW/UPDATE PROFILE**” under “**PROFILE**” option on custodian portal.

Helpdesk for queries regarding e-voting:

Login type	Helpdesk details
Shareholder's other than individual shareholders holding shares in Demat mode & Physical mode.	In case shareholders/ investor have any queries regarding E-voting, you may refer the Frequently Asked Questions ('FAQs') and i-Vote e-Voting module available at https://ivote.bigshareonline.com , under download section or you can email us to ivote@bigshareonline.com or call us at: 022-62638338

4. Procedure for joining the AGM through VC/ OAVM:

For shareholder other than individual shareholders holding shares in Demat mode & physical mode is given below:

- The Members may attend the AGM through VC/ OAVM at <https://ivote.bigshareonline.com> under Investor login by using the e-voting credentials (i.e., User ID and Password).
- After successful login, **Bigshare E-voting system** page will appear.
- Click on “**VIEW EVENT DETAILS (CURRENT)**” under ‘**EVENTS**’ option on investor portal.
- Select event for which you are desire to attend the AGM under the dropdown option.
- For joining virtual meeting, you need to click on “**VOTE NOW**” “**VC/OAVM**” link placed beside of “**VIDEO CONFERENCE LINK**” option.
- Members attending the AGM through VC/ OAVM will be counted for the purpose of reckoning the quorum under Section 103 of the Companies Act, 2013.

Helpdesk for queries regarding virtual meeting:

In case shareholders/ investor have any queries regarding virtual meeting, you may refer the Frequently Asked Questions ('FAQs') available at <https://ivote.bigshareonline.com>, under download section or you can email us to ivote@bigshareonline.com or call us at: 1800 22 54 22, 022-62638338

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

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

INSTRUCTIONS FOR MEMBERS FOR ATTENDING THE AGM THROUGH VC/OAVM ARE AS UNDER:

1. Members are encouraged to join the Meeting through Laptops for better experience.
2. Further Members will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
3. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to Fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.

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

1. Members, who would like to ask questions during the AGM with regard to the financial statements or any other matter to be placed at the AGM, need to register themselves as a speaker by sending their request from their registered email address mentioning their name, DP ID and Client ID number/ folio number and mobile number, at the Company's email address info@steelfiberindia.in from Monday, September 21, 2026 at 09:00 A.M. to Saturday, September 26, 2026 by 05:00 P.M. IST. Those Members who have registered themselves as a speaker shall be allowed to ask questions during the AGM, depending upon the availability of time. The Company reserves the right to restrict the number of questions and number of speakers, as appropriate, to ensure the smooth conduct of the meeting.
2. Those members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
3. When a pre-registered speaker is invited to speak at the meeting but he / she does not respond, the next speaker will be invited to speak. Accordingly, all speakers are requested to get connected to a device with a video/ camera along with good & stable internet speed.

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

1. The Members, whose names appear in the Register of Members / list of Beneficial Owners as on Wednesday, September 23, 2026, being the cut-off date, are entitled to vote on the Resolutions set forth in this Notice.
2. Members may cast their votes on electronic voting system from any place (remote e-voting). The remote e-voting period will commence on Saturday, September 26, 2026 at 9.00 A.M. and ends on Monday, September 28, 2026, at 5.00 P. M. IST the remote e-Voting module shall be disabled by Bigshare for voting thereafter. In addition, the facility for voting through electronic voting system shall also be made available during the AGM.
3. Only those Members, who will be present in the AGM through VC / OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.
4. Members who have voted through Remote e-Voting will be eligible to attend the AGM. However, they will not be eligible to vote at the AGM.
5. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.
6. The details of the person who may be contacted for any grievances connected with the facility for e-Voting on the day of the AGM shall be the same person mentioned for Remote e-voting.
7. A person who is not a Member as on the cut-off date should treat this Notice for information purpose only. In case of joint holders, only such joint holder who is named first in the order of names will be entitled to vote.

UPDATION OF PAN, EMAIL ADDRESS AND OTHER DETAILS:

All the Members are requested to update the residential status, registered email address, mobile number, category and other details with their relevant depositories through their depository participants, if the shareholding is in demat form or with the Company, if the shareholding is held in physical form, as may be applicable.

DECLARATION OF RESULTS

1. The Board of Directors of the Company has appointed D S MOMAYA & CO LLP (ABB-3110) (FRN: L2022MH012300) Practicing Company Secretaries (Peer Reviewed), as the Scrutiniser to scrutinise the e-Voting process during the AGM and remote e-voting in a fair and transparent manner.

2. The Scrutiniser shall provide, not later than two working days of conclusion of the e voting at the AGM, a consolidated Scrutiniser's Report of the total votes cast in favour or against, if any, to the Chairman or in his absence, a person authorised by him in writing who shall countersign the same and declare the result of the voting forthwith.

The results declared along with the Scrutiniser's Report shall be placed on the Company's website www.steelfiberindia.in and on the website of Bigshare at <https://ivote.bigshareonline.com/landing>.

Immediately after the result declared by the Chairman or any other person authorised by the Chairman and the same shall be communicated to BSE Limited, where the shares of the Company are listed.

Subject to receipt of the requisite number of votes, the resolutions shall be deemed to have been passed on the date of the AGM, i.e. Tuesday, September 29, 2026.

Annexure A to the Notice

Details of Director seeking Re-appointment

Name of Director	Shubhada Mukesh Zanwar
DIN	10586466
Date of Birth	4th June, 1986
Age	39 Years
Date of Appointment	20th December, 2024
Nationality	Indian
Qualification	Chartered Accountant and Bachelor in Commerce
Brief Resume & Expertise in Specific Functional Areas	Shubhada Mukesh Zanwar is a qualified Chartered Accountant and holds a Bachelor in Commerce degree. She brings with her approximately 9 years of rich experience in accounting, auditing, taxation, and financial management. Her professional acumen covers a wide spectrum of financial disciplines, making her a valuable addition to the Board.
Terms and Conditions of Appointment / Re-appointment	As mutually agreed
Remuneration Last Drawn (including sitting fees, if any)	Sitting fee of Rs. 5,000/- for Board Meeting(s) held since her appointment.
Remuneration Proposed to be Paid	No fixed remuneration will be paid. Sitting fee of Rs. 5,000/- per Board Meeting and Rs. 3,500/- per Committee Meeting is proposed to be paid, along with reimbursement of expenses.
Number of Board Meetings Attended during the Year	11 (Eleven)
List of Other Indian Public Limited Companies in which Directorship held as on March 31, 2026	Nil
Chairman / Member of the Committee(s) of the Board of Other Public Limited Companies as on March 31, 2026	Nil
Relationship with Other Directors / Key Managerial Personnel	Nil (No inter-se relationship with any other Director or Key Managerial Personnel of the Company)
Number of Shares held in the Company as at March 31, 2026	Nil

KASTURI METAL COMPOSITE LIMITED

DIRECTOR'S REPORT

Financial Year 2025-26

21st Director Report

Business, financial performance and governance

DIRECTOR'S REPORT

To,
 The Members,
Kasturi Metal Composite Limited

Your Directors have pleasure in presenting the 21st Director Report on the business and operations of the Company together with the Audited Financial Statements (Standalone and Consolidated) for the financial year ended March 31, 2026.

FINANCIAL SUMMARY

(Amounts in Rs. In Lakhs)

Particulars	Standalone		Consolidated	
	FY 2025-26	FY 2024-25	FY 2025-26	FY 2024-25
Revenue from Operations	3,188.26	3,106.42	6,436.86	5,697.22
Other Income	400.72	171.95	93.73	24.29
Total Income	3,588.98	3,278.37	6,530.59	5,721.51
Less: Total Expenditure	3,156.32	3,096.86	5,933.31	5,470.58
Profit / (Loss) Before Prior & Exceptional Items and Tax	432.66	181.51	597.28	250.93
Less: Prior Period Expenses	-	-	-	-
Exceptional Items	-	-	-	-
Profit/(Loss) Before Tax	432.66	181.51	597.28	250.94
Less: Current Tax	52.00	31.00	252.92	101.41
Less: Short/Excess provision of Tax	(0.57)	0.78	(0.57)	0.78
Less: Deferred Tax	(14.84)	(15.79)	(51.46)	(19.27)
Tax adjustment relating to previous year	-	-	-	-
Net Profit/(Loss) after Tax	396.07	165.52	396.39	168.02

REVIEW OF OPERATIONS AND FINANCIAL PERFORMANCE

Kasturi Metal Composite Limited, established in 2005 and is led by industrial veteran Mr. Samit Surendra Singhai, who serves as the Chairman and Managing Director, bringing over two decades of extensive expertise to the sector. The company leverages its deep engineering know-how and advanced manufacturing capabilities to offer premium concrete reinforcement and friction material solutions.

During the financial year 2025-26, the Company demonstrated resilient operational performance and achieved significant growth in profitability on both a standalone and consolidated basis. The focused approach on operational efficiency and cost management has yielded substantial improvements in our bottom line.

Consolidated Financial Performance:

The Company's consolidated operations showcased robust growth, reflecting the strong market position of the group:

- Revenue from Operations: Grew by 13.0% to Rs. 6,436.86 lakhs in FY 2025-26, up from Rs. 5,697.22 lakhs in the previous year.
- Total Income: Reached Rs. 6,530.59 lakhs, registering a growth of 14.1% over the previous year's Rs. 5,721.51 lakhs, supported by a significant increase in other income.
- Operational Efficiency: While total income grew by 14.1%, total expenditure was well-managed, increasing by only 8.5% (from Rs. 5,470.58 lakhs to Rs. 5,933.31 lakhs).
- Profitability: This strong top-line growth combined with disciplined cost control led to a remarkable 138% surge in Profit Before Tax (PBT), which stood at Rs. 597.28 lakhs compared to Rs. 250.94 lakhs in FY 2024-25.
- Net Profit: The Net Profit After Tax (PAT) for the year witnessed a massive jump of 136%, closing at Rs. 396.39 lakhs against Rs. 168.02 lakhs in the preceding year.

Standalone Financial Performance

On a standalone basis, the Company delivered a steady top-line performance alongside exponential profit growth:

- Revenue from Operations: Stood at Rs. 3,188.26 lakhs for the year under review, marking a steady increase of 2.6% against Rs. 3,106.42 lakhs in FY 2024-25.
- Total Income: Increased by 9.5% to Rs. 3,588.98 lakhs, bolstered by a strong contribution from Other Income, which grew from Rs. 171.95 lakhs to Rs. 400.72 lakhs.
- Expenditure Management: Total expenditure remained largely flat, seeing a marginal increase of only 1.9% (from Rs. 3,096.86 lakhs to Rs. 3,156.32 lakhs), showcasing exceptional cost optimization at the standalone level.
- Profitability: The Profit Before Tax (PBT) expanded exponentially by 138% to Rs. 432.66 lakhs, compared to Rs. 181.51 lakhs in the previous fiscal year.
- Net Profit: The Net Profit After Tax (PAT) grew by an impressive 139%, reaching Rs. 396.07 lakhs compared to Rs. 165.52 lakhs in FY 2024-25.

Key Highlights & Management Perspective

The financial year 2025-26 was marked by highly effective cost-containment measures and optimized resource allocation. Because our overall expenditure grew at a significantly slower pace than our total income across both standalone and consolidated levels, the Company successfully translated steady revenue growth into exceptional profit margin expansion. The management remains committed to sustaining this momentum by driving further operational efficiencies and exploring new avenues for revenue generation in the upcoming fiscal year.

CHANGE IN THE NATURE OF BUSINESS

Except as disclosed in this report, there were no changes in the nature of business of the Company and its subsidiaries during the year under review.

INVESTOR EDUCATION AND PROTECTION

During the year under review, your Company was not required to transfer any funds to Investor Education and Protection Fund (IEPF).

DIVIDEND

Your Directors do not recommend any dividend for the financial year ended March 31, 2026, in order to conserve resources for business expansion and working capital requirements.

TRANSFER TO RESERVES

The Board does not propose to transfer any amount to General Reserve. The entire net profit for the year has been retained in the Profit and Loss Account as Surplus.

SHARE CAPITAL

During the financial year 2025-26, the Company made a fresh issue of 27,52,000 equity shares of face value Rs. 10 each pursuant to its Initial Public Offering (IPO) on the BSE SME

Platform. The Company received subscription for the said IPO and the shares were allotted and listed on BSE SME on February 3, 2026.

Pursuant to the above, the issued, subscribed and paid-up share capital of the Company stands at Rs. 1,039.52 Lakhs (1,03,95,212 equity shares of Rs. 10 each).

Amounts in Rs. Lakhs

Particulars	No. of Shares	Amount
Shares at beginning of the year (April 1, 2025)	76,43,212	764.32
Add: Fresh Issue (IPO – BSE SME)	27,52,000	275.20
Shares at end of the year (March 31, 2026)	1,03,95,212	1,039.52

DEPOSITS

No public deposits have been accepted or renewed by your Company during the financial year under review pursuant to the provisions of Section 73 and 74 of the Act read together with the Companies (Acceptance of Deposits) Rules, 2014. Hence, the requirement for furnishing of details relating to deposits covered under Chapter V of the Act or the details of deposits which are not in compliance with Chapter V of the Act is not applicable.

LOANS, GUARANTEES OR INVESTMENTS

Loans, guarantees or investments, if any given under Section 186 of the Companies Act, 2013 form part of the Notes to the Financial Statements forming part of the Annual Report.

SUBSIDIARY COMPANIES, ASSOCIATE COMPANIES AND JOINT VENTURES

A report on the performance and financial position of each of the subsidiaries and their contribution to the overall performance of the Company for the financial year ended 31st March, 2026 in prescribed Form AOC -1 as per the Companies Act, 2013 is set out in Annexure B and forms an integral part of this Annual Report. Your Company has one subsidiary in the form of Durafloor Concrete Solutions LLP, the details of which are as follows:

Durafloor Concrete Solutions LLP was incorporated on 15-10-2015 under the LLP Act, 2008 in which the Company holds a partnership interest. The Company is a partner in Durafloor Concrete Solutions LLP along with Mr. Samit Surendra Singhai and Mr. Akash Surendra Singhai.

As required under Section 129(3) of the Companies Act, 2013, the Company has prepared Consolidated Financial Statements incorporating the financial results of Durafloor Concrete Solutions LLP. A statement containing salient features of the financial statement of the subsidiary/associate (e-Form AOC-1) is annexed as Annexure B to this report.

MANAGEMENT DISCUSSION AND ANALYSIS

As required by Regulation 34(2) of the Listing Regulations, a Management Discussion and Analysis Report form part of this Report. The state of the affairs of the business along with the financial and operational developments has been discussed in detail in the Management Discussion and Analysis Report.

CORPORATE GOVERNANCE REPORT

As per regulation 15(2) of the Listing Regulation, the Compliance with the Corporate Governance provisions shall not apply in respect of the following class of the Companies:

(a) Listed entity having paid up equity share capital not exceeding `10 Crore and Net worth not exceeding 25 Crore, as on the last day of the previous financial year;

or

(b) Listed entity which has listed its specified securities on the SME Exchange.

Since, our Company falls in the ambit of aforesaid exemption (b); hence compliance with the provisions of Corporate Governance as per regulation 15(2) of the Listing Regulation are not applicable to the Company and it does not form the part of the Annual Report for FY 2025-26.

DIRECTORS / KEY MANAGERIAL PERSONNEL

The Board of Directors is duly constituted and consists of the 6 (Six) Directors out of which 2 (Two) are Independent Directors as on the close of the financial year. None of the directors are disqualified as on the date of this report.

In accordance with the provisions of Section 152 of the Companies Act, 2013, Mrs. Shubhada Mukesh Zanwar (DIN: 10586466), Non-Executive Director of the Company retires by rotation at the ensuing Annual General Meeting and being eligible, offer herself for reappointment. The Board recommends passing necessary resolution.

As on 31.03.2026 the Board of Directors consists as follows:

Name of the Director	Designation
Mr. Samit Surendra Singhai	Chairman & Managing Director
Mr. Akash Surendra Singhai	Whole Time Director
Mr. Mayur Ashok Zamvar	Non-Executive Director
Mrs. Shubhada Mukesh Zanwar	Non-Executive Director
Mr. Ashish Madanmohan Mundhada	Independent Director
Mr. Mohit Manoharlal Ganeshani	Independent Director

DECLARATION BY INDEPENDENT DIRECTORS

The Company has received the necessary declarations from each of the Independent Director under Section 149(7) of the Act, stating that he meets the criteria of independence laid down in Section 149(6) of the Act and there has been no change in the circumstances which may affect their status as independent director during the year. The Independent Directors have also confirmed compliance with the provisions of Rule 6 of Companies (Appointment and Qualifications of Directors) Rules, 2014, as amended, relating to inclusion of their name in the databank of Independent Directors. The Board has taken on record these declarations after undertaking the due assessment of the veracity of the same. Also, the Independent Directors have complied with the Code for Independent Directors prescribed in Schedule IV of the Companies Act, 2013 and have confirmed that they are in compliance with the Code of Conduct for Directors and Senior Management personnel formulated by the Company. Based on the declaration received from all the Independent Directors and in the opinion of the Board, all Independent Directors possess integrity, expertise, experience and proficiency and are independent of the management.

During the year under review, none of the Independent Directors of the Company has had any pecuniary relationship or transactions with the Company, other than sitting fees. The terms and conditions of appointment of Independent Directors are placed on the website of the Company at <https://www.steelfiberindia.in/investor-relations/corporate-policies>.

BOARD EVALUATION

Pursuant to the provisions of the Act, the Board of Directors ('Board') has carried out an annual evaluation of its performance and that of its individual Directors. The Board evaluation was conducted through questionnaire designed with qualitative parameters and feedback based on ratings. The criteria for performance evaluation of the Board included aspects like Board composition and structure; effectiveness of Board processes, information and functioning etc.

INDEPENDENT DIRECTORS MEETING

A separate meeting of the Independent Directors without the presence of the Chairman, the Managing Director or other Non-Independent Director(s) or any other Management Personnel was held on 24 March, 2026. The Independent Directors reviewed the performance of Non-Independent Directors, Committees of the Board and the Board as a whole along with the performance of the Chairman & Managing Director of the Company and assessed the quality,

quantity and timeliness of flow of information between the management and the Board that is necessary for the Board to effectively and reasonably perform their duties.

FAMILIARISATION PROGRAMME FOR INDEPENDENT DIRECTORS

Your Company has in place a structured induction and familiarisation programme for its Directors. Upon appointment, Directors receive a Letter of Appointment setting out in detail, the terms of appointment, duties, responsibilities, obligations, Code of Conduct for Prevention of Insider Trading and Code of Conduct applicable to Directors, Key Managerial Personnel and Senior Management Personnel.

They are also updated on all business-related issues and new initiatives. Independent Directors are also encouraged to visit the facilities of the Company and engage with Senior Management. Regular presentations and updates on relevant statutory changes encompassing important laws are made and circulated to the Directors. Such familiarisation programmes help the Independent Directors to understand the Company's strategy, business model, operations, markets, organisation structure, risk management etc. and such other areas as may arise from time to time. The policy on the familiarisation programmes imparted to the Independent Directors is posted on the website of the Company and may be accessed at <https://www.steelfiberindia.in/investor-relations/corporate-policies>

BOARD MEETINGS

During the year under review the board met Eleven (11) times. The intervening gap between the Meetings was within the period prescribed under the Act, read with the Secretarial Standards issued by the Institute of Company Secretaries of India on Meetings of the Board of Directors.

Sr. No.	Date of Meeting	Sr. No.	Date of Meeting
1.	28 th May 2025	7.	19 th January 2026
2.	16 th July 2025	8.	30 th January 2026
3.	25 th September 2025	9.	30 th January 2026
4.	10 th December 2025	10.	02 th February 2026
5.	15 th December 2025	11.	24 th March 2026
6.	16 th December 2025		

S. No.	Name of the Director	DIN	No. of Board Meetings during the year 2024-25		% of Attendance
			Held	Attended	
1.	Mr. Samit Surendra Singhai	00907782	11	11	100
2.	Mr. Akash Surendra Singhai	01364889	11	10	90
3.	Mr. Mayur Ashok Zamvar	00854887	11	10	90
4.	Mr. Ashish Madanmohan Mundhada	07143300	11	11	100
5.	Mr. Mohit Manoharlal Ganeshani	10504998	11	11	100
6.	Mr. Shubhada Mukesh Zanwar	10586466	11	11	100

BOARD COMMITTEES

At present, the Board has following Three (3) Committees:

- Audit Committee
- Nomination & Remuneration Committee
- Stakeholder Remuneration Committee.

The Composition of these Committees and relative compliances are in line with the applicable provisions of the Companies Act, 2013 read with the Rules and applicable provisions of the Listing Regulations.

The terms of reference of these Committees are determined by the Board and their relevance reviewed from time to time. Meetings of each of these Committees are convened by the respective Chairperson of the Committee. The Board supervises the execution of its responsibilities by the Committees and is responsible for their action. The minutes and proceedings of the meetings of all Committees are placed before the Board for review from time to time. The Minutes of the Committee Meetings are sent to all members of the Committee individually and are placed before the Board for review from time to time.

a. Audit committee:

The Audit Committee of the Board is responsible for oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statements are correct, adequate and credible; and for reviewing the annual financial statements before submission to the Board. The Committee periodically reviews the adequacy of internal control systems. The Committee reviews the financial and risk management policies of the Company.

During the year under review the Audit Committee meets Six (06) times on 16th July 2025, 24th September 2025, 10th December 2025, 15th December 2025, 16th December 2025 and 24th March 2026 and other details of the meetings are given below in the Report:

Name of the Director Attended	Designation	No. of Meeting eligible to Attend	No. of Meeting attended
Mr. Mohit Manoharlal Ganeshani	Chairman	6	6
Mr. Ashish Madanmohan Mundhada	Member	6	6
Mr. Samit Surendra Singhai	Member	6	6

b. Nomination and Remuneration Committee:

The Nomination and Remuneration Committee of the Board is responsible for identifying persons who are qualified to become directors and who may be appointed in senior management in accordance with the criteria laid down, and recommending their appointment and removal to the Board. The Committee formulates the criteria for determining qualifications, positive attributes, and the independence of directors. Furthermore, the Committee recommends and oversees the Company's policy relating to the remuneration of directors, key managerial personnel, and other employees, ensuring that it is reasonable, sufficient, and aligned with the Company's performance and long-term strategic goals.

During the year under review, the Nomination and remuneration Committee met once on 24th March 2026 and other details of the meetings are given below in the Report:

Name of the Director Attended	Designation	No. of Meeting eligible to Attend	No. of Meeting attended
Mr. Mohit Manoharlal Ganeshani	Chairman	1	1
Mr. Ashish Madanmohan Mundhada	Member	1	1
Mr. Mayur Ashok Zamvar	Member	1	1

In terms of Section 178 of the Companies Act, 2013 and Part D of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated and implemented a comprehensive Nomination and Remuneration Policy.

The policy serves as an operational guideline for the Nomination and Remuneration Committee (NRC) to ascertain qualifications, positive attributes, competencies, and independence for appointing Directors. It further sets out the framework for the appointment, remuneration, removal, and performance evaluation of Directors, Key Managerial Personnel (KMP), Senior Management Personnel, and other employees.

Salient Features of the Policy:

- **Remuneration Framework:** The remuneration and commission paid to Managing Directors and Whole-time Directors strictly comply with the provisions and overall limits of Schedule V of the Companies Act, 2013.
- **Components of Executive Compensation:** Remuneration for KMPs and other employees features an objective mix of fixed pay (including monthly salary and statutory contributions like provident fund) and performance-linked incentive pay.
- **Non-Executive & Independent Directors:** Non-Executive and Independent Directors are compensated via sitting fees for attending Board or Committee meetings, alongside the reimbursement of reasonable expenses incurred during the discharge of their official corporate duties.
- **Tenure & Term Limits:** Executive Directors or Managing Directors are appointed or re-appointed for a term not exceeding five years at a time. Independent Directors are appointed for a term of up to five consecutive years and are eligible for a maximum of two consecutive terms subject to passing a special resolution.
- **Age Eligibility:** The maximum age limit is capped at 70 years for Whole-time Directors and 75 years for Independent Directors. Any extension beyond these age thresholds requires shareholder approval via a special resolution.
- **Performance Evaluation:** The NRC carries out an annual performance evaluation of every Director, KMP, and Senior Management member. The evaluation of the Board as a whole, its individual members, and its working committees is carried out alternately by the Board, the Committee, or an independent external agency.
- **Board Diversity:** The policy mandates that the NRC ensures the Board maintains a balanced combination of Executive and Non-Executive Directors who possess an appropriate mix of background, experience, and qualifications.

The detailed Nomination and Remuneration Policy has been hosted on the official website of the Company and can be viewed at <https://www.steelfiberindia.in/investor-relations/corporate-policies>

c. Stakeholders Relationship Committee:

Pursuant to Section 178 of the Companies Act, 2013, the Board duly constituted Stakeholder Relationship Committee to look into the redressal of complaints of investors such as transfer or credit of shares, non-receipt of dividend/notices/annual reports, etc.

During the year under review, the Stakeholders Relationship Committee met once on 24th March 2026 and other details of the meetings are given below in the Report.

Name of the Director Attended	Designation	No. of Meeting eligible to Attend	No. of Meeting attended
Mr. Mohit Manoharlal Ganeshani	Chairman	1	1
Mr. Akash Surendra Singhai	Member	1	1
Mr. Samit Surendra Singhai	Member	1	1

The Company expresses satisfaction with the Company's performance in dealing with investor grievance. The Company has not received any complaint during the year. Hence there were no complaints outstanding as on March 31, 2026.

Each of the said committee has been mandated to operate within a given framework.

WHISTLE BLOWER POLICY/VIGIL MECHANISM

The Company has established a vigil mechanism/Whistle Blower Policy and oversee through the committee, the genuine concerns expressed by the employees and other Directors. Besides, as per the requirement of Clause 6 of Regulation 9A of SEBI (Prohibition of Insider Trading) Regulations as amended by SEBI (Prohibition of Insider Trading) (Amendment) Regulations, 2018, the Company ensures to make employees aware of such Whistle Blower Policy to report instances of leak of unpublished price sensitive information. The Policy provides for adequate safeguards against victimisation of employees who avail of the mechanism and also provides for direct access to the Chairperson of the Audit Committee. It is affirmed that no personnel of the Company have been denied access to the Audit Committee and there was no such reporting during the FY 2025-26. The policy of vigil mechanism is available on the Company's website and can be accessed at: <https://framerusercontent.com/assets/rKJUSxiCblUMkdVLK3xDzZWS4h8.pdf>

AUDITORS

Statutory Auditors:

M/s NDAA & Associates LLP, Chartered Accountants, (FRN: 129486W) are appointed as statutory auditor of the company for a term of 5 years starting till the conclusion of Annual General Meeting to be held in the year 2029.

The Notes on financial statements referred to in the Auditors' Report are self-explanatory and do not call for any further comments. The Auditor in their report has not made any qualifications, reservations, or adverse remarks for the FY 2025-26.

Secretarial Auditors:

Pursuant to the provisions of Section 204 of the Act, read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, M/s D.S Momaya & Co LLP (CP No. 7885). Practicing Company Secretaries, were appointed as the Secretarial Auditor to undertake Secretarial Audit of the Company for the FY 2025-26. The Secretarial Audit Report (MR-3) for the FY 2025-26 as required under the Act, is set out in Annexure C to this Report.

The Secretarial Audit Report does not contain any qualification, reservation or adverse remark.

Internal Auditors:

Pursuant to the provisions of Section 138 of the Act read with the Companies (Accounts) Rules, 2014, M/s. Dr. CA Snehal Madhur Zanwar Chartered Accountants., were appointed as Internal Auditors to undertake internal audit of the Company for FY 2025-26.

The Internal Audit Report does not contain any qualification, reservation, or adverse remark.

Cost auditors:

The Company has not appointed the Cost Auditor as pursuant to Section 148 of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Amendment Rules, 2014, the cost audit is not applicable to the Company.

INTERNAL FINANCIAL CONTROLS AND THEIR ADEQUACY

Your Company has in place an adequate internal financial control framework commensurate with the size, scale and complexity of its operations with reference to financial and operating controls, ensuring the orderly and efficient conduct of business operations, adherence to policies, safeguarding of assets and fraud prevention.

During FY 2025-26, such controls were tested and found to be effective, with no significant weakness identified. The Directors have in the Directors Responsibility Statement confirmed the same to this effect.

DIVIDEND DISTRIBUTION POLICY

The provisions of Regulation 43A of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, which require the formulation of

a Dividend Distribution Policy, are not applicable to the Company as it does not fall within the criteria of the top 1,000 listed entities based on market capitalization.

RISK MANAGEMENT

The Company's risk management framework is in line with the current best practices and effectively addresses the emerging challenges in a dynamic business environment. The company as on date of this report does not face any operational, economical, inflationary, or other risks which in the opinion of the Board may threaten the existence of the company.

CORPORATE SOCIAL RESPONSIBILITY (CSR)

As per Section 135 of the Companies Act, 2013, the provisions of Corporate Social Responsibility are applicable to a Company having: (a) net worth of Rs. 500 crore or more; (b) turnover of Rs. 1,000 crore or more; (c) net profit of Rs. 5 crore or more. Based on this, the provisions of CSR are not applicable to the Company for FY 2025-26. The Company will assess the applicability of CSR provisions in future years.

RELATED PARTY TRANSACTIONS

All contracts or arrangements or transactions entered by the Company with the Related Parties during the financial year were in compliance with the applicable provisions of the Act. All such contracts or arrangements were entered into in the ordinary course of business and at arm's length basis and approved by the Audit Committee. Accordingly, the disclosure of related party transactions as required under Section 134(3)(h) of the Act in Form AOC-2 is annexed as Annexure D. Details of related party transactions entered into by the Company, in terms of Ind AS-18 have been disclosed in the notes to the Standalone/Consolidated Financial Statements of the Company.

The Company has in place a Related Party Transactions Policy, which is available on the Company's website at: <https://www.steelfiberindia.in/investor-relations/corporate-policies>

As per the said Policy, all Related Party Transactions are pre-approved by the Independent Directors, Audit Committee and Board, as and when required as per the requirements under the Act. The details of actual transactions are reviewed by the Audit Committee on a quarterly basis. Material transactions, if any, with the Related Parties are pre-approved by the Shareholders.

EMPLOYEE STOCK OPTION PLAN

The Company has in place "Employee Stock Option Plan 2025" ("the Scheme") to issue the employee stock options to the eligible employees of the Company as per the Scheme.

Below are the details related to ESOPs as on 31st March, 2026:

- (a) options granted: Nil
- (b) options vested: Nil
- (c) options exercised: Nil
- (d) the total number of shares arising as a result of exercise of options: Nil
- (e) options lapsed: Nil
- (f) the exercise price: INR 10/- per option
- (g) variation in terms of options: As per the scheme
- (h) money realised by exercise of options: Not applicable
- (i) total number of options in force: 100,000
- (j) employee wise details of options granted to:
- (k) Key Managerial Personnel; Nil
- (i) any other employee who receives a grant of options in any one year of options amounting to five percent or more of total options granted during that year; Nil

- (ii) identified employees who were granted options, during any one year, equal to or exceeding one percent of the issued capital, excluding outstanding warrants and conversions, of the company at the time of grant: Nil

PREVENTION OF SEXUAL HARASSMENT (POSH)

The Company is committed to provide a healthy environment to all the employees and thus does not tolerate any sexual harassment at workplace. The Company has in place, "Policy on Prevention, Prohibition and Redressal of Sexual Harassment." The policy aims to provide protection to employees at the workplace and preventing and redressing complaints of sexual harassment and it covers matters connected or incidental thereto. The Company has complied with the provisions relating to the constitution of Internal Complaints Committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. Appropriate training under POSH is imparted to employees regularly. During the year under review the Company has not received any complaint of sexual harassment.

- Number of complaints received, disposed, & pending over 90 days. – NIL
- Number of Complaints disposed off during the year – Not Applicable
- Number of cases pending for more than ninety days – NIL

MATERNITY BENEFIT

The Company has complied with the provisions of the Maternity Benefit Act, 1961, including all applicable amendments and rules framed thereunder. The Company is committed to ensuring a safe, inclusive, and supportive workplace for women employees. All eligible women employees are provided with maternity benefits as prescribed under the Maternity Benefit Act, 1961, including paid maternity leave, nursing breaks, and protection from dismissal during maternity leave.

The Company also ensures that no discrimination is made in recruitment or service conditions on the grounds of maternity. Necessary internal systems and HR policies are in place to uphold the spirit and letter of the legislation.

DETAILS OF DIFFERENCE BETWEEN AMOUNT OF THE VALUATION DONE AT THE TIME OF ONE TIME SETTLEMENT AND THE VALUATION DONE WHILE TAKING LOAN FROM THE BANKS OR FINANCIAL INSTITUTIONS ALONG WITH REASONS THEREOF:

During the reporting period, no such valuation has been conducted.

DETAILS OF APPLICATION MADE OR ANY PROCEEDINGS PENDING UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 DURING THE YEAR ALONGWITH THEIR STATUS AS AT THE END OF THE FINANCIAL YEAR:

During the year under review and till date of this Report, the Company has neither made any application against anyone nor are any proceedings pending against the Company under the Insolvency and Bankruptcy Code, 2016.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE

The information on Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 is provided in Annexure E to this Report.

BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

The Business Responsibility and Sustainability Report pursuant to Regulation 34(2) (f) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 is not applicable to the Company for the financial year ended on 31st March, 2026.

MATERIAL CHANGES AND COMMITMENTS, IF ANY, AFFECTING THE FINANCIAL POSITION OF THE COMPANY

There have been no material changes or commitments that could affect the financial position of the Company between the end of the Financial Year to which the Financial Statements relate and the date of this report.

DETAILS OF SIGNIFICANT MATERIAL ORDERS PASSED BY THE REGULATORS / COURTS / TRIBUNAL IMPACTING THE GOING CONCERN STATUS AND COMPANY'S OPERATION IN FUTURE

There have been no significant material orders passed by Regulators, Courts, or Tribunals that would impact the going concern status of the Company and its future operations.

COMPLIANCE WITH SECRETARIAL STANDARDS

The Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI), specifically SS-1 (Meetings of the Board of Directors) and SS-2 (General Meetings).

ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Companies Act, 2013, the Annual Return (Form MGT-7) is placed on the Company's website and is accessible at www.steelfiberindia.in.

PARTICULARS OF EMPLOYEES

The information required under Section 197(12) of the Companies Act, 2013 read with Rules 5(1) and 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided in Annexure F to this Report.

DIRECTORS' RESPONSIBILITY STATEMENT

As required by Section 134(3) of the Act, your Directors, to the best of their knowledge and belief, confirm that:

- (a) in the preparation of the Annual Accounts for the financial year ended March 31, 2026, the applicable Accounting Standards have been followed and there are no material departures;
- (b) the Directors have selected appropriate accounting policies and applied them consistently and made judgements and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2026 and of the profit of the Company for the year ended on that date;
- (c) the Directors have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Companies Act, 2013 for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;
- (d) the Directors have prepared the Annual Accounts on a going concern basis;
- (e) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively;
- (f) the Directors have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems are adequate and operating effectively.

DISCLOSURES WITH RESPECT TO DEMAT SUSPENSE ACCOUNT/ UNCLAIMED SUSPENSE ACCOUNT

There are no shares which are lying in demat suspense account/ unclaimed suspense account as on 31st March, 2026.

REGISTRAR AND SHARE TRANSFER AGENT

During the year under review, Bigshare Services Private Limited is the Registrar and Transfer Agent of the Company.

GENDER-WISE COMPOSITION OF EMPLOYEES

In alignment with the principles of diversity, equity, and inclusion (DEI), the Company discloses below the gender composition of its workforce as on the March 31, 2026.

Male Employees: 90

Female Employees: 4

Transgender Employees: NIL

This disclosure reinforces the Company's efforts to promote an inclusive workplace culture and equal opportunity for all individuals, regardless of gender.

GENERAL

Your directors state that: -

- I. There are no instances of fraud reported by the Auditors under Section 143(12) during the Financial Year ended 31st March, 2026.
- II. The Company has not issued any shares with differential voting rights as per the Act.
- III. The Company has not issued any sweat equity shares under the Act.
- IV. There were no instances of non-exercising of voting rights in respect of shares purchased directly by employees under a scheme pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014.
- V. The company has not paid any remuneration or commission to Managing Director or the Whole-time Directors of the Company from any of the subsidiary companies of the Company.
- VI. The Board of Directors have appointed Mr. Samit Surendra Singhai, as the Designated Person responsible for furnishing and extending cooperation to the Registrar or any other authorized officer regarding the provision of information related to the beneficial interest in shares of the Company.

ACKNOWLEDGEMENT

Your Company has been able to operate responsibly and efficiently because of the culture of professionalism, creativity, integrity, ethics, good governance and continuous improvement in all functions and areas as well as the efficient utilisation of the Company's resources for sustainable and profitable growth.

Your Directors would like to express their sincere appreciation to its stakeholder's, financial institutions, bankers and business associates, Government authorities, customers and vendors for their co-operation and support and looks forward to their continued support in future. Your Directors also place on record, their deep sense of appreciation for the committed services by the employees of the Company.

For and on behalf of the Board of Directors
Kasturi Metal Composite Limited

Samit Surendra Singhai
Managing Director & Chairman

DIN: 00907782

Place: Amravati
Date: 25th August, 2026

ANNEXURES B-F

Statutory disclosures and reports

AOC-1 | MR-3 | AOC-2

Energy, technology, foreign exchange and employee particulars

ANNEXURE - B
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

Particulars	Details
Name of the subsidiary/ Associate LLP	Durafloor Concrete Solutions LLP
CIN/any other registration number of subsidiary company	AAE-9314
Date on which it was acquired	Holds interest in the LLP since 29/12/2023
Reporting currency	₹ (in Lakhs)
Share capital	10.00
Reserves & surplus	Nil
Total assets	1,808.05
Total Liabilities	1,808.05
Investments	Nil
Turnover	3,269.14
Profit before taxation	461.70
Provision for taxation	164.31
Profit after taxation	297.39
Proposed Dividend	-
% of shareholding	98% Interest in the LLP
Share of profit/(loss) in LLP	Rs. 291.53 Lakhs (FY 2025-26)
Partners	Kasturi Metal Composite Ltd., Mr. Samit Surendra Singhai, Mr. Akash Surendra Singhai
Principal Business	Concrete Solutions / Flooring

*The reporting period for LLP is 31st March, 2026.

1. Name of subsidiaries which are yet to commence operations: NIL
2. Name of subsidiaries which have been liquidated or sold during the year: NIL

Part B: Associates and Joint Ventures: NIL

As on 31st March, 2026 the Company has no Associates and Joint Ventures

On behalf of the board of directors
Kasturi metal composite limited

Samit Surendra Singhai
Managing Director & Chairman

Akash surendra singhai
Whole Time Director

DIN: 00907782

DIN: 01364889

Place: Amravati

Date: 25th August, 2026

ANNEXURE - C
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 Personnel) Rules, 2014]

To,
The Board of Directors

KASTURI METAL COMPOSITE LIMITED
CIN: U65465MH2005PLC157553

A30/3/1, MIDC, H. V. Nagar, Amravati,
Amravati, Maharashtra, India, 444605

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by KASTURI METAL COMPOSITE LIMITED (CIN: U65465MH2005PLC157553) (hereinafter called the Company). The Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts/statutory compliances and expressing our opinion thereon.

Based on our verification of the 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 ended on March 31, 2026 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter.

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

- I. The Companies Act, 2013 and the Rules made thereunder;
- II. The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the Rules made thereunder;
- III. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- IV. Foreign Exchange Management Act, 1999 and the Rules and Regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;
- V. The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act') to the extent applicable to the Company:
 - a. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011; (Not Applicable during the year under review)
 - b. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - c. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018;

- d. The Securities and Exchange Board of India (Share Based Employee Benefits and sweat Equity) Regulations, 2021; (Not Applicable during the year under review)
- e. The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2008; (Not Applicable during the year under review)
- f. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
- g. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; (Not Applicable during the year under review)
- h. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not Applicable during the year under review)
- i. The Securities and Exchange Board of India (Listing Obligations and Disclosures Requirements), Regulations, 2015;

VI. Other laws applicable specifically to the company:

- a. Bureau of Indian Standards Act, 2016
- b. The Legal Metrology Act 2009 and Legal Metrology (Packaged Commodities) Rules, 2011
- c. Electricity Act, 2003 and the Electricity Rules, 2005
- d. Employees State Insurance Act, 1948
- e. The Factories Act, 1948
- f. Environment (Protection) Act,1996
- g. Air (Prevention and Control of Pollution) Act ,1981
- h. Water (Prevention and Control of Pollution) Act ,1974

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

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

During the period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc.

We further report that the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, and Independent Directors. The changes in the composition of the Board of Directors that took place during the audit period were carried out in compliance with the provisions of the Act and Listing Regulations.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance, (except the meetings which were convened at a shorter notice for which necessary approvals obtained as per applicable provisions) and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting. All decisions at Board Meetings and Committee Meetings are carried out unanimously as recorded in the minutes of the meetings of the Board of Directors or Committee of the Board, as the case may be.

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

We further report that during the audit period, the Company has undertaken the following events/ actions:

- a. The Company concluded its Initial Public Offering (IPO) and listed its equity shares on the BSE SME Platform. The issue comprised a fresh issue of 27,52,000 Equity Shares (face value ₹10/- each) in accordance with the disclosures made in the Draft Red Herring Prospectus filed with SEBI.

This Report is to be read with our letter of even date which is annexed as Annexure I and forms an integral part of this report.

Date: 29/04/2026

Place: Navi-Mumbai

For D. S. Momaya & Co. LLP

Company Secretaries

FRN: L2022MH012300

UDIN: F007195H000228548

CS. Divya Momaya

Designated Partner

FCS: 7195, CP No: 7885

Annexure- I to Secretarial Audit Report

To,
The Board of Directors

KASTURI METAL COMPOSITE LIMITED**CIN: U65465MH2005PLC157553**

A30/3/1, MIDC, H. V. Nagar, Amravati,
Amravati, Maharashtra, India, 444605

Our Secretarial Audit Report for the Financial Year ended 31st March, 2026 is to be read along with this letter.

Management's Responsibility

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

Auditor's Responsibility

2. Our responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
3. 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.
4. Wherever required, we have obtained the management's representation about the compliance of laws, rules and regulations and happening of events etc.
5. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company.

Disclaimer

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.

Date: 29/04/2026

Place: Navi-Mumbai

For D. S. Momaya & Co. LLP
Company Secretaries
FRN: L2022MH012300

UDIN: F007195H000228548

CS. Divya Momaya
Designated Partner
FCS: 7195, CP No: 7885

ANNEXURE - D
Form No. AOC-2

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

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

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

Sr. No	Name(s) of the related party and nature of relationship	Nature of contracts /arrangements/ transactions	Duration of the contracts/ arrangements /transactions	Salient terms of the contracts or arrangement or transaction s including the value, if any	Justification for entering into such contracts or arrangements or transactions	Date(s) of Approval by the Board	Amount paid as advances, if any	Date on which the special resolution was passed in general meeting as required under first proviso to Section 188
-	-	-	-	-	-	-	-	-

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

(Amount Rs. in Lakhs)

S.No.	Name(s) of the related party and nature of relationship	Nature of contracts/ arrangement s/ transactions	Duration of the Contracts /arrangem ents / transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board, if any	Amount paid as advances, if any
1.	Kasturi Petroleum – Entities in which KMP have interest	Receiving of services/Goods	Continuous	4.96	28.05.2025	-
2.	Duraflor Concrete Solutions LLP – Entities in which KMP have interest	Sale of Goods	Continuous	0.18	28.05.2025	-
3.	Duraflor Concrete Solutions LLP – Entities in which KMP have interest	Receiving of services/Goods	Continuous	20.54	28.05.2025	-
4.	Samit Singhai – Key Management Personnel	Reimbursemen t of Expenses	One Time	8.33	28.05.2025	-
5.	Ms. Pallavi Singhai – Relatives of Director	Salary	Continuous	13.20	28.05.2025	-
6.	Mrs. Alka Singhai – Relatives of Director	Salary	Continuous	13.20	28.05.2025	-

On behalf of the board of director s
Kasturi metal composite limited

Samit Surendra Singhai
Managing Director & Chairman

Akash surendra singhai
Whole Time Director

DIN: 00907782

DIN: 01364889

Place: Amravati

Date: 25th August, 2026

ANNEXURE - E
Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

Information pursuant to the section 134(3)(m) of the Companies Act, 2013 read with the companies (Accounts) Rules, 2014

	Particulars	Remarks
1.	Conservation of energy	
A	The steps taken or impact on Conservation of Energy	The business operation of the company is not energy intensive. However, the management of the company is committed to adopt all measures to conserve energy and save power.
B.	The steps taken by the Company	
C.	the capital investment on energy conservation equipments; energy conservation equipment	
2.	Technology Absorption	
a.	The efforts made by the Company towards technology absorption	NIL
b.	The benefits derived like product improvement, cost reduction, product development or import substitution;	
C	In case of imported technology (imported during the last three years reckoned from the beginning of the Financial Year)	
d.	The expenditure incurred on Research and Development	

During the period under review the following is the foreign exchange inflow and outflow:

(Amount in Rs. Lakhs)

Particulars	2025-26	2024-25
Foreign Exchange Earnings in terms of actual in flows	280.77	94.33
Foreign Exchange Outgo in terms of actual outflows	19.78	28.32

On behalf of the board of director s
Kasturi metal composite limited

Samit Surendra Singhai
Managing Director & Chairman

Akash surendra singhai
Whole Time Director

DIN: 00907782

DIN: 01364889

Place: Amravati

Date: 25th August, 2026

ANNEXURE - F
PARTICULARS OF EMPLOYEES

The information required pursuant to Section 197 read with Rule 5 (1) & (2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 in respect of employees of the Company is detailed as under:

- a. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the Financial Year ended 31st March, 2026:

Name and Designation	Ratio of Remuneration	% increase in Remuneration in the Financial Year ended 2026
Mr. Samit Surendra Singhai (Chairman & Managing Director)	11.53 : 1	Nil
Mr. Akash Surendra Singhai (Whole Time Director)	11.53 : 1	Nil
Mr. Mayur Ashok Zamvar (Non-Executive Directors)	No remuneration was paid during the financial year 2025-26. Therefore, the ratio of remuneration / percentage increase in remuneration is not applicable.	
Mrs. Shubhada Mukesh Zanwar (Non-Executive Directors)	No remuneration was paid during the financial year 2025-26. Therefore, the ratio of remuneration / percentage increase in remuneration is not applicable.	
Mr. Ashish Madanmohan Mundhada (Non-Executive Independent Directors)	No remuneration was paid during the financial year 2025-26. Therefore, the ratio of remuneration / percentage increase in remuneration is not applicable.	
Mr. Mohit Manoharlal Ganeshani (Non-Executive Independent Directors)	No remuneration was paid during the financial year 2025-26. Therefore, the ratio of remuneration / percentage increase in remuneration is not applicable.	
Mr. Pravin Kesharwani (CFO)	N.A.	Nil
Ms. Madhi Awasthi (CO & CS)	N.A.	Nil

- b. Percentage increase in the median remuneration of employees in the Financial Year: Nil

- c. Number of permanent employees on the rolls of the Company: 94

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

- e. The key parameters for any variable component of remuneration availed by the directors; N.A.

- f. Affirmation that the remuneration is as per the remuneration policy of the Company: Yes

g. List of top ten employees in terms of remuneration drawn:

Sr.No.	Name	Designation	Remuneration (in Rs. In Lakhs)	Nature of Employment- Contractual/ Permanent	Date of Commencement	Age	% of Equity shares held in Co.	Whether relative of any Director, if so, name of such Director
1.	Samit Singhai	Chairman and Managing Director	24.00	Permanent	24-Nov-05	46	26.53	Yes (Relative of Akash Singhai)
2.	Akash Singhai	Whole Time Director	24.00	Permanent	24-Nov-05	42	19.87	Yes (Relative of SamitSinghai)
3.	Alka Singhai	VP - HR	13.20	Permanent	24-Nov-05	44	3.28	Yes (Relative of SamitSinghai)
4.	Pallavi Singhai	VP- Marketing	13.20	Permanent	24-Nov-05	42	3.28	Yes (Relative of Akash Singhai)
5.	Gowhar Abass Wani	Area Sales Manager	6.83	Permanent	16-Jul-25	37	Nil	No
6.	Faizul Ambiya	Regional Sales Manager	6.60	Permanent	03-Jul-25	30	Nil	No
7.	Taranjit Singh	Regional Sales Manager	6.53	Permanent	01-Jun-25	34	Nil	No
8.	Vivek Harish Tanna	Accounts Officer	6.03	Permanent	01-Jan-15	43	Nil	No
9.	Pankaj Omprakash Rath	Purchase - Logistics Officer	5.90	Permanent	16-Nov-24	48	Nil	No
10.	Ashwin Manikrao Jawalekar	Production Manager	5.88	Permanent	01-Apr-14	60	Nil	No

On behalf of the board of director s
Kasturi metal composite limited

Samit Surendra Singhai
Managing Director & Chairman

Akash surendra singhai
Whole Time Director

DIN: 00907782

DIN: 01364889

Place: Amravati

Date: 25th August, 2026

Consolidated Independent Auditors' Report

Independent audit opinion on the consolidated financial statements of Kasturi Metal Composite Limited and Durafloor Concrete Solutions LLP for the year ended 31 March 2026.

31 MAR 2026

REPORTING
DATE

TRUE & FAIR

AUDIT
OPINION

NIL

KEY AUDIT
MATTERS

CONSOLIDATED

INDEPENDENT AUDITORS' REPORT

To the Members of Kasturi Metal Composite Limited (Formerly Known as Kasturi Metal Composite Private Limited)

Report on the Audit of Consolidated Financial Statements

Opinion

We have audited the accompanying Consolidated Financial Statements of **Kasturi Metal Composite Limited (Formerly Known as Kasturi Metal Composite Private Limited)** ('the Holding Company') and **Durafloor Concrete Solutions LLP** its subsidiary (the Holding Company and its subsidiary together referred to as 'the Group') as listed in **Annexure-A**, which comprise the Consolidated Balance Sheet as at March 31, 2026, the Consolidated Statement of Profit and Loss for the year then ended, Consolidated Cash Flow and a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the Consolidated Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us and based on the consideration of the auditor's report on separate financial statements and on the other financial information of the subsidiary, the aforesaid Consolidated Financial Statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, including Accounting Standards specified under Section 133 of the Act, of the consolidated state of affairs of the Group as at March 31, 2026, their consolidated profit, and their consolidated cash flow for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing specified under Section 143(10) of the Act. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the 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 thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Consolidated financial statements of the current period. These matters were addressed in the context of our audit of the standalone financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

We have determined that there are no key audit matters to communicate in our report.

Information other than the Consolidated Financial Statements and Auditor's Report thereon

The Holding Company's management and Board of Directors are responsible for the preparation of other information. The other information comprises the information included in the Annual Report, but does not include the consolidated financial statements and our auditor's report thereon.

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

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed and based on the audit report of the subsidiary, we conclude that there is a material misstatement of this other information; we are required to report that fact. We have nothing to report in this regard.

Responsibility of the Management and those charged with governance for the Consolidated Financial Statements

The Holding Company's management and Board of Directors is responsible for the matters stated in Section 134(5) of the Act with respect to the preparation of these consolidated financial statements that give a true and fair view of the consolidated state of affairs (consolidated financial position), consolidated financial performance of the Group in accordance with the accounting principles generally accepted in India, including the Accounting Standards specified under Section 133 of the Act. The respective Board of Directors and governing body of the companies included in the Group are responsible for ensuring accuracy of records including financial information considered necessary for the preparation of consolidated financial statements. The respective Board of Directors of the companies and governing board included in the Group are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error. These financial statements have been used for the purpose of preparation of the consolidated financial statements by the Directors of the Holding Company, as aforesaid.

In preparing the consolidated financial statements, the Management and the Board of Directors and governing body of the entity included in the Group are responsible for assessing the ability

concern and using the going concern basis of accounting unless the respective Board of Directors and governing body of companies in the group either intends to liquidate the group or to cease operations, or has no realistic alternative but to do so.

The respective Board of Directors and governing body of the companies included in the Group is responsible for overseeing the financial reporting process of each company.

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

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

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

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

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial statements of the entities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of financial information of such entities included in the consolidated financial statements of which we are the independent auditors. For the entity included in the consolidated financial statements, which have been audited by other auditor, such other auditor remains responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by Section 143(3) of the Act, based on our audit and on the consideration of report on the separate financial statements and the other financial information of subsidiary, we report, to the extent applicable, that:
 - a. We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the 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 consolidated financial statements have been kept so far as it appears from our examination of those books and report of the other auditors.
 - c. The Consolidated Financial Statements dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the Consolidated Financial Statements;
 - d. In our opinion, the aforesaid Consolidated Financial Statements comply with Accounting Standards specified under Section 133 of the Act,

company as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;

- f. With respect to the adequacy of the internal financial controls with reference to consolidated financial statements of the Company and the operating effectiveness of such controls. Based on the information and explanation given to us and records examined by us, the company has established adequate internal financial control with respect to key areas of financial reporting and the same are operating effectively. Refer “**Annexure B**” to our report.
- g. With respect to the other matters to be included in the Auditors’ 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 on separate financial statements.
 - i. The group has disclosed the impact, if any, of pending litigations as at March 31, 2026 on its financial position in its consolidated financial statements.
 - ii. The group did not have any long-term contracts including derivative contracts as at March 31, 2026.
 - iii. There were no amounts which were required to be transferred by the group to Investor Education and Protection Fund.
 - iv. (a) The Management of Holding company 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 holding company to or in any other person or entity, including foreign entity (“Intermediaries”), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the holding company (“Ultimate Beneficiaries”) or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management of Holding company 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 holding company from any person or entity, including foreign entity (“Funding Parties”), with the understanding, whether recorded in writing or otherwise, that the holding company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner

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

- v. The holding company has not declared or paid any dividend during the year.
- vi. Based on our examination which included test checks, the Holding Company has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility, however the same has been operated throughout the year for all transactions recorded in the software. Further, from April 1, 2025 to 31st March, 2026 where audit trail (edit log) facility was enabled, we did not come across any instances of audit trail feature being tampered with and the audit trail has been preserved by the company as per the statutory requirements for record retention.

h. With respect to the matter to be included in the Auditor’s Report under section 197(16):

In our opinion and according to the information and explanations given to us, the remuneration paid by the Holding Company to its Directors during the year is in accordance with the provisions of section 197 of the Act.

2. With respect to the matters specified in clause (xxi) of paragraph 3 and paragraph 4 of the Companies (Auditor’s Report) Order, 2020 (“CARO”/ “the Order”) issued by the Central Government in terms of Section 143(11) of the Act, the subsidiary being a limited liability partnership, the Said Order (CARO) is not applicable to such subsidiary. Accordingly reporting under this clause is not applicable to the group.

FOR NDAA & ASSOCIATES LLP

Chartered Accountants

Firm Registration No.: 129486W/W100775

NIRAJ D. ADATIA

Partner

Membership No.: 120844

UDIN: 26120844IHLYJB7403

Place: Mumbai

Date: 30 April, 2026

ANNEXURE A

MEMBERS OF KASTURI METAL COMPOSITE LIMITED (FORMERLY KNOWN AS KASTURI METAL COMPOSITE PRIVATE LIMITED) ON THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026;

List of entities included in the Statement

Sr. No.	Name of the Entity	Relationship
1	Durafloor Concrete Solutions LLP	Subsidiary

ANNEXURE B

MEMBERS OF KASTURI METAL COMPOSITE LIMITED (FORMERLY KNOWN AS KASTURI METAL COMPOSITE PRIVATE LIMITED) ON THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED MARCH 31, 2026;

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

In conjunction with our audit of the Consolidated Financial Statements of **Kasturi Metal Composite Limited (formerly known as Kasturi Metal Composite Private Limited)** (hereinafter referred to as the "Holding Company") as at and for the year ended March 31, 2026, we have audited the internal financial controls over financial reporting of the Holding Company as of that date.

Our audit of internal financial controls over financial reporting does not extend to the subsidiary, being a Limited Liability Partnership (LLP), since the reporting requirements under Section 143(3) (i) of the Companies Act, 2013 are applicable only to companies.

Management's Responsibility for Internal Financial Controls

The Holding Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls with reference to Consolidated financial statements criteria established by the Holding Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. 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 Holding company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting with reference to these Consolidated Financial Statements and their operating effectiveness.

understanding of internal financial controls over financial reporting with reference to these Consolidated Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the group's internal financial controls over financial reporting with reference to these Consolidated Financial Statements.

Meaning of internal financial controls over financial reporting with reference to these consolidated financial statements

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

- ☐ pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the Company;
- ☐ provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the Company are being made only in accordance with authorisations of management and directors of the Company; and
- ☐ provide reasonable assurance regarding prevention or timely detection of unauthorised acquisition, use, or disposition of the Company's assets that could have a material effect on the financial statements.

Inherent limitations of internal financial controls over financial reporting with reference to these consolidated financial statements

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

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

FOR NDAA & ASSOCIATES LLP

Chartered Accountants

Firm Registration No.: 129486W/W100775

NIRAJ D. ADATIA

Partner

Membership No.: 120844

UDIN: 26120844IHLYJB7403

Place: Mumbai

Date: 30 April, 2026

KASTURI METAL COMPOSITE LTD.
(Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
CIN : U65465MH2005PLC157553

Consolidated Balance Sheet as on 31st March, 2026

(Rs. In Lakhs)

Particulars	Note	As on 31st March, 2026	As on 31st March, 2025
EQUITY AND LIABILITIES			
Shareholder's funds			
(a) Sharecapital	2	1,039.52	764.32
(b) Reserves and surplus	3	2,664.98	1,007.43
(c) Minority Interest		3,704.50 (316.79)	1,771.75 (178.64)
Non-current liabilities			
(a) Long-term borrowings	4	238.64	184.80
(b) Long-term provisions	5	108.17	97.22
		346.81	282.02
Current liabilities			
(a) Short-term borrowings	4	1,159.11	1,130.06
(b) Trade Payable	6		
[i] Dues of Micro & Small Enterprise		286.94	196.97
[ii] Dues to Other		514.81	233.45
(c) Other current liabilities	7	189.44	105.83
(d) Short-term provisions	8	134.51	10.96
		2,284.81	1,677.27
TOTAL EQUITY AND LIABILITIES		6,019.33	3,552.40
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment & Intangible Assets	9		
(i) Property, Plant and Equipment		967.07	1,063.60
(ii) Intangible assets		0.10	0.11
(iii) Capital work-in-progress	10	1,258.51	51.64
(iv) Goodwill on Consolidation		59.12	59.12
		2,284.80	1,174.47
(b) Deferred tax assets (net)	1	101.06	49.59
(c) Long-term loans and advances	1	227.67	84.15
(d) Other non-current assets	1	40.61	25.21
	2	369.34	158.95
Current assets	1		
(a) Inventories	3	1,001.23	874.98
(b) Trade receivables	4	967.16	558.50
(c) Cash and cash equivalents	1	683.98	273.71
(d) Short-term loans and advances	5	582.64	425.31
(e) Other current assets	1	130.18	86.48
	6	3,365.19	2,218.98
TOTAL ASSETS	1	6,019.33	3,552.40

The accompanying notes are forming part of the financial statements

In terms of our report attached
For NDAA & Associates LLP
Chartered Accountants
FRN:- 129486W/W100775

Niraj D Adatia
Partner

Membership No. 120844

Place : Amravati
Date : 30 April, 2026

For and on behalf of the Board of Directors,
Kasturi Metal Composite Ltd.

Samit Surendra Singhai
Managing Director & Chairman

DIN:00907782

Madhu Awasthi
Company Secretary
M.No. : A28386

Akash Surendra Singhai
Whole-Time Director

DIN:01364889

Pravin R. Kesharwani
Chief Financial Officer

Statement of Profit & Loss

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 CIN : U65465MH2005PLC157553

Consolidated Statement of Profit & Loss Account For the year Ended 31st, March 2026

(Rs. In Lakhs)

Particulars	Note	For year ended 31st March, 2026	For year ended 31st March, 2025
INCOME			
1 Revenue from operations (Net)	1	6,436.86	5,697.22
2 Other income	9	93.73	24.29
3 Total Income (1 + 2)	2	6,530.59	5,721.51
EXPENSES			
(a) Cost of material consumed	21	2,692.07	2,974.90
(b) Purchase of Stock in Trade		414.85	232.95
(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	2	(49.96)	(218.54)
(d) Direct Site Expenses	2	1,148.51	911.65
(e) Employee benefits expense	2	740.36	595.55
(f) Finance costs	3	145.71	127.92
(g) Depreciation and amortisation expense	2	156.21	220.38
(h) Other expenses	4	685.56	625.77
Total expenses	2	5,933.31	5,470.58
5 Profit / (Loss) before exceptional and extraordinary items and tax (3 - 4)	2	597.28	250.94
6 Exceptional items	6	-	-
7 Profit / (Loss) before extraordinary items and tax (5 + 6)	2	597.28	250.94
8 Extraordinary items	7	-	-
9 Profit / (Loss) before tax (7 + 8)		597.28	250.94
10 Tax expense:			
(a) Current tax expense for current year		252.92	101.41
(b) Short/Excess provision of Tax		(0.57)	0.78
(c) Deferred tax		(51.46)	(19.27)
		200.89	82.92
11 Profit / (Loss) for the year (9 - 10)		396.39	168.02
Profit of the year attributable to			
(a) Owners of the parent		390.44	165.52
(b) Minority Interest		5.95	2.49
12 Earnings per share (of 10/- each):	28		
Basic		4.84	2.31
Diluted		4.84	2.31

The accompanying notes are forming part of the financial statements

In terms of our report attached
 For NDAA & Associates LLP
 Chartered Accountants
 FRN:- 129486W/W100775

For and on behalf of the Board of Directors,
 Kasturi Metal Composite Ltd.

Niraj D Adatia
 Partner
 Membership No . 120844

Samit Surendra Singhai
 Managing Director & Chairman
 DIN:00907782

Akash Surendra Singhai
 Whole-Time Director
 DIN:01364889

Place : Amravati
 Date : 30 April, 2026

Madhu Awasthi
 Company Secretary
 M.No. : A28386

Pravin R. Kesharwani
 Chief Financial Officer

Cash Flow Statement

KASTURI METAL COMPOSITE LTD. (Formerly Known As Kasturi Metal Composite Pvt. Ltd.) CIN : U65465MH2005PLC157553 Consolidated Cash Flow Statement For the year ended 31st March, 2026 (Rs. In Lakhs)		
Particulars	For year ended 31st March, 2026	For year ended 31st March, 2025
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	597.28	250.93
Adjustments for:		
De preciation	156.21	220.38
Subsidy Received	(48.84)	(3.92)
Unbilled Revenue	(265.81)	(141. 72)
ForexCurrencyTranslation Gain/Loss	(0.55)	(0.73)
Interest & Finance Charges	145.71	127.92
Sundry Balance written off	-	3.06
Interest Income	(31.16)	(16.20)
Accounts written back	(5.69)	-
Allowance for bad debts	14.53	13.78
Provision for Gratuity	11.96	2.06
Total	(23.64)	204.63
Operating Profit before Working Capital Changes	573.64	455.56
Adjustments for:		
Decrease/(Increase) in Trade &Receivables	(422.63)	431.11
Decrease/(Increase) in Inventories	(126.24)	(177. 05)
Decrease/(Increase) in Other Non Current Assets	(15.40)	(1.47)
(Decrease)/Increase in Payables	374.49	(144.25)
(Decrease)/Increase in Provisions	-	(2.07)
Decrease/(Increase) in Loans and advances	150.95	29.93
(Decrease)/Increase in Other current liabilities	66.46	(158.36)
Decrease/(Increase) in Other current asset	(96.38)	(7.55)
Cash generated from operations	504.89	425.85
Income Tax paid	(90.32)	(172.21)
Net Cash flow from Operating activities	414.57	253.64
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets[Including Capital Adanves)	(1,392.87)	(289.26)
Subsidy Received	6.37	3.92
Redemption of Fixed Deposit	5.54	(7.43)
Loan Received	-	68.03
Interest Income	0.18	15.84
Net Cash Inflow/(Outflow) in Investing activities	(1,380.78)	(208.90)
C CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Borrowings	(67.11)	
Proceeds from Borrowings	150.00	131.57
Premium on issue of Shares	1,486.08	285.50
Proceeds from Issue of Shares	275.20	57.10
Issuexp. Paid	(224.93)	
Minority Interest	(107.51)	(133. 83)
Interest paid	(135.23)	(127. 92)
Net Cash Inflow/(Outflow) in financing activities	1,376.50	2 12.42
Net increase in cash & Cash Equivalents (A+B+C)	410.29	2 57.16
Cash and Cash equivalents at begenning of the Year	273.71	16.54
Cash and Cash equivalents as at End of the year	684.00	2 73.71
In terms of our report attached For NDAA & Associates LLP Chartered Accountants FRN:- 129486W/W100775 Niraj D Adatia Partner MembershipNo . 120844 Place : Amravati Date : 30 April, 2026		
For and on behalf of the Board of Directors Kasturi Metal Composite Ltd Samit Surendra Singhai Managing Director & Chairman DIN:00907782 Madhu Awasthi Company Secretary M.No. : A28386		
Akash Surendra Singhai Whole-Time Director DIN:01364889 Pravin R. Kesharwani Chief Financial Officer		

Significant accounting policies

KASTURI METAL COMPOSITE LTD. (Formerly Known As Kasturi Metal Composite Pvt. Ltd.) CIN : U65465MH2005PLC157553 Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026	
Note 1: Summary of Significant Accounting Policies	
1	Company Overview Our Company was originally incorporated as a Private Limited Company under the name of "Kasturi Metal Composite Private Limited" under the Companies Act, 1956 at Amravati, pursuant to a certificate of incorporation dated November 24, 2005 bearing CIN U28900MH2005PTC157553 issued by Registrar of Companies, Maharashtra, Mumbai. Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting held on December 26, 2023 our Company was converted into a Public Limited Company and consequently the name of our Company was changed from "Kasturi Metal Composite Private Limited" to "Kasturi Metal Composite Limited" vide a fresh certificate of incorporation dated March 19, 2024, issued by the Registrar of Companies, Central Registration Centre. Our Company's Corporate Identity Number (CIN) is U65465MH2005PLC157553. The Company's registered office is situated at A30/3/1 MIDC, Amravati, Maharashtra, India - 444605. Our Company got Listed on SME Platform of BSE on 3rd February, 2026. Nature of Business The company was incorporated as Kasturi Metal Composite Private Limited in the year 2005. They are providing steel fibres to the national and international markets. In addition, they are also offering Polypropylene Fiber (PP) Fibers, Steel Wool Fibres. These consolidated financial statements are presented in Indian Rupees ('₹' or 'Rs.' or 'INR') and are rounded to the nearest lakhs, except per share data and unless stated otherwise. 2 Significant accounting policies & Principle of Consolidation 2.1 Principles of Consolidation a) The financial statements of the Company and its subsidiary entities are consolidated on a line-by-line item basis by adding together the book values of like items of assets, liabilities, income and expenses, after eliminating intra-group balances and intra-group transactions in accordance with Accounting Standards (AS) 21 - "Consolidated Financial Statements". b) The consolidated financial statements are prepared using uniform accounting policies for like transactions and other events in similar circumstances and are presented in the same manner as holding Company's separate financial statements, as far as possible, except as specifically mentioned in the Notes to Accounts. c) Minority Interest's share of net profit of Consolidated Subsidiaries for the year is identified and adjusted against the income of the group in order to arrive at the net income attributable to shareholders of the Company. d) Minority Interest's share of net assets of Consolidated Subsidiaries for the year is identified and presented in the consolidated financial statements separate from liabilities and the equity of the Company's shareholders. e) The difference between the cost of investment in the subsidiaries and the Company's share of net assets at the time of acquisition of share in the subsidiaries is recognized in the financial statement as Goodwill or Capital Reserve as the case may be. Further goodwill is tested for impairment annually. f) The financial statement of the subsidiaries used into the consolidation are drawn up to the same reporting date as that of the company. 2.2 Basis of accounting and preparation of financial statements The Consolidated financial statements are prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financials statements have been prepared to comply in all material aspects with the accounting standards specified under section 133 of the Companies Act, 2013 read with rule 7 of Company (Accounts) Rules, 2014. All assets and liabilities are classified into current and non-current as per the company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013. 2.3. Use of estimates The preparation of the Consolidated financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities and unbilled revenue) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the Consolidated financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise. 2.4 Revenue Recognition Revenue from sale of products is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and there is no uncertainty regarding amount of consideration & collectivity. Sales are net off sales tax and value added tax. i) Sales Revenue from sale of goods is recognized on transfer of all significant risks and rewards of ownership to the buyer. Sales are stated net of trade discount, duties, sales tax and GST. ii) Service Revenue from services are accrued and accounted for as and when the services are provided and the revenue for the same is certain. Where the income / revenue is contingent or uncertain, recognition for the same is postponed to the extent of significant uncertainty. Unbilled revenue represents amount recognized based on services performed in advance of billing in accordance with contract terms. iii) Interest Interest income except interest on income tax refund is accounted on accrual basis. 2.5 Inventories Inventories consists of raw materials, packing materials, stock-in-trade and finished goods. Inventories are valued at lower of cost and net realisable value. Cost is determined on First-In-First-Out basis. Cost of raw materials and packing materials includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition. Cost of finished goods includes direct materials, labor and proportion of manufacturing overheads based on the normal operating capacity, wherever applicable. Cost of finished goods further includes other costs incurred in bringing the inventories to their present location and condition. Cost of stock-in-trade includes cost of purchase 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 estimated costs of completion and estimated costs necessary to make the sale. 2.6 Cash and cash equivalents Cash and cash equivalents comprise cash at bank and in hand and short-term investments with original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

Significant accounting policies - continued

KASTURI METAL COMPOSITE LTD. (Formerly Known As Kasturi Metal Composite Pvt. Ltd.) CIN : U65465MH2005PLC157553	
2.7. Property, Plants & Equipments	a) Fixed Assets 1. Tangible Fixed Assets are stated at cost of acquisition/construction less accumulated depreciation, amortization and impairment loss (if any). Cost comprises of purchase price, import duties and other non-refundable taxes or levies and any directly attributable cost to bring the assets ready for their intended use. Direct expenses, as well as pro rata identifiable indirect expenses on projects during the year of construction are capitalized. Only expenditures that increase the future economic benefits from the existing asset beyond its previously assessed standard of performance is included in the gross book value, e.g., an increase in capacity. The cost of an addition or extension to an existing asset which is of a capital nature and which becomes an integral part of the existing asset is added to its gross book value. Any addition or extension, which has a separate identity and is capable of being used after the existing asset is disposed off, is accounted for separately. The fixed assets retired from active use are stated at net book value or net realizable value, whichever is lower. The loss arising due to write-down is recognized in the statement of profit and loss. An item of fixed asset is eliminated from the financial statements on disposal. Gains or losses arising on disposal are recognized in the statement of profit and loss. 2. Capital Work In progress stated at cost less impairment losses, if any, cost comprises of expenditures incurred in respect of capital projects under development and includes any attributable/allocable cost and other incidental expenses. b) Depreciation & Amortization 1. Depreciation on Tangible Assets is calculated on Written Down Value Method based on useful life of the assets as prescribed by Schedule II of the Companies Act, 2013 except in respect of some of the Assets whose life has been assessed based on Management's assessment thereof, taking into the accounts the nature of the Assets, the estimated usage of the Assets, the operating conditions of the Assets etc. For entities in the nature of Limited Liability Partnership Firms, depreciation is calculated on written down value method at the rates prescribed under the Income Tax Act, 1961. Depreciation on additions to assets or on sale/disposal of assets is calculated pro-rata from the month of such addition, or upto the month of such sale/disposal, as the case may be. 2. The estimated useful life of the Intangible Assets are amortized over a period of three years.
2.8 Government grants and subsidies	Government grants and subsidies are recognised as per AS-12, when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. Government grant which is not in the nature of capital grant is treated as income and credited to profit & loss account.
2.9 Investments	Investments are classified as current or long term based on the management's intention at the time of purchase. Current investments are carried at the lower of cost and fair value of each investment individually. Long term investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.
2.10 Employee benefits	A. Short Term Employee Benefits: Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered. B. Long Term Employee Benefits: a) Defined contribution plans: The Company has Defined Contribution Plans for post-employment benefits in the form of Provident Fund and Employees State Insurance Scheme which are administered through Government of India. Provident Fund and Employees' State Insurance Scheme are classified as Defined Contribution Plans as the Company has no further obligation beyond making the contributions. The Company's contributions to Defined Contribution Plans are charged to the Statement of Profit and Loss as incurred. b) Defined Benefit Plans: The Company has Defined Benefit Plan for post-employment benefits in the form of Gratuity. Gratuity is not funded. Liability for Defined Benefit Plan is provided on the basis of valuation, as at the Balance Sheet date, carried out by independent actuary. The actuarial valuation method used by independent actuary for measuring the liability is the Projected Unit Credit Method. c) Terminal benefits are recognized as expenses as and when incurred. d) Actuarial gains and losses comprise experience adjustment and the effect of change in actuarial assumption and are recognized immediately in the Statement of Profit and Loss as income or expenses.
2.11 Borrowing costs	Borrowing cost attributable to the procurement/ construction of fixed assets are capitalised as part of the respective assets upto the date of commissioning. Other borrowing costs are recognized as expense during the year in which they are incurred.
2.12 Taxes on income	(a) Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. (b) Deferred Tax is recognized for timing differences. However, Deferred Tax Asset is recognized on the basis of reasonable/ virtual certainty that sufficient future taxable income will be available against which the same can be realized.
2.13 Foreign Currency Transactions	Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment or realization. Monetary items denominated in foreign currency as at the Balance Sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognized in the Statement of Profit and Loss.
2.14 Provisions, Contingent Liabilities and Contingent Assets	A provision is made based on a liability estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation. Contingent liabilities, if material are disclosed by way of notes to accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

Share capital and reserves

KASTURI METAL COMPOSITE LTD.
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 Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

Note 2 Share Capital

Particulars	As on 31st March, 2026		As on 31st March 2025	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised				
1,10,00,000 Equity shares of Rs 10 each	1,10,00,000	1,100.00	1,10,00,000	1,100.00
(b) Issued, Subscribed & Paid up				
1,03,95,212 Equity shares of Rs 10 each	1,03,95,212	1,039.52	76,43,212	764.32

Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

The Company has issued 60,61,896 equity shares of face value ₹10 each as Bonus Shares on 21st December 2024.

The Company has made a preferential allotment of 5,71,000 equity shares of face value ₹10 each on 1st February 2025.

The Company has issued 27,52,000 equity shares of face value ₹10 each through initial public offer (IPO) on 3rd February, 2026

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year:

(Rs. In Lakhs)

Particulars	As on 31st March, 2026		As on 31st March 2025	
	Number of shares	Rs.	Number of shares	Rs.
Equity shares outstanding at the beginning of the year	76,43,212	764.32	10,10,316	101.03
Add: Shares Issued during the year	27,52,000	275.20	5,71,000	57.10
Add : Bonus Shares issued during the year	-	-	60,61,896	606.19
Shares outstanding at the end of the year	1,03,95,212	1,039.52	76,43,212	764.32

(ii) Details of shares held by each shareholder holding more than 5% shares:

Equity Shareholders	As on 31st March, 2026		As on 31st March 2025	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Mr. Samit S. Singhai	27,58,189	26.53	27,58,189	36.09
Mr. Akash S. Singhai	20,65,833	19.87	20,65,833	27.03
Mr. Surendra F. Singhai	7,46,634	7.18	7,46,634	9.77
Mrs. Lata S. Singhai	4,86,640	4.68	4,86,640	6.37
Total	60,57,296	58.27	60,57,296	79.25

Promoter shareholding and borrowings

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

Details of Shareholding of Promoters

Shares held by promoters as at March, 2026

Promoter Name	No. of shares	% of total shares	% Change during the year
(1) Mr.Surendra F. Singhai	7,46,634	7.18	(2.59)
(2) Mr.Samit S. Singhai	27,58,189	26.53	(9.55)
(3) Mr.Akash S. Singhai	20,65,833	19.87	(7.16)
(4) Mrs.Lata S. Singhai	4,86,640	4.68	(1.69)
Total	60,57,296	58.27	

Shares held by promoters as at March 31, 2025

Promoter Name	No. of shares	% of total shares	% Change during the year
(1) Mr.Surendra F. Singhai	7,46,634	9.77	(9.40)
(2) Mr.Samit S. Singhai	27,58,189	36.09	(12.91)
(3) Mr.Akash S. Singhai	20,65,833	27.03	7.82
(4) Mrs. Lata S. Singhai	4,86,640	6.37	(0.51)
Total	60,57,296	79.25	

Note 3 Reserves & Surplus

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March, 2025
(a) Securities premium account		
Opening balance	285.50	404.06
Less: Utilised for issue of bonus shares	-	(404.06)
Add: Addition during the year	1,486.08	285.50
Less: Utilised for issue expenses	218.98	
Closing balance	1,552.60	285.50
(b) Surplus/ (Deficit)		
Opening Balance	689.77	726.38
Less: Utilised for issue of bonus shares	-	(202.13)
Add: Profit for the year	390.44	165.52
Closing balance	1,080.21	689.77
(c) Capital Reserve		
Opening balance	32.16	32.16
Closing balance	32.16	32.16
Total	2,664.98	1,007.43

Borrowings

KASTURI METAL COMPOSITE LTD.
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 Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

Note 4 Borrowings

(Rs. In Lakhs)

Particulars	As on 31st March, 2026		As on 31st March 2025	
	Non-Current	Current	Non-Current	Current
(a) Term loans				
From bank				
Secured	238.64	102.73	184.80	99.30
(b) Cash Credit (Secured)	-	1,056.38	-	1,030.76
Total	238.64	1,159.11	184.80	1,130.06

(i) Details of long term borrowings and nature of security in case of secured liabilities:

(Rs. In Lakhs)

Particulars	Nature of security (Primary)	As on 31st March, 2026		As on 31st March 2025	
		Secured	Unsecured	Secured	Unsecured
<u>Term loans from banks:</u>					
ICICI Bank A/c No. 603090061216	refer (iv) below	122.57			
ICICI Bank A/c No. 603090063715		116.07			
ICICI Bank A/c No. 603090061247		-			
SBI Term loan A/C - 44833	refer (v) below	-	-	172.66	-
SBI Buyer's Credit		-	-	-	-
SBI Term Loan - 23645		-	-	-	-
SBI GECL - 77271		-	-	12.14	-
SBI TL A/c - 25220		-	-	-	-
Total		238.64		184.80	-

ii) Details of repayment of long term borrowings are as follows :

As on 31st March, 2026

(Rs. In Lakhs)

Particulars	Up to 1 year	2 to 5 years	Total
ICICI Bank A/c No. 603090061216	66.86	122.57	189.43
ICICI Bank A/c No. 603090063715	21.43	116.07	137.50
ICICI Bank A/c No. 603090061247	14.44	-	14.44
Total	102.73	238.64	341.37

As on 31st March, 2025

(Rs. In Lakhs)

Particulars	Up to 1 year	2 to 5 years	Total
SBI Term loan A/C - 44833	82.50	172.66	255.16
SBI GECL - 77271	16.80	12.14	28.94
SBI Term loan A/C - 5220	-	-	-
Total	99.30	184.80	284.10

(iii) Details of short term borrowings and nature of security in case of secured liabilities:

(Rs. In Lakhs)

Particulars	Nature of Security	As on 31st March, 2026		As on 31st March 2025	
		Secured	Unsecured	Secured	Unsecured
(a) Loans repayable on demand					
From banks					
ICICI Cash Credit - 63	refer (iv) below	539.30			
ICICI Cash Credit - Duraflor		517.09			
SBI Cash Credit-889306	refer (v) below	-	-	540.20	-
SBI SME CREDIT PLUS		-	-	24.93	-
SBI EB-MSME-CC-ABL		-	-	465.74	-
SBI Export Packing Credit A/C No.0108		-	-	(0.11)	-
Current maturity of long term borrowings		102.73	-	99.30	-
Total		1,159.12	-	1,130.06	-

Security and repayment terms

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 Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

(iv) Details of nature of security on Long Term & Short Term Loans :

A) Primary Security:

- 1) Hypothecation of Stock of Metal casting, Steel Fibre, Steel Wool Fibre, etc. at factory/godown premises and all other places. Trade receivables and all the current assets purchased out of bank finance. Stock & Receivables including goods in transit, outstanding moneys, book debts.
- 2) Equitable mortgage of Factory land & building of unit situated at Plot No. D-13/1, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati area: 1950 Square Meter, Boundaries : East : Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.
- 3) Equitable mortgage of Factory land & building at plot no. A-98, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati, Area: 2000 Square Meter, Boundaries: East: Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.
- 4) Equitable mortgage of unit situated at Plot No. A/30/3/1, and Plot No. A/30/3 MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati. Area 2920 Square Meter.
- 5) Equitable mortgage of Plot No. 46/A4, field Sr. No. 46, Mouje Pet, Amravati, Kasturi Petrol Pump, owned by Surendra Singhai.
- 6) Equitable mortgage of Plot No. - D-13/1, Mouje Nim, Nimbhora Khurd, Old Badnera Bypass Road, Amravati, owned by Surendra Singhai.

B) Third Party Guarantee:

Personal Guarantee of Directors and their relatives on above loans:

1. Mr. Samit Surendra Singhai
2. Mr. Akash Surendra Singhai
3. Mr. Surendra F. Singhai
4. Mrs Lata Surendra Singhai
5. Mrs Alka Samit Singhai
6. Mrs Pallavi Akash Singhai
7. Mr Mayur Ashok Zanwar

(v) Details of nature of security and guarantee on Long Term & Short Term Loans :

A) Primary Security:

- 1) Hypothecation of Stock of Metal casting, Steel Fibre, Steel Wool Fibre, etc. at factory/godown premises and all other places. Trade receivables and all the current assets purchased out of bank finance. Stock & Receivables including goods in transit, outstanding moneys, book debts.
- 2) Hypothecation of Plant & Machineries purchased out of Banks Finance.
- 3) Equitable mortgage of Factory land & building of unit situated at Plot No. D-13/1, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati area: 1950 Square Meter, Boundaries : East : Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.
- 4) Equitable mortgage of Factory land & building at plot no. A-98, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati, Area: 2000 Square Meter, Boundaries: East: Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.

B) Collateral Security:

- 1) Residential House named "Kasturi" at plot no.12, S.No 47/1, Mouze peth Pragne-Badnera, Tq. Dist. Amravati, Located near Ganesh Vihar No.1, opp. Vyankatesh Lawn, Ravi Nagar-Sai nagar road at Amravati. Area: 601.76 sq mtr, Owned by Smt. Latabai S. Singhai. Boundaries: East: Layout Road, West: Service Lane, North: Resi of Mr. Mishra, South: Layout Road.
- 2) Factory land & Building bearing plot no. A-30/3/1, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq. & Dist. Amravati - 444607. Area: 1925 Square Meter & Plot No. A-30/3, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq. & Dist. Amravati - 444607. Area: 1000 Square Meter Owned by M/s Kasturi Metal Composites Limited. Boundaries: East: Plot No. A-28, West: Plot No. A-30/1 & A-30/2, North: Plot No. A-31, South: MIDC Road.

C) Third Party Guarantee:

Personal Guarantee of Directors and their relatives on above loans:

1. Mr. Samit Surendra Singhai
2. Mr. Akash Surendra Singhai
3. Mr. Surendra F. Singhai
4. Mrs Lata Surendra Singhai
5. Mrs Alka Samit Singhai
6. Mrs Pallavi Akash Singhai

(vi) Disclosure related to stock and debtor submitted to the bank on Quarterly Basis.

(Rs. In Lakhs)

Quarter	Amount as per Books	Amounts as per submitted to bank	Difference	Reason
June-2025	Not submitted as Company was in the process to change the banker.			Adjustment towards advance from customers and Inventory valuation.
September-2025	1,327.93	1,321.54	6.39	
December-2025	1,168.86	1,194.17	(25.31)	
March-2026	1,137.29	1,105.57	31.72	

Provisions and current liabilities

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

Note 5 Long Term Provisions

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As at 31st March, 2025
Provision for Gratuity	108.17	97.22
Total	108.17	97.22

Note 6 Trade Payables

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As at 31st March, 2025
Total outstanding dues of micro enterprises and small enterprises	286.94	196.97
Total outstanding dues of creditors other than micro enterprises and small enterprises	514.81	233.45
Total	801.75	430.42

Trade payables due for payment for the year ending 31 March 2026

(Rs. In Lakhs)

Particulars	Outstanding for following period from the date of Transaction				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	286.94	-	-	-	286.94
(ii) Others	514.81	-	-	-	514.81
(iii) Disputed Dues -MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-

Trade payables due for payment for the year ending 31 March 2025

(Rs. In Lakhs)

Particulars	Outstanding for following period from the date of Transaction				
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	196.97	-	-	-	196.97
(ii) Others	232.35	1.11	-	-	233.45
(iii) Disputed Dues -MSME	-	-	-	-	-
(iv) Disputed Dues- Others	-	-	-	-	-

Disclosure related to MSMED Act, 2006

Dues to Micro&SmallEnterprises havebeen determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditor. Moreover the Company is in the process of updating its suppliers data, as to the status as a Micro Small & Medium Enterprise .

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As at 31st March, 2025
(a) Amount remaining unpaid to any supplier at the end of each accounting period:		
Principle	284.43	196.97
Interest	2.51	-
(b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting period.	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting period.	2.51	-
(e) The 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.	-	-

Note 7 Other Current Liabilities

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As at 31st March, 2025
Income received in advance:		
Advance from Customers	29.50	31.22
Other payables:		
Employee Benefits Payables	61.50	40.62
Employee reimbursement	0.59	-
Statutory Dues Payable	76.42	22.89
Others	21.43	11.10
Total	189.44	105.83

Note 8 Short Term Provisions

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As at 31st March, 2025
Provision for Tax (Net of Advance tax)	122.55	-
Provision for Gratuity	11.96	10.96
Total	134.51	10.96

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

Note 9 Property, Plant and Equipments

(Rs. In Lakhs)

As at 31/03/2026	Gross Block			Accumulated Depreciation and Impairment				Net Block	
Particulars	Cost as on 01/04/2025	Addition	Disposal	Balance as 31/03/2026	Accumulated depreciation as on 01/04/2025	Depreciation for the period 1-4-25 -31-3-26	Disposal	Accumulated Depreciation as on 31/03/2026	Wdv as on 31/03/2026 (Refer Footnote 2)
Land	76.05	-	-	76.05	-	-	-	-	76.05
Office Buildings	201.58	-	-	201.58	117.51	8.75	-	126.26	75.32
Factory Building	227.93	-	-	227.93	87.55	13.47	-	101.02	126.91
Plant & Machinery	1,262.41	56.21	-	1,318.62	566.78	119.06	-	685.84	632.78
Furniture & Fixtures	52.19	0.87	0.46	52.60	19.34	5.27	0.43	24.18	28.42
Vehicle	11.80	-	-	11.80	6.52	1.10	-	7.62	4.18
Office equipments	3.88	-	-	3.88	2.75	0.42	-	3.17	0.71
Laboratory Equipments	1.32	-	-	1.32	1.25	0.00	-	1.25	0.07
Electrical Equipments	58.19	-	-	58.19	34.38	5.68	-	40.06	18.13
Computers	14.86	2.67	0.83	16.70	10.54	2.45	0.79	12.20	4.50
Tangible Assets- Total	1,910.23	59.75	1.29	1,968.67	846.62	156.20	1.22	1,001.60	967.07
Particulars	Cost as on 01/04/2025	Addition	Disposal	Balance as 31/03/2026	Accumulated depreciation as on 01/04/2025	for the period 1.4.25 - 31.3.26	Disposal	Accumulated Depreciation as on 31/03/2026	Wdv as on 31/03/2026
Intangible Assets Software	1.44	-	-	1.44	1.33	0.01	-	1.34	0.10
Intangible Assets- Total	1.44	-	-	1.44	1.33	0.01	-	1.34	0.10
Property, Plant & Equipment - Total	1,911.67	59.75	1.29	1,970.10	847.95	156.21	1.22	1,002.94	967.17

KASTURI METAL COMPOSITE LTD.
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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

(Rs. In Lakhs)									
As at 31/03/2025	Gross Block				Accumulated Depreciation and Impairment				Net Block
Particulars	Cost as on 01/04/2024	Addition	Disposal	Balance as 31/03/2025	Accumulated depreciation as on 01/04/2024	Depreciation for 2024-25 (Refer Note 1)	Disposal	Accumulated Depreciation as on 31/03/2025	Wdv as on 31/03/2025 (Refer Footnote 2)
Land	24.84	51.21	-	76.05	-	-		-	76.05
Office Buildings	198.67	2.92	-	201.58	73.30	44.21		117.51	84.07
Factory Building	225.70	2.24	-	227.93	60.67	26.88		87.55	140.38
Plant & Machinery	1,172.81	89.60	-	1,262.41	438.08	128.69		566.78	695.63
Furniture & Fixtures	50.53	1.66	-	52.19	12.95	6.38		19.34	32.85
Vehicle	9.88	1.92	-	11.80	4.97	1.55		6.52	5.28
Office equipments	3.66	0.22	-	3.88	1.82	0.94		2.75	1.13
Laboratory Equipments	1.32	-	-	1.32	1.19	0.06		1.25	0.07
Electrical Equipments	56.86	1.34	-	58.19	25.55	8.83		34.38	23.81
Computers	12.06	2.80	-	14.86	7.71	2.83		10.54	4.32
Tangible Assets- Total	1,756.32	153.91	-	1,910.23	626.25	220.37		846.62	1,063.60
Particulars	Cost as on 01/04/2024	Addition	Disposal	Balance as 31/03/2025	Accumulated depreciation as on 01/04/2024	Depreciation for 2024-25	Disposal	Accumulated Depreciation as on 31/03/2025	Wdv as on 31/03/2025
Intangible Assets									
Software	1.44	-		1.44	1.32	0.01		1.33	0.11
Intangible Assets- Total	1.44	-	-	1.44	1.32	0.01		1.33	0.11
Property, Plant & Equipment - Total	1,757.76	153.91	-	1,911.67	627.57	220.38		847.95	1,063.71

Footnotes:

Note 1: Previous year's depreciation includes Rs. 48.91 Lakhs related to earlier years.

Note 2: Closing WDV includes Rs.326.84 Lakhs (P.Y. Rs.320.65 Lakhs) pertaining to WDV of subsidiary in the nature of LLP which follows depreciation rates as per income tax act.

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Note 10 Capital Work-in-Progress (Rs. In Lakhs)

Particulars	Cost as on 01/04/2025	Addition	Disposal/Transfer to Asset	Balance as 31/03/2026
Capital Work-in-Progress	51.64	1,206.86	-	1,258.51
Capital Work-in-Progress - Total	51.64	1,206.86	-	1,258.51

Particulars	Cost as on 01/04/2024	Addition	Disposal/Transfer to Asset	Balance as 31/03/2025
Capital Work-in-Progress	0.41	52.01	0.78	51.64
Capital Work-in-Progress - Total	0.41	52.01	0.78	51.64

CWIP Ageing Schedule as on 31/03/2026

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Projects-in-progress	1,206.87	51.64	-	-	1,258.51

CWIP Ageing Schedule as on 31/03/2025

CWIP	Amount in CWIP for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Projects-in-progress	51.64	-	-	-	51.64

Note : - For additional information related to mortgage of Factory Land and Building, please refer Note 4 - Long term and Short term Borrowings.

Assets, advances and working capital - continued

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

Note 11 Deferred Tax Assets/(Liabilities) (Net)

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As at 31st March, 2025
Deferred Tax Assets:		
- On Account of provisions	44.06	39.67
- On Account of WDV of PPE	7.98	5.51
- Disallowance u/s 43(b)(1h)	49.02	4.41
Deferred Tax Liabilities:		
On Account of WDV of PPE	-	-
Deferred Tax Assets/(Liabilities)	101.06	49.59

Note 12 Long Term Loans & Advances

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March, 2025
Capital Advance	227.67	84.15
Total	227.67	84.15

Note: No Debts due by Directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.

Trade Receivables Ageing Schedule for year ending 31st March, 2025

(Rs. In Lakhs)

Particulars	Outstanding for following periods from date of transaction					Total
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	
a. Undisputed Trade receivables – considered good	549.28	3.31	3.59	2.32	-	558.50
b. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
c. Disputed Trade Receivables considered good	-	-	-	1.79	-	1.79
d. Disputed Trade Receivables considered doubtful	-	-	-	(1.79)	-	(1.79)
Less: Provision for doubtful debts						

Note 16 Cash & Cash Equivalents

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March, 2025
Balance with Banks	664.62	258.18
Cash on Hand	8.67	12.95
Others:		
-Balance in Wallets	10.69	2.58
Total	683.98	273.71

Note 17 Short Term Loans & Advances (Unsecured, considered good unless otherwise stated)

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March, 2025
Advance to Employee	4.30	3.93
Advance to Suppliers	54.26	77.53
Accrued Interest on FD	0.62	0.52
Retention Receivable	212.17	198.59
Security Deposit	3.00	3.00
Unbilled Revenue	265.81	141.72
Other Receivables	42.48	0.02
TOTAL	582.64	425.31

Note: No Debts due by Directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.

Note 18 Other Current Assets (Unsecured, considered good)

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March, 2025
Prepaid Expenses	24.48	22.36
Advance Tax (Net of Provision)	-	47.14
Balance with revenue Authorities	94.26	-
Fixed Deposit Less than 12 Months	11.44	16.98
Total	130.18	86.48

Revenue, income and material consumption

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

19 Note 19 Revenue from Operations

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Sale of Products:		
Domestic Sales	3,006.55	3,036.42
Trading Goods	205.31	245.96
Trading Goods Export	117.38	-
Export Sales	420.67	94.33
Sale of Service:		
Sale of services	2,421.14	2,178.79
Unbilled Revenue	265.81	141.72
Total	6,436.86	5,697.22

20 Note 20 Other Income

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Interest on Bank FDR	0.13	3.31
Other Interest	30.49	12.88
Interest on Deposits	0.05	1.47
PSI 2013 VAT Subsidy	48.84	3.92
Sundry Balance written back Misc. Income	5.69	-
Export Incentive	3.66	0.68
Bad Debts Recovered	3.99	-
Forex Gain/(Loss)	-	0.80
Interest on Income Tax Refund	0.55	0.73
	0.33	0.50
Total	93.73	24.29

21 Note 21 Cost of Material Consumed

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Opening stock of Raw Material	147.61	225.52
Acquired on account of Acquisition of Subsidiary	-	-
Purch Add : Purchases During the Year	2,725.28	2,896.99
	2,872.89	3,122.51
Less : Closing stock of Raw Material	180.82	147.61
Cost of material consumed	2,692.07	2,974.90

22.a) Details of Raw Material Consumed:

(Rs. In Lakhs)

Name of Item	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Raw Material	2,672.51	2,951.88
Packing material	19.57	23.01
TOTAL	2,692.08	2,974.89

22 Note 22 Change in inventory

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Inventories at the end of the year		
Finished Goods	275.48	436.75
Work-in-progress	434.47	223.16
Traded Goods	0.50	0.58
	710.45	660.49
Inventories at the beginning of the year		
Finished Goods	436.75	205.33
Work-in-progress	223.16	236.02
Traded Goods	0.58	0.60
	660.49	441.95
Net (increase) / decrease	49.96	218.54

Site and employee expenses

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

23 Note 23 Direct Site Expense

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Loading and unloading charges	7.21	0.38
Consultancy & Sub Contract	600.17	464.17
Power and Fuel	0.63	0.51
Freight Expenses	171.45	159.56
Rent	44.63	38.95
Foreign expenses	45.62	-
Repairs and maintenance	66.73	42.88
Site Expenses	119.07	122.02
Travel Expense	75.56	69.18
Safety Expense	8.76	9.57
Other Direct Expenses	8.68	4.43
Total	1,148.51	911.65

24 Note 24 Employee Benefit Expenses

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Salary & Wages	635.70	510.27
Directors Remuneration	48.00	38.69
Contribution to provident and other funds	32.68	28.31
Staff Welfare	23.98	18.28
Total	740.36	595.55

25.1 Employee Benefits (Disclosures as per AS 15 Revised)

The company offers following defined benefits to its employees:

i. Gratuity (Non - funded)

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Assumptions		
Discount Rate	7.07%	6.66%
Salary Escalation Rate	5%-11%	5%-11%
Withdrawal rates	5%-8%	5%-8%
Present value of obligations		
Present value of obligations at beginning of period	108.18	108.19
Interest cost	7.20	7.60
Current Service Cost	21.48	21.33
Liability Transferred in / (out)	-	-
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Benefits Paid	-	(2.07)
Actuarial (gain)/loss on obligation	(16.73)	(26.87)
Present value of obligations at end of period	120.13	108.18
The fair value of plan assets		
Fair Value of Plan Assets at beginning of period	-	-
Adjustment to Opening Fair Value of Plan Assets	-	-
Actual Return on Plan Assets	-	-
Contributions	-	2.07
Benefit Paid	-	(2.07)
Fair Value of Plan Assets at end of period	-	-
Funded Status	(120.13)	(108.18)
Excess of actual over estimated return on Plan Assets	-	-
Actuarial Gain/Loss recognized		
Actuarial Gain/(Loss) for the period (Obligation)	16.73	26.87
Actuarial Gain/(Loss) for the period (Plan Assets)	-	-
Total Gain/(Loss) for the period	16.73	26.87
Actuarial Gain/(Loss) recognized for the period	16.73	26.87
Unrecognized Actuarial Gain/(Loss) at end of period	-	-
The amounts to be recognized in the balance sheet		
Opening Net Liability	108.19	110.58
Adjustment to Opening Fair Value of Plan Assets	-	-
Expenses as above	11.96	(2.41)
Contribution paid	-	-
Liability Transferred in / (out)	-	-
Closing Net Liability	120.14	108.18
Expenses to be Recognised in statement of Profit & loss		
Current Service Cost	21.48	21.33
Interest cost	7.20	7.60
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non-Vested Benefits	-	-
Expected Return on Plan Assets	-	-
Net Actuarial (Gain)/Loss recognized for the period	(16.73)	(26.87)
Adjustment to Opening Fair Value of Plan Assets	-	-
Expense recognized in the statement of P & L A/C	11.96	2.06

Finance costs, depreciation and EPS

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

25 Note 25 Finance Costs

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Interest Expense:		
Bank Interest	118.80	117.17
Interest to others	0.02	4.73
Interest on Income Tax	7.98	-
Interest on MSME	2.51	-
Other Borrowing Costs:		
Bank Charges and Commission	16.40	6.02
Total	145.71	127.92

26 Note 26 Depreciation & Amortization

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Depreciation on Tangible Assets	156.20	220.37
Amortization of Intangible Assets	0.01	0.01
Total	156.21	220.38

27 Note 27 Other Expenses

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Consumption of stores and spare parts	71.03	49.99
Power & Fuel	189.68	188.89
Exchange Gain & Loss	-	-
Freight & Carriage	193.37	161.09
Repair and maintenance	15.30	15.02
Rent, Rates & Taxes	14.41	20.39
Professional Fees	13.94	23.09
Directors Sitting Fees	2.60	1.87
Administration and Office Expenses	10.50	6.09
Advertisement & Marketing Expenses	1.86	1.46
Allowance for Bad Debts	16.85	13.78
Audit Fees	6.75	4.75
Tax Audit Fees	0.50	0.50
Other Service	0.91	0.17
Commission and Brokerage	85.86	81.70
Insurance	4.38	2.61
ISO Audit Expenses	4.67	-
Postage & Courier	-	-
Printing and Stationery	0.76	-
Other expenses	6.34	5.95
Travelling & Conveyance	28.44	32.64
Sales promotion	15.98	12.57
Profession Tax	1.41	0.12
Profession Tax	0.03	0.03
Sundry Balance written off	-	3.06
TOTAL	685.56	625.77

28 Note 28 Earning Per Share

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Net profit attributable to the equity share holders (Rs. in Lakhs)	390.4	165.53
Weighted Average No. of equity Shares	80,72,976	71,64,511
Basic Earning per share	4.84	2.31
Diluted Earning Per Share	4.84	2.31

Related-party disclosures

KASTURI METAL COMPOSITE LTD.
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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

29 Note 29 Related Party Transaction

In accordance with the requirements of Accounting Standard – 18 on Related Party Disclosures, the names of the related parties where control exists and with whom transactions have taken place during the year and description of relationships as identified and certified by the management

29 (a) Name and Relationship of Related Parties:
i) Key Management Personnel (KMP):

Mr. Samit S. Singhai
 Mr. Akash S. Singhai
 Mr. Pravin Kesharwani
 Mr. Mayur Ashok Zamvar
 Ms. Shubhada Mukesh Zanwar
 Mr. Mohit Manoharlal Ganeshani
 Mr. Ashish Madanmohan Mundhada
 Ms. Madhu Awasthi
 Mr. Fahad Saeed Kothivale

Chairman & Managing Director (Reappointed w.e.f. 20.12.2024)
 Whole Time Director (Reappointed w.e.f. 20.12.2024)
 Chief Financial Officer (w.e.f. 27.09.2024)
 Non-Executive Director
 Non-Executive Director (w.e.f. 30.09.2024)
 Non-Executive Independent Director (w.e.f. 30.09.2024)
 Non-Executive Independent Director (w.e.f. 30.09.2024)
 Company Secretary and Compliance Officer (w.e.f. 01.02.2025)
 Company Secretary and Compliance Officer (upto 31.01.2025)

ii) Entities in which KMP have interest :

Kasturi Petroleum
 Flatwork Consulting LLP

iii) Relatives of KMP

Mr. Surendra Singhai
 Mrs. Pallavi Singhai
 Mrs. Lata Singhai
 Mrs. Alka Singhai
 Mr. Samit Singhai (HUF)
 Mr. Akash Singhai (HUF)
 Mr. Surendra Singhai (HUF)

Note: Related parties have been identified by the Management.

29 (b) The following transactions were carried out with the related parties in the ordinary course of business:

(Rs. In Lakhs)

Sr. No	RELATIONSHIP	Key Management Personnel & their relatives:		Enterprises over which parties listed in (i) & (iv) have significant influence and transactions are carried out during the year:	
		2025-26	2024-25	2025-26	2024-25
(A)	NATURE OF TRANSACTIONS				
1	Transactions during the period: Receiving of services/Goods- Kasturi Petroleum (Purchase of Goods) Mr. Samit Singhai (Director Remuneration) Mr. Akash Singhai (Director Remuneration) Ms Pallavi Singhai (Salary) Mrs. Alka Singhai (Salary) Mr. Pravin Kesharwani			6.69	7.57
		24.00	19.35		-
		24.00	19.35		-
		13.20	13.20		-
		13.20	13.20		-
		3.02	4.38		-
		-	-	-	-
2	Interest Income Kasturi Petroleum	-	-	-	2.72
3	Technical Fees Flatwork Consulting LLP			26.51	37.58
4	Partner Remuneration Paid Mr. Samit Singhai Mr. Akash Singhai	12.50 12.50	12.50 12.50		- -

Related-party balances - continued

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

5	Interest Received on Current Capital				
	Mr. Samit Singhai	9.93	9.19		-
	Mr. Akash Singhai	20.55	3.69		-
6	Interest paid on Fixed Capital				
	Mr. Samit Singhai	0.01	-		
	Mr. Akash Singhai	0.01			
7	Reimbursement of Expense				
	Mr. Akash Singhai	-	2.48		-
	Mr. Samit Singhai	8.33	1.91		-
8	Contribution in Partner's Current Capital Account				
	Mr. AkashSinghai	2.66	1.37		-
9	Amount withdrawn from Partner's Current Capital Account				
	Mr. Akash Singhai	99.99	97.43		-
	Mr. Samit Singhai	51.10	49.89		-
10	Loan Repayment Received				
	Kasturi Petroleum				70.48
(B)	Balances outstanding at the end of the period				
1	Payables				
	KasturiPetroleum			0.89	4.98
	Mr. Samit Singhai	0.48			
	Mr. Samit Singhai (salary payable)	1.67	2.88		-
	Mr. Akash Singhai (salary payable)	1.67	4.22		-
	Ms Pallavi Singhai (salary payable)	0.95	3.17		-
	Mrs. Alka Singhai (salary payable)	0.95	3.27		-
	Flatwork Consulting LLP	-	-	13.10	7.34
	Mr. Pravin Kesharwani (salary payable)	0.04	0.31		-
2	Advance for purchase of Goods				
	Kasturi Petroleum			45.84	47.57
3	Balance with Current Account				
	Akash Singhai Current Account	-224.39	-121.98		-
	Samit Singhai Current Account	-102.41	-56.86		-
4	Personal Guarantee by KMP & Relatives of KMP (to the extent of Borrowing outstanding)	1,397.75	1,314.86		-

Note:

- (i) This excludes gratuity and compensated absences which cannot be separately identified from the composite amount advised by the
- (ii) All transactions entered into with related parties were on an arm's length price basis and in the ordinary course of business.

Consolidation information under Schedule III

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

30. Additional information as required under Schedule III to the Companies Act, 2013 of entities consolidated as Subsidiaries

For the year ended on 31st March, 2026

					(Rs. In Lakhs)
Name of Subsidiary	Kasturi Metal Composite Limited	Duraflor Concrete Solutions LLP	Minority Interest	Intercompany Elimination and Consolidation Adjustments	Total
Net Assets					
As a % of Net Assets	109.52%	12.97%	-9.35%	-13.13%	100.00%
Amount	3,710.12	439.28	(316.79)	(444.91)	3,387.71
Share in profit/(loss)					
As a % of consolidated Profit / Loss	99.92%	75.02%	1.50%	-76.44%	100.00%
Amount	396.07	297.38	5.95	(303.00)	396.39

For the year ended on 31st March, 2025

					(Rs. In Lakhs)
Name of Subsidiary	Kasturi Metal Composite Limited	Duraflor Concrete Solutions LLP	Minority Interest	Intercompany Elimination and Consolidation Adjustments	Total
Net Assets					
As a % of Net Assets	111.21%	21.13%	-11.21%	-21.13%	100.00%
Amount	1,771.76	336.69	(178.64)	(336.70)	1,593.13
Share in profit/(loss)					
As a % of consolidated Profit / Loss	98.52%	74.15%	1.48%	-74.16%	100.00%
Amount	165.53	124.58	2.49	(124.59)	168.01

Note 31 Other Disclosures

31.1 Contingent liabilities and Commitments

		(Rs. In Lakhs)	
Particulars		As on 31st March, 2026	As on 31st March, 2025
(A) Claims not acknowledged as debts:			
Demand under various section of TDS under the Income Tax Act, 1961		0.77	1.71
Demand notice u/s 61(1) of the CGST/ MGST Act, 2017		8.30	25.06
Penalty u/s 11(2) of Chapter IV of Foreign Trade (Development and Regulation) Act, 1992		17.03	17.03
Bank Guarantee given to Customers		5.77	40.60
(B) Commitments:			
Capital Commitments		122.97	960.31
Total		154.84	1,044.71

31.2 Utilization of Funds received through Initial Public Offer (IPO)

The Proceed from the IPO was Rs.1,761.28 Lakhs. The object & Proposed Utilization of the same is summarised below:

					(Rs. In Lakhs)
Sr No.	Particulars	Amount as per Object in Prospectus	Utilization till 31st March 2025	Pending to be Utilised	
1	Capital expenditure purpose	1,329.07	741.71	587.36	
2	General Corporate purpose	432.21	359.41	72.80	
	TOTAL	1,761.28	1,101.12	660.16	

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Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

31.3 Segment Reporting

The Group is primarily engaged in the following reportable segments:

Manufacturing of Steel Wool Fiber

Providing Flooring Services

Revenue and expenses have been identified to segments on the basis of their relationship to the operating activities of the segment. Segment assets and segment liabilities include items directly attributable to the segment as well as those that can be allocated on a reasonable basis.

The accounting policies adopted for segment reporting are consistent with those used in the preparation of the consolidated financial statements.

Inter-segment revenue, if any, is accounted for at arm's length prices and eliminated on consolidation.

		(Rs. In Lakhs)	
	P a r t i c u l a r s	For the year ended 31st March, 2026	For the year ended 31st March, 2025
A	1. Segment Revenue		
	(a) Steel wool and Steel Fiber	3,188.26	3,106.43
	(b) Concrete Flooring Services	3,269.14	2,629.08
	Gross Value of Sales and Services	6,457.41	5,735.50
	Less: Inter Segment Transfers	20.55	38.28
	Income from Operations	6,436.86	5,697.22
B	2. Segment Results (Profit)(+)/ Loss (-) before tax and interest from Each segment)		
	(a) Steel wool and Steel Fiber	502.27	257.33
	(b) Concrete Flooring Services	510.87	232.89
	Total	1,013.14	490.22
	Less: Finance Cost	118.80	117.17
	Less: Intersegment elimination	297.06	122.11
C	Total Profit Before Tax	597.28	250.94
	3. Capital Employed		
	Segment assets		
	(a) Steel wool and Steel Fiber	4,972.91	2,888.54
	(b) Concrete Flooring Services	1,808.15	1,169.39
	Total	6,781.06	4,057.93
	Segment Liabilities		
	(a) Steel wool and Steel Fiber	1,262.79	1,116.78
	(b) Concrete Flooring Services	1,378.74	842.67
	Total	2,641.53	1,959.45
	Less: Intersegment elimination	(751.82)	(505.37)
	Net Segment Assets	3,387.71	1,593.11

31.2 Other Statutory Information

a) Details of Benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

b) Registration of charges of satisfaction of charges with Company (ROC)

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

c) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 CIN : U65465MH2005PLC157553

Notes forming part of the Consolidated financial statements for the year ended 31st March, 2026

d) Utilisation of borrowed funds or share premium

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

e) Undisclosed Income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the IncomeTax Act, 1961, that has not been recorded previously in the books of account.

f) Wilful Defaulter

The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

g) Compliance with number of layers of Companies

The Company has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

h) Valuation of property, plant and equipments

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

i) Relationship with struck-off Companies

The Company has not entered into transaction with Struck-off companies.

j) Utilisation of borrowed funds availed from bank & financial institution

The borrowings obtained by the company from banks and financial institutions have been applied for the purposes for which such loans were taken.

k) Current and Non-current Assets -

In the opinion of The Board of Directors of the Company, all items of Current and Non Current Assets continue to have a realizable value of at least the amounts at which they are stated in the balance sheet.

32.3 Previous year figures have been regrouped or reclassified as necessary. Further since in previous year the consolidated financial statement is prepared for the first time the cash flow under indirect method is not prepared in the absence of opening financials statement.

31.4 Audit Trail

The Group has maintained its books of account for the period ended March 31, 2026, using accounting software having the feature of recording an audit trail (edit log). In the case of the Holding Company, the audit trail (edit log) functionality of accounting software was not operated from April 1, 2024 to December 11, 2024 for upgradation of the software; however, it was enabled and operated for all transactions from December 12, 2024 to March 31, 2025. In the case of the Subsidiary Company, the audit trail (edit log) functionality of accounting software was enabled and operated for all transactions throughout the financial year. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention where such feature was enabled.

In terms of our report attached
 For NDAA & Associates LLP
 Chartered Accountants
 FRN:- 129486W/W100775

For and on behalf of the Board of Directors,
 Kasturi Metal Composite Ltd.

Niraj D Adatia
 Partner
 Membership No . 120844

Samit Surendra Singhai
 Managing Director & Chairman
 DIN:00907782

Akash Surendra Singhai
 Whole-Time Director
 DIN:01364889

Place : Amravati
 Date : 30 April, 2026

Madhu Awasthi
 Company Secretary
 M.No. : A28386

Pravin R. Kesharwani
 Chief Financial Officer

Standalone Independent Auditor's Report

Independent audit opinion on the standalone financial statements of Kasturi Metal Composite Limited for the year ended 31 March 2026, including CARO 2020 and internal-financial-control reporting.

31 MAR 2026

REPORTING
DATE

TRUE & FAIR

AUDIT
OPINION

NIL

KEY AUDIT
MATTERS

Standalone

INDEPENDENT AUDITOR'S REPORT

To the Members of Kasturi Metal Composite Limited (Formerly known as Kasturi Metal Composite Private Limited)

Report on the Audit of the Standalone Financial Statements

Opinion

We have audited the standalone financial statements of **Kasturi Metal Composite Limited (Formerly known as Kasturi Metal Composite Private Limited)** ("the Company"), which comprise the Balance sheet as at 31st March 2026, and the statement of Profit and Loss, and statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of significant accounting policies and other explanatory information (hereinafter referred to as "the standalone financial statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Accounting Standards prescribed under section 133 of the Act, read with rule 7 of the Companies (Accounts) Rules, 2014 and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, its profit, and its cash flows for the year ended on that date.

Basis for Opinion

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

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current year. These matters were addressed in the context of our audit of the financial statements as a whole and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined that there are as such no key audit matters to be communicated in our report.

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

The Company's management and Board of Directors are responsible for the preparation of other information. The other information comprises the information included in the annual report, but does not include the standalone financial statements and our auditor's report thereon.

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

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

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

Responsibility of Management and those charged with Governance for the Standalone Financial Statements

The Company's management and Board of Directors are responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("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, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

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

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

- ☐ Identify and assess the risks of material misstatement of the standalone financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- ☐ Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- ☐ Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- ☐ Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- ☐ Evaluate the overall presentation, structure and content of the standalone financial statements, including the disclosures, and whether the standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

Report on Other Legal and Regulatory Requirements

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

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

- a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
- b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
- c) The Standalone Balance Sheet, the Standalone Statement of Profit and Loss, and the Standalone Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014.
- e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act;
- f) With respect to the adequacy of the internal financial controls with reference to standalone financial statements of the Company and the operating effectiveness of such controls. Based on the information and explanation given to us and records examined by us, the company has established adequate internal financial control with respect to key areas of financial reporting and the same are operating effectively. Refer "**Annexure B**" to our report.
- g) With respect to the other matters to be included in the Auditors' Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our knowledge and belief and according to the information and explanations given to us:
 - i. The Company has disclosed the impact, if any, of pending litigations as at March 31, 2026 on its financial position in its standalone financial statements
 - ii. The Company did not have any long-term contracts including derivative contracts as at March 31, 2026.

- iii. There were no amounts which were required to be transferred by the Company to Investor Education and Protection Fund.
- iv.
 - (a) The Management has represented that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (b) The Management has represented, that, to the best of its knowledge and belief, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
 - (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (a) and (b) above, contain any material misstatement.
- v. The company has not declared or paid any dividend during the year.
- vi. Based on our examination which included test checks, the company has used accounting software for maintaining its books of account, which have a feature of recording audit trail (edit log) facility, the same has been operated throughout the year for all transactions recorded in the software. Further from April 1, 2025 to 31st March, 2026 where audit trail (edit log) facility was enabled, we did not come across any instances of audit trail feature being tampered with.
 Additionally, the audit trail of relevant prior years has been preserved by the company as per the statutory requirements for record retention, to the extent it was enabled and recorded in those respective years.

h)With respect to the matter to be included in the Auditor's Report under section 197(16):

In our opinion and according to the information and 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.

FOR NDAA & ASSOCIATES LLP

Chartered Accountants

Firm Registration No.: 129486W/W100775

NIRAJ D. ADATIA

Partner

Membership No.: 120844

UDIN: 26120844IKEJAW1574

Place: Amravati

Date: 30th April, 2026

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT IN THE STANDALONE FINANCIAL STATEMENTS OF KASTURI METAL COMPOSITE LIMITED (FORMERLY KNOWN AS KASTURI METAL COMPOSITE PRIVATE LIMITED)

Based on the audit procedures performed for the purpose of reporting a true and fair view on the financial statements of the Company and taking into consideration the information and explanations given to us and the books of account and other records examined by us in the normal course of audit, and to the best of our knowledge and belief, we report that:

- i. In respect of the Company's Property, Plant and Equipment and Intangible Assets:
 - a.(A) The Company is maintaining proper records showing full particulars, including quantitative details and situation of property, plant and equipment;
 - (B) The Company is maintaining proper records showing full particulars of intangible assets.
 - b.The fixed assets are physically verified by the Management according to the phased programme designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, a portion of the Fixed Assets has been physically verified by the management during the year. The discrepancies noticed on such verification were not material and have been properly dealt with in the books of accounts. In our opinion, the frequency of verification is reasonable.
 - c. The title deeds of immovable properties are held in the name of the Company.
 - d.The Company has not revalued any of its Property, Plant and Equipment or intangible asset during the year.
 - e.No proceedings have been initiated during the year or are pending against the Company as at March 31, 2026 for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (as amended in 2016) and rules made thereunder.
- ii.
 - a.According to the information and explanations given to us, the management has conducted physical verification of inventory at reasonable intervals and in our opinion the coverage and procedure of verification are appropriate. Discrepancies noticed during physical verification were not material.
 - b.The Company has been sanctioned working capital limits in excess of five crore rupees, in aggregate, from banks on the basis of security of current assets. We draw attention to footnote (v) to Note 4 in the Standalone Financial Statements for reasons and amounts of difference between statements filed with banks and books of accounts of the company.

iii. During the year, the Company has not made investments in, or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties except corporate guarantee given to subsidiary LLP, in respect of which:

a. The Company has provided corporate guarantee to its subsidiary LLP as per details given below,

Rs. In lakhs	
Particulars	Amount
Aggregate Amount of Corporate Guarantee given during the year to Subsidiary LLP	725.00

b. In our opinion, and according to the information and explanations given to us, guarantees provided, and terms and conditions of the grant of guarantees provided is, prima facie, not prejudicial to the interest of the Company.

c. The Company has not provided any loans or advances in the nature of loans hence reporting with respect to repayment of principal and regular payment of interest is not applicable.

d. The Company has not provided any loans or advances in the nature of loans hence reporting with respect to overdue amounts and steps taken by the company for the recovery is not applicable.

e. There were no loan granted by the Company which has fallen due during the year and has been renewed or extended or fresh loans granted to settle the overdues of existing loans given to the same parties.

f. The Company has not granted any loans or advances in the nature of loans either repayable on demand or without specifying any terms or period of repayment during the year. Hence, reporting under clause 3(iii) (f) is not applicable.

iv. In our opinion and according to the information and explanation given to us, during the year the Company has complied with the provisions of Section 185 and 186 of the Act, to the extent applicable.

v. In our opinion, and according to the information and explanations given to us, the Company has not accepted deposits from public or amounts which are deemed deposit, in accordance with the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Accordingly, paragraph 3(v) of the Order is not applicable to the Company.

- vi. The Central Government of India has not prescribed maintenance of cost records under sub-section (1) of Section 148 of the Act for any of the products of the Company.
- vii.
 - a. According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the company is generally regular in depositing undisputed statutory dues including provident fund, income tax, sales tax, service tax, value added tax, duty of customs, goods and service tax, cess, employees' state insurance and other statutory dues to the appropriate authorities to the extent applicable to it. There is no undisputed amount payable in respect of provident fund, income tax, service tax, duty of customs, goods and service tax, cess, employees' state insurance, labor welfare fund and other material statutory dues as at March 31, 2026 for a period of more than six months from the date they become payable.
 - b. According to the information and explanations given to us and the records of the Company examined by us, there were no statutory dues as at March 31, 2026 which were not deposited on account of disputes.
- 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. In our opinion and according to the information and explanations given to us, the Company has not defaulted in repayment of loans or borrowings or in the payment of interest thereon to any lenders.
 - b. The Company has not been declared wilful defaulter by any bank or financial institution or any lender.
 - c. In our opinion, the Company has applied term loans for the purpose for which they were obtained.
 - d. On an overall examination of the financial statements of the Company, funds raised on short-term basis have, prima facie, not been used for long-term purposes of the company. On an overall examination of the financial statements of the Company, the Company
 - e. has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiary. The Company has not raised any loans by pledging the securities held in any subsidiary company during the year and hence reporting on clause 3(ix)(f) of the Order is not applicable.
 - f.

- x.
- The Company has raised Rs. 1761.28 Lakhs moneys by way of initial public offer during the year.
 - In our opinion and according to the information and explanations given to us, the company has raised money through way of issue of equity shares during the year. For such allotment of shares and the funds raised have been, prima facie, applied by the company during the year for the purpose for which the funds were raised.

Nature of the fund raised	Purpose for which funds were raised	Total Amount Raised	Amount utilized for the other purpose	Unutilized balance as at balance sheet date
Initial public offer	Capital expenditure - Rs.1329.07 Lakhs and General Corporate - Rs. 432.21 Lakhs	1761.28 Lakhs	Nil	Capital expenditure - Rs.587.36 Lakhs General Corporate - Rs.72.80 Lakhs

- xi.
- According to the information and explanations given to us, we have neither come across any instance of fraud by the company and no fraud on the company has been noticed or reported during the year, nor we have been informed of such case by the management.
 - No report under subsection (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under Rule 13 of the Companies Act (Audit and Auditors) Rules, 2014 with the Central Government, during the year and up to the date of this report.
 - The Company has not received any whistle-blower complaints during the year.
- xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi Company. Accordingly, clause 3(xii) (a), (b) and (c) of the order is not applicable.
- xiii. In our opinion, all transactions with the related parties are in compliance with section 177 and 188 of the Companies Act, 2013 and the details have been disclosed in the financial statements as required by the applicable Accounting Standards.
- xiv. Based on our examination, the company is required to have an internal audit system as per provisions of the Companies Act 2013. Accordingly, reporting under this clause is applicable as stated under:
- In our Opinion the company has an adequate internal audit system, commensurate with the size and nature of its business.
 - We have considered the internal audit reports for the year under audit issued to the company during the year and till date.

- xv. Based upon the audit procedures performed and the information and explanations given by the management, the company has not entered into non-cash transactions with directors or persons connected with them.
- xvi. 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) of the order is not applicable.
- xvii. In our opinion, the Company has not incurred cash losses during the year covered by our audit and the immediately preceding financial year.
- xviii. There has been no resignation of the statutory auditors of the Company during the year.
- xix. On the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements and our knowledge of the Board of Directors and management plan, nothing has come to our attention which causes us to believe that any material uncertainty exists as on the date of audit report indicating that the 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 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. The Company is not required to make any expenditures with respect to Corporate Social Responsibility (CSR). Accordingly, reporting under clause 3 (xx)(a) and (b) of the Order is not applicable for the year.
- xxi. The reporting under clause (xxi) is not applicable in respect of audit of standalone financial statements of the company. Accordingly, no comment has been included in respect of said clause under this report.

FOR NDAA & ASSOCIATES LLP

Chartered Accountants

Firm Registration No.: 129486W/W100775

NIRAJ D. ADATIA

Partner

Membership No.: 120844

UDIN: 26120844IKEJAW1574

Place: Amravati

Date: 30th April, 2026

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF KASTURI METAL COMPOSITE LIMITED (FORMERLY KNOWN AS KASTURI METAL COMPOSITE PRIVATE LIMITED)

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

We have audited the internal financial controls with reference to the standalone financial reporting of **Kasturi Metal Composite Limited (Formerly known as Kasturi Metal Composite Private Limited)** ("the Company") as of March 31, 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Responsibility of Management and Those Charged with Governance for Internal Financial Controls

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls with reference to standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditors' Responsibility

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

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

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

Meaning of Internal Financial Controls with reference to Standalone Financial Statements

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

- (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company;
- (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of standalone financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and
- (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the standalone financial statements.

Inherent Limitations of Internal Financial Controls with reference to the Standalone Financial Statement

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

Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system with reference to the standalone financial statements and such internal financial controls with reference to the standalone financial statements were operating effectively as at March 31, 2026, based on the internal control with reference to the standalone financial statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note.

FOR NDAA & ASSOCIATES LLP

Chartered Accountants

Firm Registration No.: 129486W/W100775

NIRAJ D. ADATIA

Partner

Membership No.: 120844

UDIN: 26120844IKEJAW1574

Place: Amravati

Date: 30th April, 2026

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 CIN : U65465MH2005PLC157553
 Standalone Balance Sheet as on 31st March 2026

(Rs. In Lakhs)

Particulars	Note	As on 31st March, 2026	As on 31st March 2025
EQUITY AND LIABILITIES			
Shareholder's funds			
(a) Sharecapital	2	1,039.52	764.32
(b) Reserves and surplus	3	2,670.60	1,007.44
		3,710.12	1,771.76
Non-current liabilities			
(a) Long-term borrowings	4	238.64	184.80
(b) Long-term provisions	5	51.81	57.91
		290.45	242.71
Current liabilities			
(a) Short-term borrowings	4	642.03	664.32
(b) Trade Payable	6		
[i] Dues of Micro & Small Enterprise		102.93	116.41
[ii] Dues to Other		131.06	62.08
(c) Other current liabilities	7	65.20	23.73
(d) Short-term provisions	8	31.12	7.53
		972.34	874.07
TOTAL EQUITY AND LIABILITIES		4,972.91	2,888.54
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment & Intangible Assets	9		
(i) Property, Plant and Equipment		640.27	742.99
(ii) Intangible assets		0.07	0.07
(iii) Capital work-in-progress	10	1,263.92	51.64
		1,904.26	794.70
(b) Non-Current Investments	11	9.80	9.80
(c) Deferred tax assets (net)	12	39.03	24.19
(d) Long-term loans and advances	13	211.64	84.15
(e) Other non-current assets	14	40.61	25.21
		301.08	143.35
Current assets			
(a) Inventories	15	875.91	798.26
(b) Trade receivables	16	261.39	279.20
(c) Cash and cash equivalents	17	663.67	259.83
(d) Short-term loans and advances	18	6.81	30.02
(e) Other current assets	19	959.79	583.16
		2,767.57	1,950.47
TOTAL ASSETS		4,972.91	2,888.54

The accompanying notes are forming part of the financial statements

 Inters of our report attached
 For NDAA & Associates LLP
 Chartered Accountants
 FRN:- 129486W/W100775

For and on behalf of the Board of Directors, of Kasturi Metal Composite Limited

 Niraj D Adatia
 Partner
 Membership No. : 120844

 Samit Surendra Singhai
 Managing Director and Chairman
 DIN:00907782

 Akash Surendra Singhai
 Whole Time Director
 DIN:01364889

 Place : Amravati
 Date : 30th April, 2026

 Madhu Awasthi
 Company Secretary
 M.No. : A28386

 Pravin R. Kesharwani
 Chief Financial Officer

Statement of Profit & Loss

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 CIN : U65465MH2005PLC157553

Statement of Standalone Profit & Loss Account For the year ended 31st March 2026.

(Rs. In Lakhs)

Particulars	Note	For year ended 31st March, 2026	For year ended 31st March, 2025
INCOME			
1 Revenue from operations	2	3,188.26	3,106.42
2 Other income	0	400.72	171.95
3 Total Income (1 + 2)	2	3,588.98	3,278.37
EXPENSES			
4 (a) Cost of material consumed	22	1,900.64	2,025.57
(b) Purchase of Stock in Trade		214.42	232.95
(c) Change in inventories of finished goods, work-in-progress and stock-in-trade	23	(49.96)	(218.54)
(d) Employee benefits expense	2	311.95	280.77
(e) Finance costs	4	80.33	77.53
(f) Depreciation and amortisation expense	2	102.65	163.84
(g) Other expenses	5	596.29	534.74
Total expenses	2	3,156.32	3,096.86
5 Profit / (Loss) before extraordinary items and tax (3 - 4)	2	432.66	181.51
6 Extraordinary items	7	-	-
7 Profit / (Loss) before tax (5+6)		432.66	181.51
8 Tax expense:			
(a) Current tax expense for current year		52.00	31.00
(b) Short/Excess provision of Tax		(0.57)	0.78
(c) Deferred tax		(14.84)	(15.79)
		36.59	15.99
9 Profit / (Loss) for the Year (7 - 8)		396.07	165.52
10 Earnings per share (of Rs.10 each):	28		
Basic		4.91	2.31
Diluted		4.91	2.31

The accompanying notes are forming part of the financial statements

In terms of our report attached
 For NDAA & Associates LLP
 Chartered Accountants
 FRN:- 129486W/W100775

For and on behalf of the Board of Directors, of Kasturi Metal Composite Limited

Niraj D Adatia
 Partner
 Membership No . 120844

Samit Surendra Singhai
 Managing Director and Chairman
 DIN:00907782

Akash Surendra Singhai
 Whole Time Director
 DIN:01364889

Place : Amravati
 Date : 30th April, 2026

Madhu Awasthi
 Company Secretary
 M.No. : A28386

Pravin R. Kesharwani
 Chief Financial Officer

Cash Flow Statement

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 CIN : U65465MH2005PLC157553
 Standalone Cash Flow Statement For the year ended on 31st March 2026

(Rs. In Lakhs)

Particulars	For year ended 31st March, 2026	For year ended 31st March, 2025
A CASH FLOW FROM OPERATING ACTIVITIES		
Net Profit Before Tax	432.66	181.51
Adjustments for:		
Depreciation	102.65	163.84
Subsidy Received	(48.84)	(3.92)
Interest & Finance Charges	80.33	77.53
Amount written off	0.76	-
Interest Income	(55.09)	(44.28)
Account written back	(0.13)	-
Profit from LLP	(291.53)	(122.09)
Loss on write off of fixed assets	0.06	-
Loss by fire	4.67	-
Provision for Gratuity	(6.72)	(2.41)
Total	(213.84)	68.67
Operating Profit before Working Capital Changes	218.82	250.18
Adjustments for:		
Decrease/(Increase) in Trade & Receivables	17.01	395.03
Decrease/(Increase) in Inventories	(82.31)	(186.14)
Decrease/(Increase) in Other Non Current Assets	(15.40)	(1.47)
Increase/(Decrease) in Payables	55.65	(115.52)
Increase/(Decrease) in Provisions	-	-
Decrease/(Increase) in Loans and advances	23.22	(26.25)
Increase/(Decrease) in Other current liabilities	24.30	(80.88)
Decrease/(Increase) in Other current asset	(88.13)	(5.43)
Cash generated from operations	153.16	229.52
Income Tax paid	(24.04)	(22.95)
Net Cash flow from Operating activities	129.12	206.57
B CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets (Including Capital Advances)	(1,322.59)	(234.73)
Subsidy Received	6.87	3.92
Decrease/Increase in Investment	95.46	(0.17)
Interest Income	0.18	2.14
Net Cash Inflow/(Outflow) in Investing activities	(1,220.08)	(228.84)
C CASH FLOW FROM FINANCING ACTIVITIES		
Repayment of Borrowings (Net)	(118.45)	-
Proceeds from Borrowings (Net)	150.00	11.89
Premium on issue of shares	1,486.08	285.50
Share issue expenses	(218.98)	-
Proceeds from Issue of Shares	275.20	57.10
Interest paid	(79.04)	(77.53)
Net Cash Inflow/(Outflow) in financing activities	1,494.81	276.96
Net increase in Cash & Cash Equivalents (A+B+C)	403.85	254.69
Cash and Cash equivalents at beginning of the Year	259.83	5.14
Cash and Cash equivalents as at End of the year	663.68	259.83
In terms of our report attached For NDAA & Associates LLP Chartered Accountants FRN:- 129486W/W100775 Niraj D Adatia Partner Membership No. 120844 Place : Amravati Date : 30th April, 2026 For and on behalf of the Board of Directors, of Kasturi Metal Composite Limited Samit Surendra Singhai Managing Director and Chairman DIN:00907782 Madhu Awasthi Company Secretary M.No. : A28386 Akash Surendra Singhai Whole Time Director DIN:01364889 Pravin R. Kesharwani Chief Financial Officer		

Significant accounting policies

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 Notes forming part of the standalone financial statements for the year ended 31st March, 2026

Note 1: Summary of Significant Accounting Policies

1 Company Overview

Our Company was originally incorporated as a Private Limited Company under the name of "Kasturi Metal Composite Private Limited" under the Companies Act, 1956 at Amravati, pursuant to a certificate of incorporation dated November 24, 2005 bearing CIN U28900MH2005PTC157553 issued by Registrar of Companies, Maharashtra, Mumbai. Subsequently, pursuant to Special Resolution passed by the Shareholders at the Extra Ordinary General Meeting held on December 26, 2023 our Company was converted into a Public Limited Company and consequently the name of our Company was changed from "Kasturi Metal Composite Private Limited" to "Kasturi Metal Composite Limited" vide a fresh certificate of incorporation dated March 19, 2024, issued by the Registrar of Companies, Central Registration Centre. Our Company's Corporate Identity Number (CIN) is U65465MH2005PLC157553. The Company's registered office is situated at A30/3/1 MIDC, Amravati, Maharashtra, India - 444605. The company got listed on SME platform on BSE on 3rd February, 2026.

Nature of Business

The company was incorporated as Kasturi Metal Composite Private Limited in the year 2005. They are providing steel fibres to the national and international markets. In addition, they are also offering Polypropylene Fiber (PP) Fibers, Steel Wool Fibres.

These financial statements are presented in Indian Rupees ('₹' or 'Rs.' or 'INR') and are rounded to the nearest lakhs, except per share data and unless stated otherwise.

2 Significant accounting policies

2.1 Basis of accounting and preparation of financial statements

The financial statements are prepared in accordance with the generally accepted accounting principles in India under the historical cost convention on accrual basis. These financial statements have been prepared to comply in all material aspects with the accounting standards specified under section 133 of the Companies Act, 2013 read with rule 7 of Company (Accounts) Rules, 2014.

All assets and liabilities are classified into current and non-current as per the company's normal operating cycle and other criteria set out in Schedule III of the Companies Act, 2013.

2.2 Use of estimates

The preparation of the financial statements in conformity with Indian GAAP requires the Management to make estimates and assumptions considered in the reported amounts of assets and liabilities (including contingent liabilities) and the reported income and expenses during the year. The Management believes that the estimates used in preparation of the financial statements are prudent and reasonable. Future results could differ due to these estimates and the differences between the actual results and the estimates are recognised in the periods in which the results are known / materialise.

2.3 Revenue Recognition

Revenue from sale of products is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer and there is no uncertainty regarding amount of consideration & collectivity. Sales are net off sales tax and value added tax.

i) Sales

Revenue from sale of goods is recognized on transfer of all significant risks and rewards of ownership to the buyer. Sales are stated net of trade discount, duties, sales tax and GST.

ii) Interest

Interest income except interest on income tax refund is accounted on accrual basis.

2.4 Inventories

Inventories consist of raw materials, packing materials, stock-in-trade and finished goods. Inventories are valued at lower of cost and net realisable value. Cost is determined on First-In-First-Out basis.

Cost of raw materials and packing materials includes cost of purchase and other costs incurred in bringing the inventories to their present location and condition.

Cost of finished goods includes direct materials, labor and proportion of manufacturing overheads based on the normal operating capacity, wherever applicable. Cost of finished goods further includes other costs incurred in bringing the inventories to their present location and condition.

Cost of stock-in-trade includes cost of purchase 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 estimated costs of completion and estimated costs necessary to make the sale.

Significant accounting policies - continued

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 Notes forming part of the standalone financial statements for the year ended 31st March, 2026

2.5 Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. Cash equivalents are short-term balances (with an original maturity of three months or less from the date of acquisition), highly liquid investments that are readily convertible into known amounts of cash and which are subject to insignificant risk of changes in value.

2.6 Property, Plants & Equipments

a) Fixed Assets

Tangible Fixed Assets are stated at cost of acquisition/construction less accumulated depreciation, amortization and impairment loss (if any). Cost comprises of purchase price, import duties and other non-refundable taxes or levies and any directly attributable cost to bring the assets ready for their intended use. Direct expenses, as well as pro rata identifiable indirect expenses on projects during the year of construction are capitalized. Only expenditures that increase the future economic benefits from the existing asset beyond its previously assessed standard of performance is included in the gross book value, e.g., an increase in capacity. The cost of an addition or extension to an existing asset which is of a capital nature and which becomes an integral part of the existing asset is added to its gross book value. Any addition or extension, which has a separate identity and is capable of being used after the existing asset is disposed off, is accounted for separately. The fixed assets retired from active use are stated at net book value or net realizable value, whichever is lower. The loss arising due to write-down is recognized in the statement of profit and loss. An item of fixed asset is eliminated from the financial statements on disposal. Gains or losses arising on disposal are recognized in the statement of profit and loss.

2. Capital Work In progresses stated at cost less impairment losses, if any, cost comprises of expenditures incurred in respect of capital projects under development and includes any attributable/allocable cost and other incidental expenses

b) Depreciation & Amortization

Depreciation on Tangible Assets is calculated on Written Down Value Method based on useful life of the assets as prescribed by Schedule II of the Companies Act, 2013 except in respect of some of the Assets whose life has been assessed based on Management's assessment thereof, taking into the accounts the nature of the Assets, the estimated usage of the Assets, the operating conditions of the Assets etc.

2. The estimated useful life of the Intangible Assets are amortized over a period of three years

2.7 Government grants and subsidies

Government grants and subsidies are recognised as per AS-12, when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. Government grant which is not in the nature of capital grant is treated as income and credited to profit & loss account.

2.8 Investments

Investments are classified as current or long term based on the management's intention at the time of purchase. Current investments are carried at the lower of cost and fair value of each investment individually. Long term investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.

2.9 Employee benefits

A. Short Term Employee Benefits:

Short term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss of the year in which the related service is rendered.

B. Long Term Employee Benefits:

a) Defined contribution plans:

The Company has Defined Contribution Plans for post-employment benefits in the form of Provident Fund and Employees State Insurance Scheme which are administered through Government of India. Provident Fund and Employees' State Insurance Scheme are classified as Defined Contribution Plans as the Company has no further obligation beyond making the contributions. The Company's contributions to Defined Contribution Plans are charged to the Statement of Profit and Loss as incurred.

b) Defined Benefit Plans:

The Company has Defined Benefit Plan for post-employment benefits in the form of Gratuity. Gratuity is not funded. Liability for Defined Benefit Plan is provided on the basis of valuation, as at the Balance Sheet date, carried out by independent actuary. The actuarial valuation method used by independent actuary for measuring the liability is the Projected Unit Credit Method.

c) Terminal benefits are recognized as expenses as and when incurred.

d) Actuarial gains and losses comprise experience adjustment and the effect of change in actuarial assumption and are recognized immediately in the Statement of Profit and Loss as income or expenses.

Significant accounting policies - continued

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 Notes forming part of the standalone financial statements for the year ended 31st March, 2026

2.10 Borrowing costs

Borrowing cost attributable to the procurement/ construction of fixed assets are capitalised as part of the respective assets upto the date of commissioning. Other borrowing costs are recognized as expense during the year in which they are incurred.

2.11 Taxes on income

(a) Current tax is the amount of tax payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961.

(b) Deferred Tax is recognized for timing differences. However, Deferred Tax Asset is recognized on the basis of reasonable / virtual certainty that sufficient future taxable income will be available against which the same can be realized.

2.12 Foreign Currency Transactions

Foreign currency transactions are recorded at the exchange rates prevailing on the date of the transaction. Gains and losses arising out of subsequent fluctuations are accounted for on actual payment or realization. Monetary items denominated in foreign currency as at the Balance Sheet date are converted at the exchange rates prevailing on that date. Exchange differences are recognized in the Statement of Profit and Loss.

Provisions, Contingent Liabilities and Contingent Assets

A provision is made based on a reliable estimate when it is probable that an outflow of resources embodying economic benefits will be required to settle an obligation. Contingent liabilities, if material are disclosed by way of notes to accounts. Contingent assets are neither recognized nor disclosed in the financial statements.

2.14 Cash & Cash Equivalent

Cash and cash equivalents comprise cash at bank and in hand and short-term investments with original maturity of three months or less, which are subject to an insignificant risk of changes in value. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and short-term deposits, as defined above, net of outstanding bank overdrafts as they are considered an integral part of the Company's cash management.

2.15 Government grants and subsidies

Government grants and subsidies are recognised as per AS-12, when there is reasonable assurance that the Company will comply with the conditions attached to them and the grants / subsidy will be received. Government grants whose primary condition is that the Company should purchase, construct or otherwise acquire capital assets are presented by deducting them from the carrying value of the assets. Government grant which is not in the nature of capital grant is treated as income and credited to profit & loss account.

Share capital and reserves

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

2 Note 2 Share Capital

(Rs. In Lakhs)

Particulars	As on 31st March, 2026		As on 31st March 2025	
	Number of shares	Rs.	Number of shares	Rs.
(a) Authorised				
1,10,00,000 Equity shares of Rs 10 each	1,10,00,000	1,100.00	1,10,00,000	1,100.00
(b) Issued, Subscribed & Paid up				
1,03,95,212 Equity shares of Rs 10 each	1,03,95,212	1,039.52	76,43,212	764.32

Terms / rights attached to equity shares

The Company has only one class of equity shares having a par value of Rs. 10 per share. Each holder of equity shares is entitled to one vote per share. In event of liquidation of the Company, the holders of equity shares would be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

The Company has issued 60,61,896 equity shares of face value ₹10 each as Bonus Shares on 21st December 2024.

The Company has made a preferential allotment of 5,71,000 equity shares of face value ₹10 each on 1st February 2025.

The Company has made a fresh issue of shares of 27,52,000 equity shares of face value ₹10 each on 3rd February 2026.

(i) Reconciliation of the number of shares and amount outstanding at the beginning and at the end of the year: (Rs. In Lakhs)

Particulars	As on 31st March, 2026		As on 31st March 2025	
	Number of shares	Rs.	Number of shares	Rs.
Equity shares outstanding at the beginning of the year	76,43,212	764.32	10,10,316	101.03
Add: Shares Issued during the year	27,52,000	275.20	5,71,000	57.10
Add : Bonus Shares issued during the year -		-	60,61,896	606.19
Shares outstanding at the end of the year		1,039.52	76,43,212	764.32

1,03,95,212.00

(ii) Details of shares held by each shareholder holding more than 5% shares:

Equity Shareholders	As on 31st March, 2026		As on 31st March 2025	
	Number of shares held	% holding in that class of shares	Number of shares held	% holding in that class of shares
Mr.Samit S. Singhai	27,58,189	26.53	27,58,189	36.09
Mr.Akash S. Singhai	20,65,833	19.87	20,65,833	27.03
Mr.Surendra F. Singhai	7,46,634	7.18	7,46,634	9.77
Mrs.Lata S. Singhai	4,86,640	4.68	4,86,640	6.37
Total	60,57,296	58.27	60,57,296	79.25

Promoter shareholding and borrowings

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Details of Shareholding of Promoters

Shares held by promoters as at March 31, 2026

Promoter Name	No. of shares	% of total shares	% Change during the year
(1) Mr.Surendra F. Singhai	7,46,634	7.18	(2.59)
(2) Mr.Samit S. Singhai	27,58,189	26.53	(9.55)
(3) Mr.Akash S. Singhai	20,65,833	19.87	(7.16)
(4) Mrs.Lata S. Singhai	4,86,640	4.68	(1.69)
Total	60,57,296	58.27	

Shares held by promoters as at March 31, 2025

Promoter Name	No. of shares	% of total shares	% Change during the year
(1) Mr.Surendra F. Singhai	7,46,634	9.77	(9.40)
(2) Mr.Samit S. Singhai	27,58,189	36.09	(12.91)
(3) Mr.Akash S. Singhai	20,65,833	27.03	7.82
(4) Mrs.Lata S. Singhai	4,86,640	6.37	(0.51)
Total	60,57,296	79.25	

3 Note 3 Reserves & Surplus

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March 2025
(a) Securities premium account		
Opening balance	285.50	404.06
Less: Utilised for issue of bonus shares		(404.06)
Add: Addition during the year	1,486.08	285.50
Less: Utilised for issue expenses	218.98	
Closing balance	1,552.60	285.50
(b) Surplus/ (Deficit)		
Opening Balance	689.77	726.38
Less: Utilised for issue of bonus shares		(202.13)
Add: Profit for the year	396.07	165.52
Closing balance	1,085.84	689.77
(c) Capital Reserve		
Opening balance	32.16	32.16
Closing balance	32.16	32.16
Total	2,670.60	1,007.44

Borrowings

 KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 4 Borrowings

(Rs. In Lakhs)

Particulars	As on 31st March, 2026		As on 31st March 2025	
	Non-Current	Current	Non-Current	Current
(a) Term loans				
From bank:				
Secured	238.64	102.73	184.80	124.12
(b) Cash Credit (Secured)	-	539.30	-	540.20
Total	238.64	642.03	184.80	664.32

(i) Details of long term borrowings and nature of security in case of secured liabilities:

(Rs. In Lakhs)

Particulars	Nature of security (Primary)	As on 31st March, 2026		As on 31st March 2025	
		Secured	Unsecured	Secured	Unsecured
Term loans from banks:					
ICICI Bank A/c No. 603090061216 ICICI	refer (iv) below	122.57			
Bank A/c No. 603090063715		116.07			
ICICI Bank A/c No. 603090061247		-			
SBI Term loan A/C - 44833	refer (v) below	-	-	172.66	-
SBI GECL - 77271		-	-	12.14	-
SBI TLA/c - 25220		-	-	-	-
Total		238.64	-	184.80	-

Details of repayment of long term borrowings are as follows :

As on 31st March, 2026

(Rs. In Lakhs)

Particulars	Up to 1 year	2 to 5 years	Total
ICICI Bank A/c No. 603090061216	66.86	122.57	189.43
ICICI Bank A/c No. 603090063715	21.43	116.07	137.50
ICICI Bank A/c No. 603090061247	14.44	-	14.44
Total	102.73	238.64	341.37

As on 31st March, 2025

(Rs. In Lakhs)

Particulars	Up to 1 year	2 to 5 years	Total
SBI Term loan A/C - 44833	82.50	172.66	255.16
SBI GECL - 77271	16.80	12.14	28.94
SBI Term loan A/C - 5220	-	-	-
Total	99.30	184.80	284.10

(iii) Details of short term borrowings and nature of security in case of secured liabilities:

(Rs. In Lakhs)

Particulars	Nature of Security	As on 31st March, 2026		As on 31st March 2025	
		Secured	Unsecured	Secured	Unsecured
(a) Loans repayable on demand					
From banks					
ICICI Cash Credit - 63	refer (iv) below	539.30			
SBI Cash Credit-889306	refer (v) below	-		540.20	
SBI SME CREDIT PLUS		-		24.93	
SBI Export Packing Credit A/C No.0108		-		(0.11)	
Current maturity of long term borrowings		102.73		99.30	
Total		642.03	-	664.32	-

Security and repayment terms

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

(iv) Details of nature of security on Long Term & Short Term Loans :

A) Primary Security:

- 1) Hypothecation of Stock of Metal casting, Steel Fibre, SteelWool Fibre, etc. at factory/godown premises and all other places. Trade receivables and all the current assets purchased out of bank finance. Stock & Receivables including goods in transit, outstanding moneys, book debts.
- 2) Equitable mortgage of Factory land & building of unit situated at Plot No. D-13/1, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati area: 1950Square Meter, Boundaries : East : Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.
- 3) Equitable mortgage of Factory land & building at plot no. A-98, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati, Area: 2000 Square Meter, Boundaries: East: Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.
- 4) Equitable mortgage of unit situated at Plot No. A/30/3/1, and Plot No. A/30/3 MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati. Area 2920 Square Meter.
- 5) Equitable mortgage of Plot No. 46/A4, field Sr. No. 46, Mouje Pet, Amravati, Kasturi Petrol Pump, owned by Surendra Singhai.
- 6) Equitable mortgage of Plot No. - D-13/1 , Mouje Nim, Nimbhora Khurd, Old Badnera Bypass Road, Amravati, owned by Surendra Singhai.

B) Third Party Gurantee:

Personal Gurantee of Directors and their relatives on above loans:

1. Mr. Samit Surendra Singhai
2. Mr. Akash Surendra Singhai
3. Mr. Surendra F. Singhai
4. Mrs Lata Surendra Singhai
5. Mrs Alka Samit Singhai
6. Mrs Pallavi Akash Singhai
7. Mr Mayur Ashok Zanwar

(v) Details of nature of security and guarantee on Long Term & Short Term Loans :

A) Primary Security:

- 1) Hypothecation of Stock of Metal casting, SteelFibre, SteelWool Fibre, etc. at factory/godown premises and all other places. Trade receivables and all the current assets purchased out of bank finance. Stock & Receivables including goods in transit, outstanding moneys, book debts.
- 2) Hypothecation of Plant & Machineries purchased out of Banks Finance.
- 3) Equitable mortgage of Factory land & building of unit situated at Plot No. D-13/1, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati area: 1950Square Meter, Boundaries : East : Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.
- 4) Equitable mortgage of Factory land & building at plot no. A-98, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq & Dist. Amravati, Area: 2000 Square Meter, Boundaries: East: Plot No. D 13/2, West: plot No D-14, North : Plot No. D 13/2, South : MIDC Road.

B) Collateral Security:

- 1) Residential House named "Kasturi" at plot no.12, S.No 47/1, Mouze peth Pragne-Badnera, Tq. Dist. Amravati, Located near Ganesh Vihar No.1, opp. Vyankatesh Lawn, Ravi Nagar-Sai nagar road at Amravati. Area:601.76 sq mtr, Owned by Smt.Latabai S. Singhai. Boundaries: East:Layout Road, West:Service Lane, North: Resi of Mr. Mishra, South: Layout Road.
- 2) Factory land & Building bearing plot no. A-30/3/1, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq. & Dist. Amravati - 444607. Area: 1925 Square Meter & Plot No. A-30/3, MIDC Amravati, Mouje Nimbhora Khurd, Pragane Badnera, Tq. & Dist. Amravati - 444607. Area: 1000 Square Meter Owned by M/s Kasturi Metal Composites Limited. Boundaries: East:Plot No.A-28, West:Plot No.A-30/1 & A-30/2, North: Plot No. A-31, South: MIDC Road.

C) Third Party Gurantee:

Personal Gurantee of Directors and their relatives on above loans:

1. Mr. Samit Surendra Singhai
2. Mr. Akash Surendra Singhai
3. Mr. Surendra F. Singhai
4. Mrs Lata Surendra Singhai
5. Mrs Alka Samit Singhai
6. Mrs Pallavi Akash Singhai

(v) Disclosure related to stock and debtor submitted to the bank on Quarterly Basis.

(Rs. In Lakhs)

Quarter	Amount as per Books	Amounts as per submitted to bank	Dif f e r e n c e	Reason
June-2025	Not submitted as Company was in the process to change the banker.			Adjustment towards advance from customers and Inventory valuation.
September-2025	1,327.93	1,321.54	6.39	
December-2025	1,168.86	1,194.17	(25.31)	
March-2026	1,137.29	1,105.57	31.72	

Provisions and current liabilities

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 5 Long Term Provisions

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March 2025
Provision for Gratuity	5 1.81	57.91
Total	5 1.81	5 7.91

Note 6 Trade Payables

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March 2025
Total outstanding dues of micro enterprises and small enterprises	102.93	116.41
Total outstanding dues of creditors other than micro enterprises and small enterprises	131.06	62.08
Total	233.99	178.49

Trade payables due for payment for the year ending on 31st March, 2026

(Rs. In Lakhs)

Particulars	Outstanding for following period from the date of transaction				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) MSME	102.93	-	-	-	102.93
(ii) Others	131.06	-	-	-	131.06

Trade payables due for payment for the year ending 31 March 2025

(Rs. In Lakhs)

Particulars	Outstanding for following period from the date of transaction				Total
	Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	
(i) MSME	116.41	-	-	-	116.40
(ii) Others	62.08	-	-	-	62.08

Disclosure related to MSMED Act, 2006

Dues to Micro & Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditor. Moreover the Company is in the process of updating its suppliers data, as to the status as a Micro Small & Medium Enterprise.

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March 2025
(a) Amount remaining unpaid to any supplier at the end of each accounting period:		
Principle	102.23	116.41
Interest	0.70	-
(b) The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, along with the amount of the payment made to the supplier beyond the appointed day during each accounting period.	-	-
(c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act.	-	-
(d) The amount of interest accrued and remaining unpaid at the end of each accounting period.	0.70	-
(e) The 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.	-	-

Note 7 Other Current Liabilities

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March 2025
Income received in advance:		
Advance from Customers	21.92	1.76
Other payables:		
Statutory Dues Payable	5.55	3.25
Retention Money Payable	17.17	-
Employee Benefits Payables	20.56	18.72
Total	65.20	2 3.73

Note 8 Short Term Provisions

(Rs. In Lakhs)

Particulars	As on 31st March, 2026	As on 31st March 2025
Provision for tax (Net of advance tax)	24.21	-
Provision for Gratuity.	6.91	7.53
Total	31.12	7.53

KASTURI METAL COMPOSITE LTD.
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Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 9 Property, Plant and Equipment & Intangible Assets

(Rs. In Lakhs)										
As at 31/03/2026	Gross Block				Accumulated Depreciation and Impairment				Net Block	
Particulars	Cost as on 01/04/2025	Addition	Disposal	Balance as 31/03/2026	Accumulated depreciation as on 01/04/2025	Depreciation for 01.04.25 to 31.03.26	Disposal	Accumulated Depreciation as on 31/03/2026	Wdv as on 31/03/2026	WDV as on 31/03/2025
Land	76.05	-	-	76.05	-	-	-	-	76.05	76.05
Office Buildings	201.58	-	-	201.58	117.51	8.75	-	126.26	75.32	84.07
Factory Building	227.93	-	-	227.93	87.55	13.47	-	101.02	126.91	140.38
Plant & Machinery	901.15	-	-	901.15	500.70	70.00	-	570.70	330.45	400.45
Furniture & Fixtures	30.27	-	0.46	29.81	16.65	3.26	0.44	19.47	10.34	13.62
Vehicle	8.10	-	-	8.10	5.89	0.64	-	6.53	1.57	2.22
Office equipments	3.88	-	-	3.88	2.75	0.42	-	3.17	0.71	1.13
Laboratory Equipments	1.32	-	-	1.32	1.25	0.00	-	1.25	0.07	0.07
Electrical Equipments	58.19	-	-	58.19	34.38	5.68	-	40.06	18.13	23.81
Computers	9.07	-	0.83	8.24	7.88	0.43	0.79	7.52	0.72	1.18
PPE- Total	1,517.56	-	1.30	1,516.26	774.56	102.65	1.23	875.98	640.27	742.99
Particulars	Cost as on 01/04/2025	Addition	Disposal	Balance as 31/03/2026	Accumulated depreciation as on 01/04/2025	Depreciation for 01.04.25 to 31.03.26	Disposal	Accumulated Depreciation as on 31/03/2026	Wdv as on 31/03/2026	WDV as on 31/03/2025
Intangible Assets										
Software	1.39	-	-	1.39	1.32	0.00	-	1.32	0.07	0.07
Intangible Assets- Total	1.39	-	-	1.39	1.32	0.00	-	1.32	0.07	0.07
Property, Plant and Equipment & Intangible Assets - Total	1,518.94	-	1.30	1,517.65	775.88	102.65	1.23	877.29	640.34	743.06

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Notes forming part of the standalone financial statements for the year ended 31st March 2026

(Rs. In Lakhs)										
As at 31/03/2025	Gross Block				Accumulated Depreciation and Impairment				Net Block	
Particulars	Cost as on 01/04/2024	Addition	Disposal	Balance as 31/03/2025	Accumulated depreciation as on 01/04/2024	Depreciation for 2024-25	Disposal	Accumulated Depreciation as on 31/03/2025	Wdv as on 31/03/2025	WDV as on 31/03/2024
Land	24.84	51.21	-	76.05	-	-	-	-	76.05	24.84
Office Buildings	198.67	2.92	-	201.58	73.30	44.21	-	117.51	84.07	125.37
Factory Building	225.70	2.24	-	227.93	60.67	26.88	-	87.55	140.38	165.03
Plant & machinery	861.50	39.65	-	901.15	423.89	76.81	-	500.70	400.45	437.61
Furniture & Fixtures	29.61	0.66	-	30.27	12.38	4.26	-	16.65	13.62	17.23
Vehicle	8.10	-	-	8.10	4.88	1.01	-	5.89	2.22	3.23
Office equipments	3.66	0.22	-	3.88	1.82	0.94	-	2.75	1.13	1.84
Laboratory Equipments	1.32	-	-	1.32	1.19	0.06	-	1.25	0.07	0.12
Electrical Equipments	56.86	1.34	-	58.19	25.55	8.83	-	34.38	23.81	31.31
Computers	7.98	1.09	-	9.07	7.05	0.84	-	7.88	1.18	0.93
PPE- Total	1,418.23	99.32	-	1,517.56	610.73	163.84	-	774.56	742.99	807.51
Particulars	Cost as on 01/04/2024	Addition	Disposal	Balance as 31/03/2025	Accumulated depreciation as on 01/04/2024	Depreciation for 2024-25	Disposal	Accumulated Depreciation as on 31/03/2025	Wdv as on 31/03/2025	WDV as on 31/03/2024
Intangible Assets										
Software	1.39	-	-	1.39	1.32	-	-	1.32	0.07	0.20
Intangible Assets- Total	1.39	-	-	1.39	1.32	-	-	1.32	0.07	0.20
Property, Plant and Equipment & Intangible Assets - Total	1,419.62	99.32	-	1,518.94	612.04	163.83	-	775.88	743.06	807.71

KASTURI METAL COMPOSITE LTD.
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 Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 10 Capital Work-in-Progress

(Rs. in Lakhs)

Particulars	Cost as on 01/04/2025	Addition	Disposal / Transfer to Assets	Balance as 31/03/2026
Capital Work-in-Progress	51.64	1,212.38	-	1,263.92
Capital Work-in-Progress - Total	51.64	1,212.38	-	1,263.92

(Rs. in Lakhs)

Particulars	Cost as on 01/04/2024	Addition	Disposal / Transfer to Assets	Balance as 31/03/2025
Capital Work-in-Progress	0.41	52.01	0.78	51.64
Capital Work-in-Progress - Total	0.41	52.01	0.78	51.64

CWIP Ageing Schedule as on 31/03/2026

(Rs. in Lakhs)

CWIP	Amount in LWIP for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Projects-in-progress	1,212.28	51.64	-	-	1,263.92

CWIP Ageing Schedule as on 31/03/2025

(Rs. in Lakhs)

CWIP	Amount in LWIP for a period of				Total
	Less than 1 Year	1 - 2 Years	2 - 3 Years	More than 3 Years	
Projects-in-progress	51.64	-	-	-	51.64

Note : - For additional information related to mortgage of Factory Land and Building, please refer Note 4 - Long term and Short term Borrowings.

KASTURI METAL COMPOSITE LTD.
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Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 11 Non-Current Investments			(Rs. In Lakhs)
Particulars	As on 31st March, 2026	As on 31st March, 2025	
Investment in Subsidiary			
Duraflor Concrete Solutions LLP	9.80	9.80	
	9.80	9.80	

Investment in Duraflor Concrete Solutions LLP as partner :-			(Rs. In Lakhs)
Name of Partners	Capital	Profit Sharing Ratio	
1) Kasturi Metal Composite Ltd.	9.80	98%	
2) Samit Surendra Singhal	0.10	1%	
3) Akash Surendra Singhal	0.10	1%	

Note 12 Deferred Tax Assets/(Liabilities) (Net)			(Rs. In Lakhs)
Particulars	As on 31st March, 2026	As on 31st March, 2025	
Deferred Tax Assets			
- On Account of provisions	14.78	16.92	
- On Account of WDV of Fixed Assets	7.98	5.51	
- Disallowance u/s 43(b)(1h)	16.27	1.76	
Deferred Tax Assets/(Liabilities)	39.03	24.19	

Note 13 Long Term Loans & Advances			(Rs. In Lakhs)
Particulars	As on 31st March, 2026	As on 31st March, 2025	
Capital Advance	211.64	84.15	
TOTAL	211.64	84.15	
Note: No Debts due by Directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.			

Note 14 Other Non-current Assets			(Rs. In Lakhs)
Particulars	As on 31st March, 2026	As on 31st March, 2025	
Long Term Trade Receivables:			
Security Deposits	40.61	25.21	
Total	40.61	25.21	
Note: No Debts due by Directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.			

Note 15 Inventories			(Rs. In Lakhs)
Particulars	As on 31st March, 2026	As on 31st March, 2025	
Raw Material	55.50	70.89	
Finished Goods	275.48	436.75	
Work-in-progress	434.47	223.16	
Stock-in-Trade	0.50	0.58	
Consumables, Packing Material and Machine Tools	109.96	66.88	
(As Valued & Certified by Management)			
Total	875.91	798.26	

Note: Inventories are valued on FIFO Basis, except FG & WIP which is valued on Cost or NRV whichever is lower

Note 16 Trade receivables			(Rs. In Lakhs)
Particulars	As on 31st March, 2026	As on 31st March, 2025	
Unsecured, Considered Good	263.18	280.99	
Less: Provision for doubtful debts	(1.79)	(1.79)	
Total	261.39	279.20	
Note: No Debts due by Directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.			

Receivable ageing and current assets
KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Trade Receivables Ageing Schedule for period ending on 31st March, 2026

Particulars	Outstanding for following periods from date of transaction					(Rs. In Lakhs)
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	Total
a. Undisputed Trade receivables – considered good	244.31	0.43	16.65	-	1.79	263.18
b. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
c. Disputed Trade Receivables considered good	-	-	-	-	-	-
d. Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-	(1.79)	(1.79)

Trade Receivables Ageing Schedule for year ending 31st March, 2025

Particulars	Outstanding for following periods from date of transaction					(Rs. In Lakhs)
	Less than 6 months	6 months- 1 year	1-2 years	2-3 years	More than 3 years	Total
a. Undisputed Trade receivables – considered good	274.35	4.69	0.16	-	1.79	280.99
b. Undisputed Trade Receivables – considered doubtful	-	-	-	-	-	-
c. Disputed Trade Receivables considered good	-	-	-	-	-	-
d. Disputed Trade Receivables considered doubtful	-	-	-	-	-	-
Less: Provision for doubtful debts	-	-	-	-	(1.79)	(1.79)

Note 17 Cash & Cash Equivalents

Particulars	(Rs. In Lakhs)	
	As on 31st March, 2026	As on 31st March 2025
Balances with banks	660.35	252.32
Cash on hand	2.70	6.98
Others	-	-
Balances in Wallets	0.62	0.53
Total	663.67	259.83

Note 18 Short Term Loans & Advances (Unsecured, considered good unless otherwise stated)

Particulars	(Rs. In Lakhs)	
	As on 31st March, 2026	As on 31st March 2025
Advance to Employee	1.34	1.23
Advance to Suppliers	5.47	28.79
TOTAL	6.81	30.02

Note: No Debts due by Directors or other officers of the company or any of them either severally or jointly with any other person or debts due by firms or private companies respectively in which any director is a partner or a director or a member.

Note 19 Other Current Assets (Unsecured, considered good)

Particulars	(Rs. In Lakhs)	
	As on 31st March, 2026	As on 31st March 2025
Prepaid Expenses	18.03	21.55
Other Income Receivable	41.98	-
Advance Tax (Net of Provision)	-	4.13
Balance with revenue Authorities	94.27	-
Partner Current Account	805.52	554.85
Fixed Deposits for Less than 12Months	-	2.63
Total	959.79	583.16

Revenue, income and material consumption

KASTURI METAL COMPOSITE LTD. (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 20 Revenue from Operations

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Sale of Products:		
Domestic Sales	2,702.18	2,766.13
Trading Sales	205.31	245.96
Trading Sales - Export	59.57	-
Export Sales	221.20	94.33
Total	3,188.26	3,106.42

Note 21 Other Income

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Interest on Bank FDR	0.13	0.17
Other Interest	54.58	42.13
Interest on Deposits	0.05	1.47
PSI 2013 VAT Subsidy	48.84	3.92
Sundry balances written back	0.13	-
Export Incentive	3.99	-
Bad Debt Recovered	-	0.80
Forex Gain/(Loss)	0.55	0.73
Share of Profit from LLP	291.53	122.11
Interest on Income Tax Refund	0.33	0.50
Misc. Income	0.59	0.13
Total	400.72	171.95

Note 22 Cost of Material Consumed

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Opening stock of Raw Material	70.89	139.70
Add : Purchases During The Year	1,885.25	1,956.76
	1,956.14	2,096.47
Less : Closing stock of Raw Material	55.50	70.89
Cost of material consumed	1,900.64	2,025.57

22.a) Details of Raw Material Consumed:

(Rs. In Lakhs)

Name of Item	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Raw Material	1,881.08	2,002.57
Packing material	19.57	23.01
TOTAL	1,900.65	2,025.57

Note 23 Change in inventory

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Inventories at the end of the year		
Finished Goods	275.48	436.75
Work-in-progress	434.47	223.16
Stock-in-Trade	0.50	0.58
	710.45	660.49
Inventories at the beginning of the year		
Finished Goods	436.75	205.33
Work-in-progress	223.16	236.02
Stock-in-Trade	0.58	0.60
	660.49	441.95
Net (increase) / decrease	(49.96)	(218.54)

Employee benefits

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 24 Employee Benefit Expenses

(Rs. In Lakhs)

Parti c ulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Salary & Wages	236.64	218.41
Directors Remuneration	48.00	38.69
Contribution to provident and other funds	18.07	17.48
Staff Welfare	9.24	6.19
Total	311.95	280.77

24.1 Employee Benefits (Disclosures as per AS 15 Revised)

The company offers following defined benefits to its employees:

i. Gratuity (Non - funded)

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Assumptions		
Discount Rate	7.07%	6.66%
Salary Escalation Rate	5.00%	5.00%
Withdrawal rates	5.00%	5.00%
Present value of obligations		
Present value of obligations at beginning of year	65.44	67.85
Interest cost	4.36	4.81
Current Service Cost	7.38	7.93
Liability Transferred in / (out)	-	-
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Benefits Paid	-	-
Actuarial (gain)/loss on obligation	(18.46)	(15.15)
Present value of obligations at end of year	58.73	65.44
The fair value of plan assets		
Fair Value of Plan Assets at beginning of year	-	-
Adjustment to Opening Fair Value of Plan Assets	-	-
Actual Return on Plan Assets	-	-
Contributions	-	-
Benefit Paid	-	-
Fair Value of Plan Assets at end of year	-	-
Funded Status	(58.73)	(65.44)
Excess of actual over estimated return on Plan Assets	-	-
Actuarial Gain/Loss recognized		
Actuarial Gain/(Loss) for the year (Obligation)	18.46	15.15
Actuarial Gain/(Loss) for the year (Plan Assets)	-	-
Total Gain/(Loss) for the year	18.46	15.15
Actuarial Gain/(Loss) recognized for the year	18.46	15.15
Unrecognized Actuarial Gain/(Loss) at end of year	-	-
The amounts to be recognized in the balance sheet		
Opening Net Liability	65.44	67.85
Adjustment to Opening Fair Value of Plan Assets	-	-
Expenses as above	(6.72)	(2.41)
Contribution paid	-	-
Liability Transferred in / (out)	-	-
Closing Net Liability	58.73	65.44
Expenses to be Recognised in statement of Profit & loss		
Current Service Cost	7.38	7.93
Interest cost	4.36	4.81
Past Service Cost - (Non-vested Benefits)	-	-
Past Service Cost - (Vested Benefits)	-	-
Unrecognised Past Service Cost - Non-Vested Benefits	-	-
Expected Return on Plan Assets	-	-
Net Actuarial (Gain)/Loss recognized for the year	(18.46)	(15.15)
Adjustment to Opening Fair Value of Plan Assets	-	-
Expense recognized in the statement of P & L A/C	(6.72)	(2.41)

Finance costs, depreciation and EPS

KASTURI METAL COMPOSITE LTD. (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 25 Finance Costs

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Interest expense:		
Bank Interest	69.64	75.82
Interest on Income Tax	1.29	-
Interest on MSME	0.70	-
Other borrowing costs:		
Bank Charges and Commission	8.70	1.71
Total	80.33	77.53

Note 26 Depreciation & Amortization

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Depreciation on Tangible Assets	102.65	163.84
Amortization of Intangible Assets	0.00	-
Total	102.65	163.84

Note 27 Other Expenses

(Rs. In Lakhs)

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Consumption of stores and spare parts;	71.03	49.99
Power & Fuel	188.45	187.75
Freight & Carriage	193.37	161.09
Repair and maintenance	15.30	15.02
Rent, Rates & Taxes	5.37	11.74
Professional Fees	7.59	13.73
Directors Sitting Fees	2.60	1.87
Administration and Office Expenses	7.82	3.63
Advertisement & Marketing Expenses	1.86	1.46
Amount written off	0.76	-
Loss by fire	4.67	-
Bad Debt	0.04	0.01
Payment to Auditors		
Audit Fees	4.00	3.75
Tax Audit Fees	0.50	0.50
Other Service	0.91	0.17
Commission and Brokerage	47.87	48.43
Insurance	3.64	1.94
Other expenses	24.53	21.08
Travelling & Conveyance	15.98	12.57
TOTAL	596.29	534.72

Note 28 Earning Per Share

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Net profit attributable to the equity share holders (Rs. in Lakhs)	396.07	165.52
Weighted Average No. of equity Shares	80,72,976	71,64,511
Basic Earning per share	4.91	2.31
Diluted Earning Per Share	4.91	2.31

Related-party disclosures

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd.)
 Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 29 Related Party Transaction
 In accordance with the requirements of Accounting Standard – 18 on Related Party Disclosures, the names of the related parties where control exists and with whom transactions have taken place during the year and description of relationships as identified and certified by the management are given below :

29 (a) Name and Relationship of Related Parties:

i) Key Management Personnel (KMP):

Mr. Samit S. Singhai	Chairman & Managing Director (Reappointed w.e.f. 20/12/2024) Whole Time
Mr. Akash S. Singhai	Director (Reappointed w.e.f. 20/12/2024)
Mr. Pravin Kesharwani	Chief Financial Officer (w.e.f. 27/09/2024)
Mr. Mayur Ashok Zamvar	Non-Executive Director
Ms. Shubhada Mukesh Zanwar	Non-Executive Director (w.e.f. 30/09/2024)
Mr. Mohit Manoharlal Ganeshani	Non-Executive Independent Director (w.e.f. 30/09/2024)
Mr. Ashish Madanmohan Mundhada	Non-Executive Independent Director (w.e.f. 30/09/2024)
Ms. Madhu Awasthi	Company Secretary and Compliance Officer (w.e.f. 01/02/2025)
Mr. Fahad Saeed Kothivale	Company Secretary and Compliance Officer (upto 31/01/2025)

ii) Entities in which KMP have interest:

Kasturi Petroleum

iii) Subsidiaries:

Dura floor Concrete Solutions LLP

iv) Relatives of KMP

Mr. Surendra Singhai
 Mrs. Lata Singhai
 Mrs. Pallavi Singhai
 Mrs. Alka Singhai
 Mr. Samit Singhai (HUF)
 Mr. Akash Singhai (HUF)
 Mr. Surendra Singhai (HUF)

Note: Related parties have been identified by the Management.

29 (b) The following transactions were carried out with the related parties in the ordinary course of business:

(Rs. In Lakhs)

Sr. No	RELATIONSHIP	Key Management Personnel & their relatives:		Enterprises over which parties listed in (i) & (iv) have significant influence and transactions are carried out during the year:		Subsidiaries	
		2025-26	2024-25	2025-26	2024-25	2025-26	2024-25
(A)	Transactions during the year:						
	Receiving of services/Goods-						
	Kasturi Petroleum	-	-	4.96	7.57	-	-
	Mr. Samit Singhai (Director Remuneration)	24.00	19.35	-	-	-	-
	Mr. Akash Singhai (Director Remuneration)	24.00	19.35	-	-	-	-
	Ms. Pallavi Singhai (Salary)	13.20	13.20	-	-	-	-
	Mrs. Alka Singhai (Salary)	13.20	13.20	-	-	-	-
	Mr. Pravin Kesharwani	3.02	4.38	-	-	-	-
	Dura floor Concrete Solutions LLP	-	-	-	-	20.54	-
	2 Sale of Goods						
	Dura floor Concrete Solutions LLP	-	-	-	-	0.18	38.28
3	Share of Profit						
	Dura floor Concrete Solutions LLP	-	-	-	-	291.53	122.11
4	Interest on capital						
	Dura floor Concrete Solutions LLP	-	-	-	-	54.58	42.13

Related-party balances - continued

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 Notes forming part of the standalone financial statements for the year ended 31st March 2026

5	Reimbursement of Expense						
	Mr. Akash Singhai	-	2.48	-	-	-	-
	Mr. Samit Singhai	8.33	1.91	-	-	-	-
6	Corporate Guarantee						-
	Bank Guarantee					51.73	
	Cash Credit					517.09	
(B)	Balances outstanding at the end of the year						
1	Receivables						
	Duraflor Concrete Solutions LLP	-	-	-	-	-	-
	Flatworx Consulting LLP			-			
2	Investments						
	Duraflor Concrete Solutions LLP [Fixed Capital]	-	-	-	-	9.80	9.80
	Duraflor Concrete Solutions LLP [Current Capital]	-	-	-	-	805.51	432.75
3	Payables						
	Kasturi Petroleum	0	-	0.89	4.98	-	-
	Mr. Samit Singhai	0.48	-	-	-	-	-
	Mr. Samit Singhai (Remuneration payable)	1.67	2.88	-	-	-	-
	Mr. Akash Singhai (Remuneration payable)	1.67	4.22	-	-	-	-
	Ms. Pallavi Singhai	0.95	3.17	-	-	-	-
	Mrs. Alka Singhai	0.95	3.27	-	-	-	-
	Duraflor Concrete Solutions LLP	-	-	-	-	-	-
	Mr. Pravin Kesharwani	0.04	0.31	-	-	-	-
4	Personal Guarantee by KMP&Relatives ofKMP (to the extent of Borrowing outstanding)	880.67	849.12	-	-	-	-
5	Corporate Guarantee						
	Bank Guarantee	-	-	-	-	51.73	-
	Cash Credit	-	-	-	-	517.09	-

Note:

- (i) This excludes gratuity and compensated absences which cannot be separately identified from the composite amount advised by the actuary.
- (ii) All transactions entered into with related parties were on an arm's length price basis and in the ordinary course of business.

KASTURI METAL COMPOSITE LTD.
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Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 30 Disclosure of Ratios

	Ratios	Nu mer ator Current Assets	Denominator Current Liabilities		March 31, 2026 2.85	March 31, 2025 2.23	% Variance 27.55%	Reasons (Where variance is more than 25 percent) Due to increasein current assets
(a)	Current Ratio			Times				
(b)	Debt Equity Ratio	Total Debt	Shareholder's Equity	Times	0.24	0.48	-50.47%	Due to new shares issued during the year
(c)	Debt Service Coverage Ratio	Earnings available for Debt Service	Debt Service	Times	3.26	2.30	41.67%	Due to increase in earnings during the year
(d)	Return on Equity Ratio	Net Profit after Tax	Shareholder's Equity	%	14.45%	10.91%	32.50%	Due to increase in earnings during the year
(e)	Inventory Turnover Ratio	COGS	Average Inventory	Times	3.81	4.41	-13.54%	Due to increase in average inventory.
(f)	Trade Receivables Turnover Ratio	Net Annual Credit Sales	Average trade receivables	Times	11.80	6.52	81.02%	Due to decrease in receivables.
(g)	Trade Payables Turnover Ratio	Net Annual Credit Purchases	Average Trade Payables	Times	10.18	9.27	9.84%	N.A.
(h)	Net capital Turnover Ratio	Net Sales	Average Working capital	Tim es	2.22	3.39	-34.55%	Due to increase in working capital
(i)	Net Profit Ratio	Net Profit	Sales	%	12.42%	5.33%	133.15%	Due to increase in earnings during the year
(j)	Return on Capital Employed	Earnings before interest and tax	Capital Employed	%	10.14%	9.21%	10.16%	N.A.
(k)	Return on Investment	Net Profit	Total Assets	%	NA	NA	-	N.A.

Contingencies and other disclosures

KASTURI METAL COMPOSITE LTD.
 (Formerly Known As Kasturi Metal Composite Pvt. Ltd)

Notes forming part of the standalone financial statements for the year ended 31st March 2026

Note 31 Other Disclosures
31.1 Contingent liabilities and Commitments (Rs. In Lakhs)

Sr. No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Claims not acknowledge as debts:		
	Demand under various section of TDS under the Income Tax Act, 1961	0.75	1.71
	Demand notice u/s 61(1) of the CGST/ MGST Act, 2017	4.60	25.06
	Penalty u/s 11(2) of Chapter IV of Foreign Trade (Development and Regulation) Act, 1992	17.03	17.03
2	Commitments:		
	Capital Commitments (Net of Advance)	122.97	960.31
3	Guarantees		
	Corporate Guarantee given to Subsidiary	568.81	-

31.2 C.I.F. Value of Imports (Rs. In Lakhs)

Sr. No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Purchase of Consumables	22.33	2.30
2	Purchase of Machinery	-	26.88

31.3 Expenditure in foreign Currency (Rs. In Lakhs)

Sr. No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Purchase of Consumables	19.78	2.11
	In USD (\$)	0.22	0.03
2	Purchase of Machinery		26.21
	In USD (\$)		0.30

31.4 Earnings in foreign Currency (Rs. In Lakhs)

Sr. No.	Particulars	As at 31st March, 2026	As at 31st March, 2025
1	Sale of Goods	280.77	94.33

31.5 Utilization of Funds received through Initial Public Offer (IPO)

The Proceed from the IPO was Rs.1,761.28 Lakhs. The object & Proposed Utilization of the same is summarised below:

Sr No.	Particulars	Amount as per Object in Prospectus	Utilization till 31st March 2026	(Rs. In Lakhs) Pending to be utilised
1	Capital expenditure purpose	1,329.07	741.71	587.36
2	General Corporate purpose	432.21	359.41	72.80
	TOTAL	1,761.28	1,101.12	660.16

31.6 Other Statutory Information
a) Details of Benami property held

No proceedings have been initiated on or are pending against the Company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

b) Registration of charges of satisfaction of charges with Company (ROC)

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

KASTURI METAL COMPOSITE LTD.
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Notes forming part of the standalone financial statements for the year ended 31st March 2026

c) Details of crypto currency or virtual currency

The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

d) Utilisation of borrowed funds or share premium

No funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entities ("Intermediaries") with the understanding, whether recorded in writing or otherwise, that the Intermediary shall lend or invest in party identified by or on behalf of the Company (Ultimate Beneficiaries). The Company has not received any fund from any party (Funding Party) with the understanding that the Company shall whether, directly or indirectly lend or invest in other persons or entities identified by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

e) Undisclosed Income

There is no income surrendered or disclosed as income during the current or previous year in the tax assessments under the Income Tax Act, 1961, that has not been recorded previously in the books of account.

f) Wilful Defaulter

The Company has not been declared wilful defaulter by any bank or financial institution or other lender.

g) Compliance with number of layers of Companies

The Company has complied with the number of layers prescribed under the Section 2(87) of the Companies Act, 2013 read with Companies (Restriction on number of layers) Rules, 2017.

h) Valuation of property, plant and equipments

The Company has not revalued its property, plant and equipment or intangible assets or both during the current or previous year.

i) Relationship with struck-off Companies

The Company has not entered into transaction with Struck-off companies.

j) Current and Non-current Assets

In the opinion of The Board of Directors of the Company, all items of Current and Non Current Assets continue to have amounts at which they are stated in the balance sheet.

31.7 Audit Trail

The company, has used accounting software for maintaining its books of account for the year ended March 31, 2026 which has a feature of recording audit trail (edit log) facility. However the same has not operated throughout the previous year for all transactions recorded in the software which is from April 1, 2024 to December 11, 2024 for the purpose of upgradation of Software. Further, from December 12, 2024 to 31st March 2025 where audit trail (edit log) facility was enabled. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention where such feature was enabled

31.8 Previous year figures have been regrouped or reclassified as necessary.

In terms of our report attached
 For NDAA & Associates LLP
 Chartered Accountants
 FRN:- 129486W/W100775

For and on behalf of the Board of Directors,
 of Kasturi Metal Composite Limited

Niraj D Adatia

Partner
 Membership No . 120844

Place : Amravati
 Date : 30th April, 2026

Samit Surendra Singhai Akash Surendra Singhai
 Managing Director and
 Chairman
 DIN:00907782 Whole Time Director
 DIN:01364889

Madhu Awasthi
 Company Secretary
 M.No. : A28386

Pravin R. Kesharwani
 Chief Financial Officer



KASTURI

METAL COMPOSITE LIMITED

Trust through transparency

ANNUAL REPORT

2025-2026

KASTURI METAL COMPOSITE LIMITED

THANK YOU
FOR YOUR TRUST
AND PARTNERSHIP.

We appreciate the continued support
of our stakeholders as we build a stronger, sustainable,
and resilient future together.

HERE'S TO A STRONGER TOMORROW.



ENGINEERING STRENGTH.
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