ANNUAL REPORT

CHD CHEMICALS LIMITED

2025-2026

Corporate Information

BOARD OF DIRECTORS

MS. SANTOSH RANI
Mr. ANKIT KOTHARI
Mr. PAWAN KUMAR JOSHI
Mr. SATYAVER SINGH DANGI
Mr. MAHTAB SINGH

AUDITORS

MR. ANIL GUPTA
CHARTERED ACCOUNTANTS

CHIEF FINANCIAL OFFICER:

SHRIKANT SHARMA

SECRETARIAL AUDITOR

M/s. NEERAJ JINDAL & ASSOCIATES

REGISTERED OFFICE

PLOT NO 45 INDUSTRIAL AREA PHASE 1 CHANDIGARH

PHONE: 0172-5070373
Website: www.chdchemicals.com
CIN No.: L46691CH2012PLC034188

CORPORATE OFFICE:

Plot No 331, Industrial Area
Phase II, Panchkula
Haryana

REGISTRARS & TRANSFER AGENT

CAMEO CORPORATE SERVICES LIMITED
SUBMARAMANIAN BUILDING, NO.1
CLUB HOUSE ROAD
TAMIL NADU, CHENNAI
PHONE: 044 -28460390
E-MAIL: CAMEO@CAMEOINDIA.COM

Book Closure: Date: 24th September , 2026 to 30th September , 2026(both days inclusive).

NOTICE

NOTICE is hereby given that the 12th Annual General Meeting of the Members of **CHD CHEMICALS LIMITED** will be held on **Wednesday 30th September, 2026 at 11.30 A.M.** through video conferencing ('VC') / other audio visual means ('OAVM') facility, to transact the following business:

ORDINARY BUSINESS

Item No 1: Adoption of the Audited Financial Statements as at 31st March, 2026

"RESOLVED THAT the Audited Financial Statements of the Company for the financial year ended 31st March, 2026, including the Audited Balance Sheet as at 31st March, 2026 and the Audited Statement of Profit and Loss for the year ended on that date, together with the Reports of the Board of Directors and the Auditors thereon, as presented to the Members, be and are hereby received, considered and adopted.".

Item No 2: Appointment of of Mr Ankit Kothari (din no : 06883692) as a Director liable to retire by rotation:

"RESOLVED THAT pursuant to the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") and the rules made thereunder, Mr. Ankit Kothari (DIN: 06883692), who retires by rotation at this Annual General Meeting and, being eligible, has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company, liable to retire by rotation."

"RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things and to execute all such documents, instruments and writings as may be necessary, proper, expedient or incidental for giving effect to this resolution."

Item No 3: To appoint Statutory Auditors from the conclusion of this Annual General Meeting until the conclusion of the Sixth consecutive Annual General Meeting and to fix their remuneration:

RESOLVED THAT pursuant to Sections 139, 142 of the Companies Act, 2013 ("Act") and other applicable provisions, if any, of the said Act and Companies (Audit and Auditors) Rules, 2014 made there under and other applicable rules, if any, under the said Act (including any statutory modification(s) or re-enactment thereof for the time being in force) M/s Gams & Associates LLP Chartered Accountants (Registration No N500094), be and is hereby appointed as the Statutory Auditors of the Company commencing from the conclusion of this Annual General Meeting till the conclusion of Sixth consecutive Annual General Meeting at a remuneration to be fixed by the Audit Committee and/or Board of Directors of the Company, in addition to the re-imbursement of applicable taxes and actual out of pocket and travelling expenses incurred in connection with the audit and billed progressively

SPECIAL BUSINESS

ITEM NO 4: INCREASE IN AUTHORIZED SHARE CAPITAL AND ALTERATION OF CAPITAL CLAUSE OF MEMORANDUM OF ASSOCIATION (MOA) OF THE COMPANY:

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

"RESOLVED THAT pursuant to the provisions of Sections 61, 64 and other applicable provisions, if any, of the Companies Act, 2013, read with the applicable rules made thereunder, including any statutory modification(s) or re-enactment(s) thereof for the time being in force and subject to the provisions of the Articles of Association of the Company, the Authorised Share Capital of the Company be and is hereby increased from ₹11,00,00,000/- (Rupees Eleven Crores only) divided into 1,10,00,000 (One Crore Ten Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each to ₹36,00,00,000/- (Rupees Thirty-Six Crores only) divided into 3,60,00,000 (Three Crore Sixty Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each, by creation of additional 2,50,00,000 (Two Crore Fifty Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each, ranking pari-passu in all respects with the existing Equity Shares of the Company.

RESOLVED FURTHER THAT the Memorandum of Association of the Company be and is hereby altered by substituting the existing Clause V thereof with the following Clause V:

"V. The Authorised Share Capital of the Company is ₹36,00,00,000/- (Rupees Thirty-Six Crores only) divided into 3,60,00,000 (Three Crore Sixty Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each."

RESOLVED FURTHER THAT the Board of Directors of the Company be and are hereby authorised to do all such acts, deeds, matters and things and to take all such steps as may be necessary, proper or expedient to give effect to this resolution, including making necessary filings with the Registrar of Companies and other statutory authorities and to settle any matter, question or difficulty that may arise in this regard.

Item No 5. : Alteration of the Object Clause of the Memorandum of Association of the Company

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

"RESOLVED THAT pursuant to the provisions of Sections 4, 13 and other applicable provisions, if any, of the Companies Act, 2013 (the "Act") read with applicable rules made thereunder, including any statutory modification(s) or re-enactment(s) thereto for the time being in force, and subject to the necessary approvals, consents, permissions and sanctions required, if any, by the Registrar of Companies, and / or any other appropriate authority and subject to such terms, conditions, amendments or modifications as may be required or advised by any such appropriate authority(ies), the consent of Members of the Company be and is hereby accorded to amend the Objects clauses of the Memorandum of Association ("MoA of the Company by **inserting the following new Sub-clause 3 after the existing Sub-clause 2 of Clause III(A)**

3. To carry on the business of cultivating, growing, producing, processing, manufacturing, grading, sorting, cleaning, packing, preserving, storing, buying, selling, importing, exporting, trading and otherwise dealing in all kinds of agricultural, agro-based, horticultural and allied products, including grains, cereals, pulses, rice, oilseeds, fruits, vegetables, spices, herbs and other farm produce; to carry on the business of processing, value addition, packaging, branding, marketing, distribution, wholesale and retail trading of agricultural and agro-based products and to establish, operate and manage warehouses, cold storages, processing units and other facilities required for the aforesaid activities; to manufacture, formulate, process, develop, buy, sell, import, export, distribute and otherwise deal in all kinds of agro chemicals and agricultural inputs, including pesticides, insecticides, fungicides, herbicides, weedicides, fertilizers, bio-fertilizers, bio-pesticides, plant nutrients, growth regulators, soil conditioners and allied products, subject to applicable laws and approvals; and to manufacture, process, formulate, emulsify, blend, mix, preserve, pack, buy, sell, import, export, distribute and otherwise deal in food products, food ingredients, food emulsifiers, stabilizers, thickeners, preservatives, additives and allied products for the food, beverage, dairy, bakery, confectionery and other related industries

RESOLVED FURTHER THAT the Board of Directors of the Company (hereinafter referred to as "the Board", which term shall deem to include any of its duly authorised Committees) and / or Company Secretary or any officer(s) so authorised by the Board, be and are hereby SEVERALLY authorised to do all acts, deeds, matters and things as may, in their absolute discretion, be deemed necessary, expedient, proper or desirable to give effect to the resolution including filings of statutory forms and to settle any matter, question, difficulties or doubts that may arise in this regard and accede to such modifications and any alterations to the aforesaid resolution as may be advised by the Registrar of Companies without requiring the Board to secure any further consent or approval of the Members of the Company; and that the Members of the Company are hereby deemed to have given

Mtheir approval thereto expressly by the authority of this resolution and acts and things done or caused to be done shall be conclusive evidence of the authority of the Company for the same."

Item no 6: appointment of Mrs Kamlesh(din DIN 11930556) as Non executive Direcctor

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

"RESOLVED THAT pursuant to the provisions of Sections 149, 152 and other applicable provisions, if any, of the Companies Act, 2013 ("Act") read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and other applicable rules made thereunder (including any statutory modification(s) or re-enactment thereof for the time being in force), Mrs. Kamlesh (DIN: 11930556), who was appointed as an Additional Director of the Company with effect from 8th September, 2026 and who is eligible for appointment as a Director of the Company and in respect of whom the Company has received a notice in writing under Section 160 of the Act proposing her candidature for the office of Director, be and is hereby appointed as a Non-Executive Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorised to do all such acts, deeds, matters and things and to execute all such documents, instruments and writings as may be necessary, proper, expedient or incidental for giving effect to this resolution.

By Order of the Board of Directors
For CHD CHEMICALS LIMITED.

SD/-
MEHTAB SINGH
Managing DIRECTOR
DIN:**10294514**

Place: Panchkula
Dated: 8th September, 2026

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

ITEM NO 4

The present Authorised Share Capital of the Company is ₹11,00,00,000/- (Rupees Eleven Crores only) divided into 1,10,00,000 (One Crore Ten Lakhs) Equity Shares of ₹10/- (Rupees Ten only) each.

With a view to augmenting the capital base of the Company and to meet its future requirements, it is proposed to increase the Authorised Share Capital of the Company from ₹11,00,00,000/- (Rupees Eleven Crores only) divided into 1,10,00,000 (One Crore Ten Lakhs) Equity Shares of ₹10/- each to ₹36,00,00,000/- (Rupees Thirty-Six Crores only) divided into 3,60,00,000 (Three Crore Sixty Lakhs) Equity Shares of ₹10/- each.

The proposed increase in Authorised Share Capital will be effected by creation of an additional 2,50,00,000 (Two Crore Fifty Lakhs) Equity Shares of ₹10/- each, aggregating to ₹25,00,00,000/- (Rupees Twenty-Five Crores only), ranking pari-passu in all respects with the existing Equity Shares of the Company.

Consequent upon the increase in Authorised Share Capital, Clause V of the Memorandum of Association of the Company relating to the Authorised Share Capital will also be required to be altered accordingly.

The proposed increase in Authorised Share Capital will provide the Company with adequate flexibility to meet its future capital requirements and enable the Company to issue further Equity Shares, as and when required, subject to applicable laws and approvals.

The Board of Directors recommends the resolution set out at Item No. 4 of the accompanying Notice for approval of the Members as an **Ordinary Resolution**.

None of the Directors, Key Managerial Personnel of the Company or their respective relatives is concerned or interested, financially or otherwise, in the proposed resolution, except to the extent of their respective shareholding, if any, in the Company.

The documents relating to the proposed alteration of the Memorandum of Association are available for inspection by the Members at the Registered Office of the Company during business hours on all working days up to the date of the Meeting.

The approval of the Members is therefore sought for the proposed increase in the Authorised Share Capital of the Company and consequential alteration of Clause V of the Memorandum of Association.

Item no 5.

Your Board has to consider from time to time proposals for diversification into areas which would be profitable for the Company as part of its diversification plans. For this purpose, the Objects Clause of the Memorandum of Association of the Company (“MOA”), which is presently restricted in scope, is proposed to be made more comprehensive to enable the Company to undertake additional activities relating to agriculture, agro-based products, agro chemicals, agricultural inputs, food products, food ingredients and food emulsification.

The proposed alteration in the Objects Clause of the MOA is intended to facilitate diversification and enable the Company to enlarge its area of operations, carry on its business more economically and efficiently and undertake activities which can be conveniently and advantageously combined with the existing business of the Company.

Accordingly, the **Main Object Clause of the MOA of the Company is proposed to be amended by inserting a new Sub-clause 3 after the existing Sub-clause 2 in Clause III(A)**, covering the proposed activities relating to agricultural and agro-based products, agro chemicals and agricultural inputs, as well as food products, food ingredients, food emulsifiers, stabilizers, thickeners, preservatives, additives and allied activities.

The Board at its meeting held on **8th September 2026** approved the proposed alteration of the MOA and the Board now seeks the approval of the Members for the same.

The draft copy of the Memorandum of Association of the Company incorporating the proposed alteration is available for inspection at the Registered Office of the Company on any working day during business hours up to the date of the AGM.

The proposed amendment shall be effective upon registration of the requisite resolution with the Registrar of Companies.

The proposed alteration of the Objects Clause requires the approval of the Members by way of a **Special Resolution pursuant to the provisions of Section 13 of the Companies Act, 2013**.

None of the Directors, Key Managerial Personnel of the Company or their respective relatives is concerned or interested, financially or otherwise, in the proposed resolution, except to the extent of their respective shareholding, if any, in the Company.

The Board of Directors recommends the **Resolution No. 5** as set out in the accompanying Notice for approval of the Members of the Company by way of a **Special Resolution**.

CHD CHEMICALS LIMITED

ITEM NO 6

The Board of Directors, based on the recommendation and considering the experience and expertise of Mrs. Kamlesh (DIN: 11930556), appointed her as an Additional Director of the Company with effect from 8th September, 2026, subject to approval of the members at the ensuing General Meeting.

Mrs. Kamlesh is eligible for appointment as a Director of the Company and has consented to act as a Director. The Company has also received the requisite declarations and disclosures from her as required under the applicable provisions of the Companies Act, 2013.

The Board is of the view that the appointment of Mrs. Kamlesh as a Non-Executive Director will be beneficial to the Company and accordingly recommends the resolution set out in the accompanying Notice for approval of the members.

Except Mrs. Kamlesh, none of the Directors, Key Managerial Personnel of the Company or their respective relatives is concerned or interested, financially or otherwise, in the proposed resolution.

The Board recommends the Ordinary Resolution for approval by the Members.

CHD CHEMICALS LIMITED

Annexure-A

Details of Directors seeking appointment/re-appointment at the 21st Annual General Meeting to be held on November 30, 2021 [Pursuant to Regulation 36(3) and 26(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

Name of Director	KAMLESH
DIN No	11930556
Age	31
Date of Birth	01-01-1995
Date of Appointment	08.09.2026
Term of Appointment	NA
Qualification	DIPLOMA
Brief Profile	Mrs. Kamlesh is proposed to be appointed as a Non-Executive Director of the Company. She does not have any prior experience as a director of a company. She will contribute to the Board through her perspective and support in the overall affairs and functioning of the Company.
Board Membership of other Listed Company	Nil
Disclosure of relationship between directors	Mrs Kamlesh is not related to any Director of the Company.
Chairmanship/membership of the Committee of other public limited company	NA
No of Equity Share held in co	NIL

NOTES

1. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 ("the Act") in respect of the special business is annexed hereto.
2. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM/EGM will thus be held through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.

3. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 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 Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the AGM will be provided by CDSL.

4. 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 EGM through VC/OAVM will be made available to at least 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 EGM without restriction on account of first come first served basis.

5. The attendance of the Members attending the AGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

6. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the EGM through VC/OAVM and cast their votes through e-voting.

7. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM has been uploaded on the website of the Company at www.chdchemicals.com. The Notice can also be accessed from the website of the Stock Exchanges i.e. www.bseindia.com. The EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the EGM) i.e. www.evotingindia.com.

8. he e-AGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

9. The SEBI has mandated submission of Permanent Account Number ("PAN") by every participant in securities market. Accordingly, Members holding shares in electronic form are requested to submit their PAN to their respective Depository Participants. Members holding shares in physical form can submit their PAN to the Company/ Registrar and Share Transfer Agent.

10. As per Regulation 40 of the SEBI Listing Regulations, as amended from time to time,

securities of listed companies can be transferred only in dematerialized form with effect from April 1, 2019, except in case of request received for transmission or transposition of securities. In view of this and to eliminate all risks associated with physical shares, Members holding shares in physical form are requested to consider converting their holdings to dematerialized form. Members can contact the Company/Registrar and Share Transfer Agent, for any assistance in this regard.

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

12. Members, who would like to express their views/have questions are requested to send registrations along with the questions in advance mentioning their name, demat account number/folio number, email id, mobile number at cs@ccichd.com from latest by, 10 days prior to meeting. Those Members who have registered themselves as a speaker will only be allowed to express their views/ask questions during the Meeting. The Company reserves the right to restrict the number of questions/speakers depending on the availability of time for the Meeting.

13. All the documents referred to in the accompanying notice and explanatory statement are open for inspection at the company's at the registered office on all working days of the company, between 11.00 a.m. to 1.00 p.m. up to the date of the AGM.

14. Route map giving directions to the venue is not annexed to this notice as meeting will be held through VC/OAVM.

Instructions for attending the AGM through VC/OAVM:

CDSL e-Voting System – For e-voting and Joining Virtual meetings.

1. As you are aware, in view of the situation arising due to COVID-19 global pandemic, the general meetings of the companies shall be conducted as per the guidelines issued by the Ministry of Corporate Affairs (MCA) vide Circular No. 14/2020 dated April 8, 2020, Circular No.17/2020 dated April 13, 2020 and Circular No. 20/2020 dated May 05, 2020. The forthcoming AGM/EGM will thus be held through through video conferencing (VC) or other audio visual means (OAVM). Hence, Members can attend and participate in the ensuing AGM/EGM through VC/OAVM.

2. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) and Regulation 44 of SEBI (Listing Obligations & Disclosure Requirements) Regulations 2015 (as amended), and MCA Circulars dated April 08, 2020, April 13, 2020 and May 05, 2020 the Company is providing facility of remote e-voting to its Members in respect of the business to be transacted at the AGM/EGM. For this purpose, the Company has entered into an agreement with Central Depository Services (India) Limited (CDSL) for facilitating voting through electronic means, as the authorized e-Voting's agency. The

facility of casting votes by a member using remote e-voting as well as the e-voting system on the date of the EGM/AGM will be provided by CDSL.

3. The Members can join the EGM/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 EGM/AGM through VC/OAVM will be made available to atleast 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 EGM/AGM without restriction on account of first come first served basis.

4. The attendance of the Members attending the AGM/EGM through VC/OAVM will be counted for the purpose of ascertaining the quorum under Section 103 of the Companies Act, 2013.

5. Pursuant to MCA Circular No. 14/2020 dated April 08, 2020, , the facility to appoint proxy to attend and cast vote for the members is not available for this AGM/EGM. However, in pursuance of Section 112 and Section 113 of the Companies Act, 2013, representatives of the members such as the President of India or the Governor of a State or body corporate can attend the AGM/EGM through VC/OAVM and cast their votes through e-voting.

6. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated April 13, 2020, the Notice calling the AGM/EGM has been uploaded on the website of the Company at www.chdchemicals.com. The Notice can also be accessed from the websites of the Stock Exchanges i.e.BSE. The AGM/EGM Notice is also disseminated on the website of CDSL (agency for providing the Remote e-Voting facility and e-voting system during the AGM/EGM) i.e. www.evotingindia.com.

7. The AGM/EGM has been convened through VC/OAVM in compliance with applicable provisions of the Companies Act, 2013 read with MCA Circular No. 14/2020 dated April 8, 2020 and MCA Circular No. 17/2020 dated April 13, 2020 and MCA Circular No. 20/2020 dated May 05, 2020.

8. In continuation to this Ministry's **General Circular No. 20/2020** dated 05.05.2020, General Circular No. 02/2022 dated 05.05.2022 and General Circular No. 10/2022 dated 28.12.2022 and after due examination, it has been decided to allow companies whose AGMs are due in the Year 2023 or 2024 or 2025, to conduct their AGMs through VC or OAVM on or before 30th September, 2024 in accordance with the requirements laid down in Para 3 and Para 4 of the General Circular No. 20/2020 dated 05.05.2020.

THE INTRUCTIONS OF SHAREHOLDERS FOR E-VOTING AND JOINING VIRTUAL MEETINGS ARE AS UNDER:

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(i) The voting period begins on 27th September, 2026, 9:00 A.M and ends on29th September, 2026, 5:00 P.M. During this period shareholders' of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date 23rd September, 2026 may cast their vote electronically. The e-voting module shall be disabled by CDSL 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.

Step 1 : Access through Depositories CDSL/NSDL e-Voting system in case of individual shareholders holding shares in demat mode.

(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.

Pursuant to abovesaid SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	**Login Method**
Individual Shareholders holding securities in Demat mode with **CDSL Depository**	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 users to login to Easi / Easiest are requested to visit cdsl website www.cdslindia.com and click on login icon & My Easi New (Token) Tab. 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 the e-Voting service provider for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. Additionally, there is also links provided to access the system of all e-Voting Service Providers, 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 cdsl website www.cdslindia.com and click on login & My Easi New (Token) Tab and then click on registration option. 4) Alternatively, the user can directly access e-Voting page by providing Demat Account Number and PAN No. from a e-Voting link available on www.cdslindia.com home page. The system will authenticate the user by sending OTP on registered Mobile & Email as recorded in the Demat Account. After successful authentication, user will be 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.

Individual Shareholders holding securities in demat mode with **NSDL Depository**	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 and you will be re-directed to e-Voting service provider 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 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 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. Click on **company name or e-Voting service provider name** and you will be re-directed to **e-Voting service provider 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 (DP)**	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 21 09911
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.co.in or call at : 022 - 4886 7000 and 022 - 2499 7000

Step 2 : Access through CDSL e-Voting system in case of shareholders holding shares in physical mode and non-individual shareholders in demat mode.

(v) Login method for e-Voting and joining virtual meetings for **Physical shareholders and shareholders other than individual holding in Demat form.**

1) The shareholders should log on to the e-voting website www.evotingindia.com.

2) Click on "Shareholders" module.

3) Now enter your User ID

   a. For CDSL: 16 digits beneficiary ID,
   b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
   c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.

4) Next enter the Image Verification as displayed and Click on Login.

5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.

6) If you are a first-time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat.
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.
Dividend Bank	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login.

Details **OR** Date of Birth (DOB)	• If both the details are not recorded with the depository or company, please enter the member id / folio number in the Dividend Bank details field.

(vi) After entering these details appropriately, click on “SUBMIT” tab.

(vii) Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be also used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.

(viii) For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.

(ix) Click on the EVSN for the relevant <Company Name> on which you choose to vote.

(x) On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.

(xi) Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.

(xii) After selecting the resolution, you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.

(xiii) Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.

(xiv) You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.

(xv) If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.

(xvi) There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.

(xvii) **Additional Facility for Non – Individual Shareholders and Custodians –For Remote Voting only.**

- Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the "Corporates" module.
- A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com.
- After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.
- The list of accounts linked in the login will be mapped automatically & can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required mandatory to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address viz; cs@ccichd.com, if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

INSTRUCTIONS FOR SHAREHOLDERS ATTENDING THE AGM/EGM THROUGH VC/OAVM & E-VOTING DURING MEETING ARE AS UNDER:

1. The procedure for attending meeting & e-Voting on the day of the AGM/ EGM is same as the instructions mentioned above for e-voting.

2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for e-voting.

3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM/EGM.

4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.

5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.

6. 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.

7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance atleast **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number

at (company email id). The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance **10 days prior to meeting** mentioning their name, demat account number/folio number, email id, mobile number at cs@ccichd.com . These queries will be replied to by the company suitably by email.

8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.

9. Only those shareholders, who are present in the AGM/EGM 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 available during the EGM/AGM.

10. If any Votes are cast by the shareholders through the e-voting available during the EGM/AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders may be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

PROCESS FOR THOSE SHAREHOLDERS WHOSE EMAIL/MOBILE NO. ARE NOT REGISTERED WITH THE COMPANY/DEPOSITORIES.

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to **Company/RTA email id**.

2. For Demat shareholders -, Please update your email id & mobile no. with your respective **Depository Participant (DP)**

3. **For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.**

If you have any queries or issues regarding attending AGM & e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL,) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 21 09911.

17.The results declared along with the Scrutinizer's Report shall be placed on the Company's website www.chdhcemicals.com and on website of CDSL e-Voting www.evotingindia.com within two days of the passing of the Resolutions at the Annual General Meeting of the Company and will also be communicated to BSE Limited, where the shares of the Company are listed.

For CHD CHEMICALS LIMITED.
By Order of the Board of Directors

SD/-
MEHTAB SINGH
MANAGING DIRECTOR
DIN:**10294514**

Place: Panchkula
Dated: 8th September, 2026

DIRECTORS' REPORT

Dear Members,

Your Directors take great pleasure in presenting Annual Report of **CHD CHEMICALS LIMITED** the "Company" on business and operations of the Company along with the audited financial statements of accounts for the financial year ended 31st March 2026.

1. FINANCIAL SUMMARY

The Company's financial performance, for the year ended March 31, 2026 is summarized below:

The Board's Report shall be prepared based on the stand alone financial statements of the company.

Amount in Lacs.

particulars	2025-26	2024-25
Total Income	525.34	688.45
Total Expenditure	587.56	729.89
Earnings before Finance Cost, Depreciation & Amortization and Tax	2.32	23.44
Less: Finance Cost	20.31	24.69
Less: Depreciation & Amortization	9.02	18.85
Profit before tax	-27.01	-20.10
Provision for Tax/ (Deferred tax)	4.35	-0.47
Comprehensive Income	-31.36	-19.64

2. RESULTS OF OPERATIONS AND THE STATE OF COMPANY'S AFFAIRS

- The company is engaged in the business of trading of chemicals and dyes.
- The Total revenue for the Current year is Rs. 525.34 lacs in comparison to Last year's revenue I.e. Rs. 688.45 lacs
- The profit in the Current year is Rs.(31.36) lacs in comparison to Rs.(19.64) lacs last year's.

During the year under review, there has been no change in the nature of the business of the Company. Further, there were no significant and material order passed by the regulators or courts or tribunals impacting the going concern status and Company's operations in future.

3. MATERIAL CHANGES AND COMMITMENTS

No material changes have occurred between Balance Sheet date and the date on which the financial statement are approved by the Board of Directors.

5. TRANSFER TO GENERAL RESERVES IN TERMS OF SECTION 134(3) (J) OF THE COMPANIES ACT, 2013

No amount has been transferred to the general reserve during the year under review.

6. SHARE CAPITAL

During the Financial Year 2025-26,

Company increased its Share Capital on following occasions:

(i) Authorized Share Capital

No Change in the Authorized capital of the company during the year under review.

(ii) Paid up Share Capital:

No change in the paid up share capital of the company during the year

(iii) ISSUE OF SHARES WITH DIFFERENTIAL RIGHTS

The Company has not issued any shares with differential rights during the year under review. Hence the provisions of Section 43 of the Companies Act, 2013 are not applicable.

(iv) ISSUE OF SWEAT EQUITY SHARE

The Company has not issued any sweat equity shares during the year under review. Hence the provisions of Section 54 of the Companies Act, 2013 are not applicable.

7. DEPOSITS

DETAILS RELATING TO DEPOSITS COVERED UNDER CHAPTER V OF THE ACT

A	Accepted during the year	:	
B	Remained unpaid or unclaimed as at the end of the year	:	

C	whether there has been any default in repayment of deposits or payment of interest thereon during the year and if so (default), number of such cases and the total amount involved	:	NIL
	i. at the beginning of the year	:	
	ii. maximum during the year	:	
	iii. at the end of the year	:	

DETAILS OF DEPOSITS WHICH ARE NOT IN COMPLIANCE WITH THE REQUIREMENTS OF CHAPTER V OF THE ACT

During the Financial Year under review, the Company has not accepted any deposit under Section 73 to 76 of the Companies Act, 2013 read with Companies (Acceptance of Deposits) Rule, 2014 as amended from time to time which are not in compliance with the requirements of Chapter V of the Act.

8. DIRECTORS AND KEY MANAGERIAL PERSONNEL

Directors

Mr. Satyaveer Singh Dangi (Din: 09205556 appointed as an I Director in the capacity of Independent Director of the Company by the Board of Directors effective from 5th September, 2025 and Mr Pawan Kumar Joshi (Din: 08809385) was appointed as an Director in the capacity of Independent Director of the Company by the Board of Directors effective from 8th September, 2025

Mr Vijender Singh (din 07339155) has been resigned from the directorship with effect from 4th September, 2025 and Mrs Santosh Rani(09155303) designation changed from Independent Director to Non Executive Non Independent Director with effect from 5th September, 2025.

KEY MANAGERIAL PERSONNEL

No change in Key Manaerial Personnel

BOARD COMMITTEES

Details of Board committees and term of reference is provided in the **"Annexure V"** corporate Governance report of the company.

9. BOARD MEETINGS

The details of the Number of Meetings of the Board held during the financial year 2025-26 form part of the Corporate Governance.
There were 8meetings held during the year

10. DECLARATION BY INDEPENDENT DIRECTORS

Mr Pawan Kumar Joshi and Mr Satyaveer Singh Dangi Independent Directors of the Company have given their respective declaration as required under Section 149(7) of the Companies Act, 2013 to the effect that they meet the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and that they abide by the provisions specified in Schedule IV to the Companies Act, 2013. The Board has, taken on record the declarations received from Mr Pawan Kumar Joshi and Mr Satyaveer Singh Dangi.

11. DIRECTORS' RESPONSIBILITY STATEMENT

Your Directors state that:

a) in the preparation of the annual accounts for the year ended March 31, 2026 the applicable accounting standards read with requirements set out under Schedule III to the Act, have been followed and there are no material departures from the same;

b) The Directors have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company 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 sAct 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 are operating effectively; and

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.

12. CORPORATE SOCIAL RESPONSIBILITY

The Company has not developed and implemented any Corporate Social Responsibility initiatives as the provisions of Section 135 of the Companies Act, 2013 are not applicable.

13. CONTRACTS AND ARRANGEMENTS WITH RELATED PARTIES

All contracts / arrangements / transactions entered by the Company during the financial year with related parties were in the ordinary course of business and on an arm's length basis, therefore, the provisions of Section 188 of the Companies Act, 2013 were not attracted.

Further, there are no materially significant related party transactions during the year under review made by the Company with Promoters, Directors, or other designated persons which may have a potential conflict with the interest of the Company at large.

Your Directors draw attention of the members to in the Accounting Policies to the Financial Statement which sets out related party disclosures as prescribed under Accounting Standard 18.

Information on transactions with related parties pursuant to Section 134(3)(h) of the Act read with rule 8(2) of the Companies (Accounts) Rules,2014 are given in **"Annexure - 1"** Form AOC-2 and the same forms part of this report.

14. COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES

In accordance with Section 178 of the Companies Act, 2013 the Nomination and Remuneration Committee has formulated Remuneration Policy ("the policy"). The objective of the policy is to ensure that Executive Directors and other employees are sufficiently compensated for their performance. The Policy seeks to provide criteria for determining qualifications, positive attributes and independence of a director.

15. STATUTORY AUDITORS

At the 10th AGM held on 30th September, 2022 the members approved appointment of M/s D S P & Associates (Firm Registration No. 006791N) as Statutory Auditors of the Company to hold office for a period of five years from the conclusion of that AGM till the conclusion of the 6th consecutive AGM.

Further Board recommend the appointment of M/s GAMS & Associateds LLP was appointed as statutory auditor of the company with effect from 6th February, 2026 and appointment was approved in Extra Ordinary general meeting held on 4th may, 2026

M/s GAMS & Associateds LLP Chartered Accountants (Firm Registration Number: FRN N500094) have given their consent for the proposed appointment as Statutory Auditors of the Company from the conclusion of the ensuing Annual General Meeting of the members of the Company. They have further confirmed that the said appointment, if made, would be within the prescribed limits under Section 141(3)(g) of the Companies act, 2013 and that they are not disqualified for appointment.

16. EXPLANATION OR COMMENTS ON QUALIFICATIONS, RESERVATIONS OR ADVERSE REMARKS OR DISCLAIMERS MADE BY THE AUDITORS AND THE PRACTICING COMPANY SECRETARY IN THEIR REPORTS

There was opinion in the auditor report that the Company prepared its financial statements using the Accounting Standards prescribed under the Companies (Accounting Standards) Rules, 2006 instead of the applicable Ind AS framework.

The management shall take necessary steps to ensure compliance with the applicable accounting framework in the preparation of the financial statements of the Company.

Secretarial Auditor in his Secretarial made the some qualification

There were instances where company if delay in filing some forms were are taking precautions in filing the forms in due time.

Mr pawan kumar joshi is registered on database and preparing for exam.

There were certain instance where disclosure required under Sebi (LODR), Regulations (2015) by the company was made by after due date, A monetary penalty of INR 2360/- was imposed, which was paid by the company

Unsecured loan are from directors and inter corporate loans.

17. PARTICULARS OF LOANS GIVEN, INVESTMENTS MADE, GUARANTEES GIVEN AND SECURITIES PROVIDED

Company has not granted any loans and made investments, or given guarantees or provided securities to other bodies corporate under the provisions of Section 186 the Companies Act, 2013.

18. EXTRACT OF ANNUAL RETURN

P Pursuant to Section 134(3)(a) and Section 92(3) of the Act read with Companies (Management and Administration) Rules, 2014, the draft Annual Return of the Company in Form MGT-7 for FY 2025-26 has been placed on the Company's website and can be accessed at the company website www.chdchemicals.com

19. TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF) during the financial year 2025-26.

20. STATEMENT INDICATING DEVELOPMENT AND IMPLEMENTATION OF RISK MANAGEMENT

The Company does not have any Risk Management Policy as the elements of risk threatening the Company's existence are very minimal.

21. DETAILS IN RESPECT OF ADEQUACY OF INTERNAL FINANCIAL CONTROLS WITH REFERENCE TO THE FINANCIAL STATEMENTS PURSUANT TO RULE 8 (5) (viii) OF COMPANIES (ACCOUNTS) RULES, 2014

The Company has a formal system of internal control testing which examines both the design effectiveness and operational effectiveness to ensure reliability of financial and operational information and all statutory / regulatory compliances. The Company has a strong monitoring and reporting process resulting in financial discipline and accountability.

22. PARTICULARS OF EMPLOYEES AND RELATED DISCLOSURES

The information required pursuant to Section 197(12) read with Rule, 5 (1) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 are provided in the "**Annexure-IV"** of the Annual Report.

The Company has not appointed any employee(s) in receipt of remuneration exceeding the limits specified under Rule 5 (2) of Companies (Appointment & Remuneration of Managerial Personnel) Rules, 2014.

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

The Company has duly set up an Internal Complaints Committee (ICC) in line with the requirements of The Sexual Harassment of Women at the Workplace (Prevention, Prohibition & Redressal) Act, 2013, to redress complaints received regarding sexual harassment. The following is a summary of sexual harassment complaints received and disposed off during the year 2025-26.

No of complaints received : Nil
No of complaints disposed off: Nil

24. CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS AND OUTGO

The information pertaining to conservation of energy, technology absorption, 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 furnished in **Annexure "III"**

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

There are no significant material orders passed by the Regulators / Courts / Tribunal which would impact the going concern status of the Company and its future operations.

Hence, disclosure pursuant to Rule 8 (5) (vii) of Companies (Accounts) Rules, 2014 is not required.

26. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM FOR DIRECTORS AND EMPLOYEES

The Company has established a vigil mechanism, through a Whistle Blower Policy, where Directors and employees can voice their genuine concerns or grievances about any unethical or unacceptable business practice. A whistle-blowing mechanism not only helps the Company in detection of fraud, but is also used as a corporate governance tool leading to prevention and deterrence of misconduct. It provides direct access to the employees of the Company to approach the CFO of the company or the Chairman of the Audit Committee, where necessary. The Company ensures that genuine Whistle Blowers are accorded complete protection from any kind of unfair treatment or victimization.

27. SECRETARIAL AUDIT REPORT

The Company has appointed Neeraj Jindal & Associates, a firm of Company Secretaries in Practice, to undertake the Secretarial Audit of the Company pursuant to the provisions of Section 204 of the Companies Act 2013 and The Companies (Appointment and Remuneration of Managerial Personnel) Rules 2014. The Report of the Secretarial Auditor is annexed to the Board's Report as Annexure 'A'.

28. BOARD EVALUATION

Pursuant to applicable provisions of the Companies Act, 2013 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board had adopted a formal mechanism for evaluating its own performance and as well as that of its Committees and individual Directors, including the Chairperson of the Board.

29. MANAGEMENT DISCUSSION AND ANALYSIS REPORT

Management Discussion and Analysis Report for the year under review, as stipulated under Regulation 34(2(e) of the SEBI (LORD) 2015, is presented in **Annexure VI** and the same is for the part of this report.

30. BUSINESS RESPONSIBILITY REPORT (BRR)

The Board of Directors of the Company hereby confirms that, according to the provisions of Regulation 34(2)(f) of the Securities Exchange Board of India (Listing Obligation and Disclosure Requirement) Regulation 2015, the give report on Business Responsibility Report (BRR) is not mandatorily applicable to our company, hence not annexed with Annual Report.

31. DISCLOSURE IN RESPECT OF SCHEME FORMULATED UNDER SECTION 67(3) OF THE COMPANIES ACT, 2013

Since the Company has not formulated any scheme in terms of Section 67(3) of the Companies Act, 2013, therefore no disclosures are required to be made.

32. DETAILS OF SUBSIDIARY/JOINT VENTURES/ASSOCIATE COMPANIES:

There has been no subsidiary/Associate/Joint Venture incorporated/ceased of your company during the financial year 2025-26

33. DISCLOSURES PURSUANT TO SECTION 197(14) OF THE COMPANIES ACT, 2013:

No disclosure under section 197(14) of the Companies Act, 2013 is required. Company has no Holding or Subsidiary company as on 31st March, 2026

34. Dividend

No dividend has been declared by the company during the financial year 2025-26

34. SHARES IN SUSPENSE ACCOUNT

There are no shares lying in suspense account

35. REPORTING OF FRAUDS

There was no instance of fraud during the year under reivew, which required the Statutory Auditors to report to the Audit Committee and / or Board under Section 143(12) of Act and Rules framed there under.

36. STATEMENT OF DEVIATION OR VARIATION

Pursuant to Regulation 32(1) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, there is no deviation or variation in the use of proceeds

37. OTHER DISCLOSURES

a.There was no revision of financial statements and Board's Report of the Company during the year under review

b. There has been no change in the nature of business of the Company as on the date of this report

c. No application has been made under the Insolvency and Bankruptcy Code; hence the requirement to disclose the details of application made or any proceeding pending under the Insolvency and Bankruptcy Code, 2016 (31 of 2016) during the year along with their status as at the end of the financial year is not applicable.

d. The requirement to disclose the details of the difference between the amount of valuation done at the time of onetime settlement and the valuation done while taking a loan from the Banks or Financial Institutions along with the reasons thereof, is not applicable.

e. CODE FOR PREVENTION OF INSIDER TRADING

The Board has adopted a code to regulate, monitor and report trading by insiders in securities of the Company. The code inter alia requires pre-clearance for dealing in the securities of the Company and prohibits the purchase or sale of securities of the company while in possession of unpublished price sensitive information in relation to the Company and during the period when the trading window is closed.

38.ENVIRONMENT, HEALTH AND SAFETY

The Company is conscious of the importance of environmentally clean and safe operations. The Company's policy requires the conduct of operations in such a manner to ensure the safety of all concerned, compliance with environmental regulations and preservation of natural resources.

39. COMPLIANCE WITH SECRETARIAL STANDARDS

During the year under review, the Company has complied with the applicable Secretarial Standards issued by the Institute of Company Secretaries of India.

40. REPORTING OF FRAUDS

There was no instance of fraud during the year under review, which required the Statutory Auditors to report to the Audit Committee and/or Board under Section 143(12) of the Act and Rules framed thereunder.

41. CAUTIONARY STATEMENT

Statements in this Directors' Report and Management Discussion and Analysis Report describing the Company's objectives, projections, estimates, expectations or predictions may be "forward-looking statements" within the meaning of applicable securities laws and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make difference to the Company's operations include raw material availability and its prices, cyclical demand and pricing in the Company's principal markets, changes in Government regulations, Tax regimes, economic developments within India and the countries in which the Company conducts business and other ancillary factors.

42 ACKNOWLEDGEMENT

The Board of Directors acknowledges with gratitude the co-operation and assistance provided to your company by its bankers, financial institutions, government and other agencies. Your Directors thank the customers, vendors and other business associates for their continued support in the company's growth.

***For* and on behalf of Board of Directors**

SD/-	**SD/-**
Mehtab Singh	**Ankit kOthari**
Director(MD)	**Director**
DIN – 10294514	**DIN -06883692**

Place: Panchkula
Dated: 8th September, 2026

SECRETARIAL AUDIT REPORT
For the financial year ended March 31, 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 Members,
CHD CHEMICAL LIMITED,
(CIN: L46691CH2012PLC034188)
PLOT NO 45 FIRST FLOOR,
INDUSTRIAL AREA PHASE 1,
Chandigarh – 160002.

Dear Sir(s) / Madam(s),

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good Corporate Governance practice by "**CHD CHEMICAL LIMITED**" (hereinafter called "the Company"). 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 Company's Books, Papers, Minutes Books, Forms and Returns filed with regulatory authorities 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 financial year ended 31st March, 2026, complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place, to the extent and subject to the reporting made hereinafter:

We further report that maintenance of proper and updated Books, Papers, Minutes Books, filing of Forms and Returns with applicable regulatory authorities and maintaining other records is responsibility of management including Key Managerial Personnel's (KMP) and of the Company. Our responsibility is to verify the content of the documents produced before us, make objective evaluation of the content in respect of compliance and report thereon.

We have examined on test basis, the books, papers, minute books, forms and returns filed and other records maintained by the Company and produced before us for the financial year ended 31st March, 2026, according to the provisions of:

(i) The Companies Act, 2013 and the rules made there under;

(ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made there under;

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed there under (to the extent applicable to the Company);

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made there under restricted to Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings, to the extent the same was applicable to the Company;

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011. (To the extent applicable);

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

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; (Not applicable to the company);

(d) The Securities and Exchange Board of India (Employee Stock Option Scheme and Employee Stock Purchase Scheme) Guidelines, 2021 (Not applicable to the company);

(e) The Securities and Exchange Board of India (Issue and Listing of Debt Securities) Regulations, 2021 (Not applicable to the company);

(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 to the company); and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (Not applicable to the company);

(i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;

(vi) As we have been given to understand that considering activities, there is no specific regulator subject to whose approval company can carry on / continue business operation. We have also in-principally verified systems and mechanism which is in place and followed by the Company to ensure Compliance of other applicable Laws (in addition to the above mentioned Laws (i to v) as applicable to the Company) and we have also relied on the representation made by the Company and its Officers in respect of systems and mechanism formed / followed by the Company for compliances of other applicable Acts, Laws and Regulations and found the satisfactory operation of the same.

The compliance by the Company of applicable financial laws, like direct and indirect tax laws, has not been reviewed in this audit since the same have been subject to review by the statutory auditor(s) and other designated professionals.

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

(i) Secretarial Standards issued by The Institute of Company Secretaries of India as applicable on date.
(ii) (ii) The Listing Agreements entered into by the Company with Bombay Stock Exchange (BSE).

Except to our observations made hereunder.

Based on the above said information provided by the Company, we report that during the financial year under report, the Company has substantially complied with the provisions of the above-mentioned Act/s including the applicable provisions of the Companies Act, 2013 and Rules, Regulations, Guidelines, Standards etc. mentioned above subject to the following **observation(s):**

The company had not filed Form Aoc -4 XBRL for F.Y. Ended 31.03.2025 with Roc by the end of financial year 31.03.2026.

The Independent Director on the board of the company are either not registered in the independent Director database or have not cleared exams for being eligible in due period. So their eligibility to continue is compromised.

There were certain instance wherein the Company has delayed in filing the returns / disclosures with Registrar of Companies and the Company has paid additional fees for the same.

There were certain instance (for the quarter ended 30.06.2025), where disclosure required under Sebi (LODR), Regulations (2015) by the company was made after due date, the regulation(s) is/are: Reg 31 (LODR), 2015, A monetary penalty of INR 2360/- was imposed, which was paid by the company.

The Statutory Auditors of the company had resigned w.e.f. 30.01.2026 and New Auditors were appointed by board in their meeting held on 06.02.2026 which was further approved by the members in their EOGM held on 04.05.2026.

The unsecured loans on 31.03.2026, as explained by the management are from Directors and their relatives or intercorporate loans.

We further report that:

Subject to our qualification/ observation in this regard, the Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors.

We also report that adequate notice was given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance (or shorter notice compliance was made) and a reasonable system exists for Board Members for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

Majority decision is carried through and proper system is in place which facilitates / ensure to capture and record, the dissenting member's views, if any, as part of the minutes.

Based on the representation made by the Company and its Officers explaining us in respect of internal systems and mechanism established by the Company which ensures compliances of other Acts, Laws and Regulations applicable to the Company, we 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 year under report, the Company has not undertaken any major event / action having a material bearing on the Company's statutory compliance and affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards, etc. referred to above.

Note:

1. We have relied on the financial statements as approved by the Board of Directors and submitted to the Statutory Auditors and we have also relied on the report of Statutory Auditors.

2. This Report is to be read along with attached Letter provided as "Annexure - A"

For Neeraj Jindal & Associates
Company Secretaries

Sd/-
CS. Neeraj Jindal
M.No. F8270
CP. No. 9056
(Peer Review Certificate No. 2258/2022)
UDIN: F008270H001394481

Date: 07.09.2026
Place: Mohali.

'ANNEXURE A'

To
The Members,
The CHD CHEMICAL LIMITED.
PLOT NO 45, FIRST FLOOR INDUSTRIAL AREA,
PHASE I, CHANDIGARH – 160001.

Sub: Our Report of even date is to be read along with this letter.

Dear Sir / Madam,

1. Maintenance of secretarial record is the responsibility of the management of the company. Our responsibility is to express an opinion on these secretarial records based on our audit.
2. We have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis (by verifying records as was made available to us) to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices, we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the company and we rely on Auditors Independent Assessment on the same.
4. Where ever required, we have obtained the Management representation about the compliance of laws, rules and regulations and happening of events etc.
5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of process followed by Company to ensure adequate Compliance.
6. The Secretarial Audit report is neither an assurance as to the future viability of the company nor of the efficacy or effectiveness with which the management has conducted the affairs of the company.

For Neeraj Jindal & Associates
Company Secretaries

Sd/-

Date: 07.09.2026 ***CS. Neeraj Jindal***
Place: Mohali. ***M.No. F8270***
CP. No. 9056
UDIN: F008270H001394481

CHD CHEMICALS LIMITED

Annexure – I

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 arms length transaction under third proviso thereto.

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

SL. No.	Particulars	Details
a)	Name (s) of the related party & nature of relationship	NOT REQUIRED AS THERE ARE NO TRANSACTIONS FALLING UNDER THIS SECTION
b)	Nature of contracts/arrangements/transaction	
c)	Duration of the contracts/arrangements/transaction	
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	
e)	Justification for entering into such contracts or arrangements or transactions'	
f)	Date of approval by the Board	
g)	Amount paid as advances, if any	
h)	Date on which the special resolution was passed in General meeting as required under first proviso to section 188	

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

SL. No.	Part iculars	Details
a)	Name (s) of the related party & nature of relationship	**Muskaan Bhadu (wife of Director)**
b)	Nature of contracts/arrangements/transaction	**Remuneration**
c)	Duration of the contracts/arrangements/transaction	**Agreement for 5years**
d)	Salient terms of the contracts or arrangements or transaction including the value, if any	**Agreement for 5years**
e)	Date of approval by the Board	**30-12-2023**
f)	Amount paid as advances, if any	**Na**

FOR CHD CHEMICALS LIMITED

SD/- **SD/-**

Mehtab Singh
Director
DIN – 10294514

Ankit kOthari
Director
DIN -06883692

CHD CHEMICALS LIMITED

Annexure "III" to Directors' Report for the year ended 31st March, 2026

Particulars required under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8 of the Companies (Accounts) Rules, 2014

[A] CONSERVATION OF ENERGY:

(a) Energy Conservation Measures Taken:

Energy utilisation is primarily for domestic use and assembly activities which is optimised and further steps are being taken by management to emphsise on conservation of energy with all employees.

(b) Additional investments and proposals, if any, being implemented for reduction of consumption of energy: **NIL**

(c) Impact of the measures at (a) & (b) above for reduction of energy consumption & consequent impact on the cost of production of goods: **NIL**

(d) Steps taken by company to use alternate source of energy, if any:**NIL**

(e) Capital investment on energy conservation equipments: **NIL**

(f) Power and Fuel Consumption: **N.A**

	Current Year	**Previous Year**
Electricity:		
Purchased		
Unit (million)		
Total Amount (Rs.million)		
Rate/Unit		
Furnace Oil:		
Purchased		
Unit (million)		
Qty (Kilo Ltrs)		
Total Amount (Rs. Millions)		
Rate/Unit		

[B] TECHNOLOGY ABSORPTION: (N.A)

[C] RESEARCH & DEVELOPMENT: (N.A)

a. Specific areas in which R & D was carried out by the Company: **(N.A)**
b. Benefits derived as a result of the above R & D: **(N.A)**

Expenditure on R&D: **(N.A)**	**Current Year (Rs. Lakhs)**	**Previous Year (Rs.Lakhs)**
a) Capital		
b) Recurring		
c) Total		
d) Total as % of Turnover Rate/Unit		

(D) FOREIGN EXCHANGE EARNINGS AND OUTGO: NIL

Details of earnings in foreign exchange: nil

Particulars	Current Year 01.04.25-31.03.26	Previous Year 01.04.24-31.03.25
Export of Goods calculated on FOB Basis		
Interest and dividend		
Royalty		
Know-how	**NIL**	**NIL**
Professional and Consultancy fees		
Other Income		
Total earning in foreign exchange		

Details of expenditure in foreign exchange: nil

Particulars	Current Year 01.04.25-31.03.26	Previous Year 01.04.24-31.03.25
Import of Capital Goods calculated on CIF Basis:		
(i) raw material		
(ii) component and spare parts		
(iii) capital goods – Software Purchase		
Expenditure on account of:	**NIL**	**NIL**
Royalty		
Know-how		
Professional and Consultancy fees		
Interest		
Other matters		
Dividend paid		
Total expenditure in foreign exchange		

"ANNEXURE-IV"
DETAILS PERTAINING TO EMPLOYEES AS REQUIRED UNDER SECTION 197(12) OF THE COMPANIES ACT 2013

STATEMENT OF PARTICULARS OF EMPLOYEES PURSUANT TO PROVISIONS OF SECTION 197(12) OF THE COMPANIES ACT 2013 READ WITH COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

(1) Ratio of the remuneration of each director to the median remuneration of all the employees of the Company for the financial year;

S.No	Name of Directors	Remuneration	% Increase in Remuneration	Ratio of remuneration of each Director/ to Median remuneration of employees
1	Ankit Kothari(Director)	NIL	NIL	NIL
2	Santosh rani (Director)	NIL	NIL	NIL
3	Mehtab Singh (Managing Director)	NIL	NIL	NIL
4	Satyaveer Singh Dangi (Independent Director)	NIL	NIL	NIL
5	Pawan kumar Joshi (Independent Director)	NIL	NIL	NIL

(2) The median remuneration of employees of the Company during the financial year was Rs. 324000/-

(3) The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year:

S.No	Name of Directors	Designation	Remuneration	% Increase in Remuneration
1.	Shrikant Sharma	CFO	540000	No change
2.	Kartik Bhatik	Company Secretary	264000	No change

(4) The number of permanent employees on the rolls of company as on 31st March, 2026 was 4.

(5)Relationship between average increase in remuneration and company performance:

There was **no increase in the remuneration of the employees during the financial year 2025–26 as compared to the previous financial year.** Accordingly, there is no change in remuneration to compare with the performance of the Company. During the year, the Company reported a loss of ₹31.36 lakhs as against a loss of ₹19.64 lakhs in the previous year.

(6) The percentage increase in median remuneration of employees in the financial year:

Median remuneration of employees during the financial year2025-2026 is 3,24,000 as compared to 3,24,000 last year resulting in decrease in the no of employees of the company.
The payment of managerial remuneration was as per the remuneration approved by the shareholders of the Company and within the limit specified under the Companies Act 2013.

(7) Variations in the market capitalization of the Company:

(a) The market capitalization as on March 31, 2026 was Rs. 481.19 Lacs .

(b) P/E Ratio has not been calculated as at March 31, 2026, as the Company reported a loss and consequently the EPS was negative.

Closing date of Financial Year	Issued Capital (shares)	Closing Market Price Per Shares	EPS	PE Ratio	Mrket Capitalization (Rs Lacs)
31.03.2025	10109080	5.75	-0.19	30.26	581.27
31.03.2026	10109080	4.76	-0.31	-	481.19
Increase/ Decrease	0	-0.99	-0.12	-	-100.08
% Increase/ Decrease	0	-17.22%	-63.16%	-	-17.22%

Note: **P/E Ratio has not been calculated for the year ended March 31, 2026, as the Company has reported a loss and consequently the Earnings Per Share (EPS) is negative.**

(8) Comparison of Remuneration of the Key Managerial Personnel(s) against the performance of the Company:

T The remuneration of the Key Managerial Personnel remained unchanged during the financial year 2025–26 as compared to the previous financial year 2024–25. During the year under review, the Company recorded a decrease in total income and reported a loss of ₹31.36 lakhs as against a loss of ₹19.64 lakhs in the previous year. The KMP remuneration remained constant despite the change in the financial performance of the Company.

(9) Comparison of average percentile increase in the salaries of employees other than the managerial personnel and managerial personnel:

There was no change in salary of he emplyees during the year under review .

(10)Comparison of each remuneration of key Managerial Personnel against the performance of the company:

.no	Name of KMP	Remuneration	Comparison of the Remuneration of the KMP against the performance of the Company
1	Shrikant Sharma	540000	The remuneration of the Key Managerial Personnel remained unchanged during the financial year 2025–26 as compared to the previous financial year 2024–25. During the year under review, the Company recorded a decrease in total income and reported a loss of ₹31.36 lakhs as against a loss of ₹19.64 lakhs in the previous year. The KMP remuneration remained constant despite the change in the financial performance of the Company.
2.	Kartik Bhatia	264000	

(11) The key parameters for the variable component of remuneration availed by the directors :

There is no variable component of remuneration availed by the directors of the company. Directors of the company received fixed remuneration during the year under review.

(12) Ratio of Remuneration of the highest paid director to that of employees who are not director but receive remuneration in excess of the highest paid director during the year: None

13) Remuneration is as per the remuneration policy of the company.

ANNEXURE V
CORPORATE GOVERNANCE

Our company stands committed to good corporate governance practices based on the principle such as accountability, transparency in dealings with our stakeholders, emphasis on communication and transparent reporting.
The corporate governance framework is based on an effective independent Board, separation of the Board's supervisory role from the executive management team and constitution of the Board Committees, as required under Law.
Our corporate governance philosophy is based on the following principles:

- Satisfy the spirit of the law and not just the letter of the law. Corporate governance standards should go beyond the law.
- Be transparent and maintain a high degree of disclosure levels. When in doubt, disclose.
- Make a clear distinction between personal conveniences and corporate resources.
- Communicate externally, in a truthful manner, about how the Company is run internally.
- Have a simple and transparent corporate structure driven solely by business needs.
- The Management is the trustee of the shareholders' capital and not the owner.

The Company believes that corporate governance is about creating organizations that succeed in the marketplace with the right approach and values. This will enhance the value for all its stakeholders.

(1) BOARD OF DIRECTORS

COMPOSITION OF THE BOARD

A) The Board of Directors of the Company (Board) has optimum combination of Executive and Non Executive Directors

The following is the Composition of the Board as at 31st March, 2026:

Category	Name of the Directors	Designation	No of Shares held
Promoter/director	Mehtab Singh	Director	NIL
	Ankit Kothari	Director	NIL
	Santosh Rani	Director	NIL
Independent Director	Satyaveer Singh Dangi	Director	NIL
	Pawan kumar Joshi	Director	NIL

(b) NO. OF BOARD MEETING HELD AND DATES

1	29-05-2025
2	25-07-2025
3	31-07-2025
4	12-08-2025
5	05-09-2025
6	08-09-2025
7	13-11-2025
8	06-02-2026

The details of directors and their attendance record at the Board Meeting held during the Year under review are as follows:

S.No	Name of Directors	Category	Attendance Of Board Meetings	Attended last AGM	No. Of Other Directorship / Committees Membership/ Chairmanship		
					O.D	C.M	C.C
1.	Mehtab Singh	EXECUTIVE DIRECTOR	8	Yes	-	1	-
2.	Ankit Kothari	NON EXECUTIVE DIRECTOR	8	Yes	-	-	-
3.	Santosh rani	NON EXECUTIVE DIRECTOR	8	Yes	NA	2	-
4.	Pawan Kumar Joshi	NON EXECUTIVE INDEPENDENT DIRECTOR	3	Yes	NA	3	1
5	Satyaveer Singh Dangi	NON EXECUTIVE INDEPENDENT DIRECTOR	4	Yes	NA	3	3

(O.D.) Directorship in other Company
(C.M.) Committee Membership
(C.C.) Committee Chairmanship

(2) COMMITTEES OF THE BOARD

The Board of Directors has constituted 3 Committees of the Board viz.

- Audit Committee
- Nomination & Remuneration Committee
- Stakeholder Relationship Committee

AUDIT COMMITTEE

The Audit Committee of the Company comprises of 3 directors out of which one is Executive Director and two are Non Executive Independent Director.

Composition: Meetings and attendance during the year.

S.NO	Name of Directors	Designation	Number of Meetings During The year	
			Held	Attended
1	MR. Satyaveer singh Dangi	CHAIRMAN	4	4
3	Mr. Mehtab Singh	MEMBER	6	6
4	Mr Pawan Kumar Joshi	Member	4	4

The dates on which the mee1tings were held are as follows:

1	**29-05-2025**
2	**12-08-2025**
3	**08-09-2025**
4	**13-11-2025**
5	**06-02-2026**
6	**14-02-2026**

ROLE OF AUDIT COMMITTEE

The terms of reference of the Audit Committee are given below:

1. To investigate any activity within its terms of reference.
2. To seek information from any employee.
3. To obtain outside legal or other professional advice.
4. To secure attendance of outsiders with relevant expertise, if it considers necessary.
5. Oversight of the company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible.
6. Recommending to the Board, the appointment, re-appointment and, if required, the replacement or removal of the statutory auditor and the fixation of audit fees.
7. Approval of payment to statutory auditors for any other services rendered by the statutory auditors.
8. Reviewing, with the management, the annual financial statements before submission to the board for approval, with particular reference to:

    a. Matters required to be included in the Director's Responsibility Statement to be included in the Board's report in terms of clause (c) of sub section (3) of section 134 of the Companies Act, 2013.

    b. Changes, if any, in accounting policies and practices and reasons for the same

    c. Major accounting entries involving estimates based on the exercise of judgment by management

d. Significant adjustments made in the financial statements arising out of audit findings

e. Compliance with listing and other legal requirements relating to financial statements

f. Disclosure of any related party transactions

g. Qualifications in the draft audit report.

9. Reviewing, with the management, the quarterly financial statements before submission to the board for approval

10. Reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice and the report submitted by the monitoring agency monitoring the utilization of proceeds of a public or rights issue, and making appropriate recommendations to the Board to take up steps in this matter.

11. Reviewing, with the management, performance of statutory and internal auditors, and adequacy of the internal control systems.

12. Review and monitor the auditor's independence and performance, and effectiveness of audit process

13. Reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit.

14. Discussion with internal auditors any significant findings and follow up there on.

15. Reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the board.

16. Discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern.

17. To look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors.

18. To review the functioning of the Whistle Blower mechanism, in case the same is existing.

19. Approval of appointment of CFO (i.e., the whole-time Finance Director or any other person heading the finance function or discharging that function) after assessing the qualifications, experience & background, etc. of the candidate.

20. Carrying out any other function as is mentioned in the terms of reference of the Audit Committee.

21. Mandatorily reviews the following information:

    a. Management discussion and analysis of financial condition and results of operations;

    b. Statement of significant related party transactions (as defined by the audit committee), submitted by management;

    c. Management letters / letters of internal control weaknesses issued by the statutory auditors;

    d. Internal audit reports relating to internal control weaknesses; and

    e. The appointment, removal and terms of remuneration of the Chief internal auditor shall be subject to review by the Audit Committee

22. Review the Financial Statements of its subsidiary company, if any.
23. Review the composition of the Board of Directors of its Subsidiary Company, if any.
24. Review the Vigil mechanism (whistle blowing) policy.
25. Examination of the financial statement and the auditors' report thereon;
26. Approval or any subsequent modification of transactions of the company with related parties;
27. Scrutiny of inter-corporate loans and investments;
28. Valuation of undertakings or assets of the company, wherever it is necessary;
29. Evaluation of internal financial controls and risk management systems;
30. Monitoring the end use of funds raised through public offers and related matters.
31. Review the use/application of funds raised through an issue (public issues, right issues, preferential issues etc) on a quarterly basis as a part of the quarterly declaration of financial results. Further, review on annual basis statements prepared by the Company for funds utilized for purposes other than those stated in the offer document.

    In addition, to carry out such other functions/powers as may be delegated by the Board to the Committee from time to time.

STAKEHOLDERS RELATIONSHIP COMMITTEE

During the year ended on 31st March, 2026, the composition of Stakeholders relationship Committee / Investors Grievance committee has been as under:

S.NO	Name of Directors	Designation	Number of Meetings During The year	
			Held	Attended
1	MR. Satyaveer Singh dangi	CHAIRMAN	3	3
2	MR. Pawan kumar Joshi	MEMBER	3	3
5	Santosh rani	MEMBER	5	5

During the year under review Stakeholders relationship Committee / Investors Grievance committee meeting was held one time during the year. The necessary quorum was preset in the meeting. The dates of meetings are as follow:

1	**29-05-2025**
2	**12-08-2025**
3	**08-09-2025**
4	**13-11-2025**
5	**14-02-2026**

ROLE OF STAKEHOLDER RELATIONSHIP COMMITTEE

The Stakeholder Relationship Committee of our Board look into:

- The redressal of investors complaints viz. non-receipt of annual report, dividend payments etc.
- Matters related to share transfer, issue of duplicate share certificate, dematerializations.
- Also delegates powers to the executives of our Company to process transfers etc.

NAME AND DESIGNATION OF COMPLIANCE OFFICER:

The Board has appointed MR Karthik Bhatia, being Company Secretary, as Compliance Officer of the Company pursuant to Listing Regulations.

NO. OF SHAREHOLDERS COMPLAINTS RECEIVED AND NOT RESOLVED TO THE SATISFACTION OF THE SHAREHOLDERS:

The total number of complaints received and resolved to the satisfaction of Shareholders during the year under review were as under :

No. of complaints outstanding as on 31-03-2025 - Nil

No. of complaints received during the year under review - Nil

No. of complaints disposed off during the year under review - Nil

No. of complaints outstanding as on 31-03-2026 - Nil

The Company interacts with Cameo Corporate Services Limited, Registrar & Transfer Agent and takes effective steps/actions for resolving queries/complaints of the shareholders.

NOMINATION AND REMUNERATION COMMITTEE

The committee currently comprises of three (3) Directors. Mr. Satyaveer Singh Dangi is the Chairman of the Nomination and Remuneration Committee.

During the year under review Stakeholders relationship Committee / Investors Grievance committee meeting was held four times during the year. The necessary quorum was preset in the meeting. The dates of meetings are as follow:

1	**29-05-2025**
2	**12-08-2025**
3	**08-09-2025**
4	**13-11-2025**
5	**14-02-2026**

S.NO	Name of Directors	Designation	Number of Meetings During The year	
			Held	Attended
1	MR. Satyaveer Singh dangi	CHAIRMAN	3	3
2	MR. Pawan kumar Joshi	MEMBER	3	3
5	Santosh rani	MEMBER	5	5

The terms of reference of the nomination and remuneration committee are as follows:

- The remuneration committee recommends to the board the compensation terms of the executive directors.
- The committee to carry out evolution of every director's performance and recommend to the board his/her appointment and removal based on the performance.
- The committee to identify persons who may be appointed in senior management in accordance with the criteria laid down.
- Framing and implementing on behalf of the Board and on behalf of the shareholders, a credible and transparent policy on remuneration of executive directors including ESOP, Pension Rights and any compensation payment.
- Considering approving and recommending to the Board the changes in designation and increase in salary of the executive directors.
- Ensuring the remuneration policy is good enough to attract, retain and motivate directors.
- Bringing about objectivity in deeming the remuneration package while striking a balance between the interest of the Company and the shareholders.

(3) INDEPENDENT DIRECTOR MEETINGS

(a) Performance evaluation criteria for independent directors.

a. Evaluation of the performance of the Non – Independent Directors and Board of Directors as a whole;
b. Evaluation of the performance of the Chairperson of the Company, taking into account the views of the Executive and Non –Executive Directors;
c. Evaluation of the quality, content and timeline of flow of information between the management and the board that is necessary for the board to effectively and reasonably perform its duties.

(b) Composition

1) Mr. Pawan Kumar Joshi
2) Mr. Satyaveer Singh Dangi

(4) GENERAL BODY MEETINGS

(a) Details of Annual General Meetings (AGMs)

YEAR	VENUE	DATE	TIME
2018	Hotel Solitaire, Chandigarh	29th September, 2018	11.30 A.M
2019	Hotel Solitaire, Chandigarh	30th September, 2019	11.30 A.M
2020	Registered Office	30th December, 2020	11.30 A.M
2021	Video Conferencing	30th September, 2021	12.00 P.M
2022	Video Conferencing	30th September, 2022	11.30 A.M
2023	Video Conferencing	30th September, 2023	11.30 A.M
2024	Video Conferencing	30th September, 2024	11.30A.M
2025	Video Conferencing	30th September, 2025	11.30A.M

(b) Details of Special Resolutions passed in previous Annual General Meetings:

DATE OF AGM	NUMBER OF SPECIAL RESOLUTION PASSED	DETAILS OF SPECIAL RESOLUTION PASSED
30TH SEPTEMBER, 2015	Two	Conversion of the company to Public company Alteration of the Articles of Association of the company pursuant to conversion into public company
30TH SEPTEMBER, 2016	One	Appointment of Ms Divya Kothari as Managing Director
30TH SEPTEMBER, 2023	One	Appointment of Mrs. Santosh Rani (DIN 09155303) as a Non-Executive, Independent Director of the Company:

(5) GENERAL INFORMATION TO SHARE HOLDERS

i. ANNUAL GENERAL MEETING:

Remote E-voting for Annual General Meeting

To allow the shareholders to vote on the resolutions proposed at the AGM, the Company has arranged remote e-voting facility. The Company has engaged CDSL to provide e-voting facility to all the members. Members whose name will appear on the register of members as on Wednesday 30th day of September, 2026 shall be eligible to participate in the e-voting.

Date	Time	Venue
30th September, 2026	11.30 A.M	**Video conferencing**

ii. FINANCIAL CALANDER

Financial Year	April 1, 2025 to March 31, 2026
Book Closure	The Register of Members of the Company shall remain closed from the, Thrusday, 24th September, 2026 to Wednesday, 30th September, 2026(both days inclusive).

iii DEMATERIALIZATION OF SHARES AND LIQUIDITY:

As on March 31, 2026 99.24% of the Company's shares were held in dematerialized form and the remaining 0.76 % in physical form. The break up is listed below:

Category	No Of Shares Held	Shareholding(%)
PHYSICAL	**76870**	**0.76%**
ELECTRONIC IN NSDL	**3177445**	**31.43%**
ELECTRONIC IN CDSL	**6854765**	**67.8%**
	10109080	**100%**

iv DISTRIBUTION OF SHAREHOLDINGS

SHARE OR DEBENTURE HOLDINGS				
Shares	**Number**	**% of total**	**Shares**	**% of total**
1-500	6189	75.06%	775942	7.67%
501-1000	915	11.09%	771723	7.63%
1001-2000	514	6.23%	785252	7.76%
2001-3000	197	2.38%	509352	5.03%
3001-4000	103	1.24%	366831	3.62%
4001-5000	100	1.21%	476949	4.71%
5001-10000	123	1.49%	905045	8.95%
10001-100000	98	1.18%	2322466	22.97%
100001-10109080	6	0.07%	3195520	31.61%
Total	8574	100%	10109080	100

v CATEGORIES OF SHAREHOLDING:

Categories	No of shares held	Percentage of shareholding
PROMOTER	**1728511**	**17.09%**
BODY CORPORATE	**1166075**	**11.53%**
RESIDENT	**6848608**	**67.74%**
NRI	**60534**	**0.59%**
Bank	**20131**	**0.19%**
HUF	**285221**	**2.82**
TOTAL	**10109080**	**100%**

Vi STOCK CODE AND ROC CODE

BSE CODE: 539800

ISIN No.: INE043U01010
The Company is registered in the Union Territory of Chandigarh, India

Having Corporate Identity Number (CIN) is: L46691CH2012PLC034188

VII DISCLOSURES

1. **Related Party Transaction**
   The company has no material significant transaction with its related parties which may have potential conflict with the interest of the Company at large. The details of the transaction with the company and related parties are given for information under notes to the Accounts
2. Statutory compliances, penalties and structures:
   The company has complied with the statutory compliances as required under the SEBI(LODR), regulation, 2015 for .there was no penalty by the Stock Exchange or Securities Exchange Board of India, any other statutory authority on any matter related to the capital market during the last year.
3. Whistle blower Policy
   Pursuant to section 177(9) and (10) of Companies Act, 2013 and Regulation 22 SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has formulated Whistle Blower Policy/Vigil Mechanism for Directors and Employees to report to the management about the unethical behavior, fraud or violation of Company's code of conduct. The mechanism provides for adequate safeguards against victimization of employees and Directors who use such mechanism and makes provision for direct access to the Chairperson of the Audit Committee in exceptional cases. None of the personnel of the Company has been denied access to the Audit Committee. The policy is available at company website www.chdchemicals.com

4. Disclosure of Accounting Treatment In the preparation of the Financial Statement
 The Company has followed the Indian Accounting Standards referred to in section 133 of the Companies Act, 2013. The Significant Accounting Policies which are consistently applied are set out in the Notes to the Financial Statements.

5. Non-mandatory requirements
 Adoption of Non-mandatory requirements of Listing Regulations is being reviewed by the Board from time-to-time.

6. Risk Management:
 Business risk evaluation and management is ongoing process within the Company. The Assessment is periodically examined by the Board.

7. Disclosure in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The details of number of complaints filed and disposed of during the year and pending as on March 31, 2026 is given in the Director's Report.

8. Where the board had not accepted any recommendation of any committee of the board, which is mandatorily required, in the relevant financial year.: - Not Applicable

9. **The Disclosures of the compliance with Corporate Governance requirements specified in Regulation 17 to 27 and Regulation 46(2) of Listing Regulations**

 The Company has complied with all the mandatory corporate governance requirements under the Listing Regulations. The Company confirms compliance with corporate governance requirements specified in Regulation 17 to 27 and sub regulation (2) of Regulation 46 of the Listing Regulations.

viii LISTING ON STOCK EXCHANGE

With effect from Thursday, 27th August, 2019, the equity shares of CHD CHEMICAS LIMITED which were already listed under BSE SME Platform migrated & admitted to dealings on the Main board Platform of BSE

ix REGISTRAR AND SHARE TRANSFER AGENT

CAMEO CORPORATE SERVICES LIMITED
SUBRAMANIAN BUILDING, NO.1
CLUB HOUSE ROAD
TAMIL NADU, CHENNAI
PHONE: 044 -28460390
E-MAIL: cameo@cameoindia.com

x REGISTRED OFFICE

PLOT NO45 INDUSTRIAL AREA PHASE I

CHANDIGARH

Website: www.chdchemicals.com
CIN No.: L46691CH2012PLC034188

XI CORPORATE ADDRESS

PLOT NO 331, INDUSTRIAL AREA

PHASE II, PANCHKULA-134113

XII MEANS OF COMMUNICATION

The Company's half yearly and yearly financial results were taken on record and approved by the Board of Directors after reviewed by Audit Committee and submitted to the Stock Exchange in terms of the requirements of Listing Regulations. These were uploaded on the web-site of the Company.

In pursuance of Regulation 33 (3) read with Schedule V of Listing Regulations, the Company is maintaining its website www.chdchemicals.com contains basic information about the company e.g. details of its business, financial information, shareholding pattern, etc. The company also agrees to ensure that the contents of the said website are updated at any given point of time.

The Company's Annual Report is also available in down loadable form. The Company has total 8502 Shareholders as on 31st March, 2026. The main channel of communication to the shareholders is through its web-site as mentioned above and Annual Report, which includes inter alia, the Director's Report, Management Discussions & Analysis and Report on Corporate Governance and Audited Financial Results. The Annual Report is also posted on the web-site of the Company viz. www.chdchemicals.com.

xi. MARKET PRICE DATA

The data on price of equity shares of the Company are as under: High, Low during each month in last financial year

Month	High Price	Low Price	No.of Shares
Apr-25	6.9	5.11	142155
May-25	6.72	5.7	196951
Jun-25	6.29	5.52	63521
Jul-25	6.19	5.25	162041
Aug-25	6.06	5.18	41070
Sep-25	6.38	4.81	98658
Oct-25	6.45	5.07	137674
Nov-25	6.24	5.2	77457
Dec-25	5.75	5	131224
Jan-26	6.37	4.81	72345
Feb-26	5.65	4.8	150507
Mar-26	5.77	4.11	202841

XII. INSIDER TRADING

The Company has formulated Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders including therein Code of Conduct for fair disclosures of price sensitive information of the Company, in terms of provisions of SEBI (Prohibition of Insider Trading) Regulation, 1992/2015.

The same has also been uploaded on the web-site of the Company viz. www.chdchemicals.com. The policy lays down guidelines and procedure to be followed and disclosures to be made while dealing with the Shares of the Company.

During the year under review, the Company has revised the following policies under Insider Trading Regulations :-
1. Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information (UPSI),
2. Code of Internal Procedures and Conduct for Regulating, Monitoring and Reporting of Trading by Insiders

DECLARATION REGARDING CODE OF CONDUCT

This is to certify that the Company had laid down code of conduct for all the board members and senior management personnel of the Company. Further certified that the members of the board of directors and senior management personnel have affirmed the compliance with the code applicable to them during the year ended 31st March 2025

By Order of the Board of Directors
For CHD CHEMICALS LIMITED.

SD/-

Place: PANCHKULA
Dated: 8th September, 2026.

MEHTAB SINGH
DIRECTOR

ANNEXURE VI

MANAGEMENT DISCUSSION & ANALYSIS

Industry Overview

OVERVIEW OF CHEMICAL INDUSTRY IN INDIA

The Indian chemical industry is one of the oldest industries in India and has made immense contribution to the industrial and agricultural development of India. It encompasses both large and small-scale units. The fiscal incentives granted to the small-scale units in the mid-1980s provided the thrust to the growth of MSMEs in the sector. The chemical industry serves the needs of sectors such as textiles, leather, plastics, paper, printing inks and food stuffs, among others.

The sector covers over 70,000 commercial products, and provides the feedstock to many downstream industries such as finished drugs, dyestuffs, paper, synthetic rubber, plastics, polyester, paints, pesticides, fertilizers and detergents. Over the years, the industry has been evolving with a shift towards product innovation, brand building and environmental friendliness. Besides, customer focus is gaining significance in the industry.

Leading Position Globally

Chemical industry in India is the third largest producer in Asia and sixth largest in the world.

The Indian chemical industry is expected to surge to USD 226 billion by 2020, up by nearly 35 percent from USD 147 billion in 2015.

Indian chemical industry is expected to double its share in global chemical industry to 5-6% by 2021 registering growth of 8-9% in the next decade.

High GDP Share

The chemical industry in India is a key constituent of Indian economy, accounting for about 2.11 per cent of the GDP

Global Dye Supplier

India accounts for approximately 11 per cent of the world production of dyestuff and dye intermediates, particularly for reactive acid and direct dyes

CHARACTERSTICS OF THE INDIAN CHEMICAL INDUSTRY

- The industry has changed over time to meet the dynamic needs of an emerging economy
- Strong economic growth and rise in per-capita income has meant a steady increase in demand for chemicals
- Expected to clock a growth of 14 per cent over the next decade
- The industry has left behind a low-growth and regulated environment to emerge more mature
- There is strong government support towards R&D; this would benefit the sector

Business Overview

Our Company was originally incorporated at Chandigarh as "CHD Chemicals Private Limited" on 5th November, 2012 under the provisions of the Companies Act, 1956.

Our Company was converted in to a Public Limited Company and consequently the name was changed to "CHD Chemicals Limited" vide fresh certificate of incorporation dated 12th November, 2015 issued by the Registrar of Companies, Punjab and Chandigarh.

Our company is engaged in the business of trading and distribution of high quality chemicals and dyes for textiles industry, leather, and paper industries. We also deal in Construction Chemicals.

We are a chemicals and dyes trading and distribution company with a diverse product portfolio. We are in the trading business since our inception.

We are a professionally managed and growing organization which aims at strengthening and establishing itself as the foremost trader of chemicals and dyes for textile and auxiliary. We also aim at achieving greater and long-term growth.

We are engaged in the business of trading in high quality chemicals & dyes for Textile Industry.

The main suppliers of the Company are Huntsman International (India) Pvt. Ltd. and Fine Organic Industries, Mumbai.

Huntsman International (India) Pvt. Ltd being a United States base company.

SWOT

Strengths

- Diversified product portfolio
- Strong managerial capability
- Cordial relations with Customers
- Adaptability of company in the fast changing environment
- Sound structured facilities
- Reputed suppliers
- Efficient supply chain management

Weaknesses

- Higher taxes
- Dependence on suppliers for products availability
- Working capital intensive due to payment delays from customers

Opportunities

- Large Potential.
- Increasing interest of foreign players in India
- Increasing demand

Threats

- Competition from other developing countries especially from China
- Rising prices of materials
- Formation of cartels
- Government & regulatory norms
- Fluctuations in the material prices

Outlook

The long term objective of the Company is to remain strong player in the market with strong emphasis on product and market development. Your Company is also continuously improving its operational efficiency, and cost control which alone can improve the bottom line in future in highly competitive environment. Further, your Company is hopeful to get advantage of this overall boom likely to happen for the Indian markets and will do all out efforts to secure the bigger share of the increasing market in future.

Internal Control Systems and Their Adequacy

The Company has proper and adequate systems of internal controls. Regular internal audits and checks are carried out to ensure that the responsibilities are executed effectively and that adequate systems are in place.

Human Resources

The number of employees in the Company as on the 31st March, 2026 was 4. The Company enjoys cordial and harmonious industrial relations. Training programs and various initiatives are being taken to create an environment to enhance individual and team performance.

FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

The turnover of the Company during the year is Rs 525.34 lacs/- as against Rs. 688.45 /- in the previous year.

The profit from operations before depreciation and tax is Rs 2.32 LACS as against Rs 23.44 Lacs /- in the previous year. The net profit after depreciation, taxation is Rs. -31.36 lacs as against Rs. -19.64 /- in the previous year.

particulars	2025-26	2024-25
Total Income	525.34	688.45
Total Expenditure	587.56	729.89
Earnings before Finance Cost, Depreciation & Amortization and Tax	2.32	23.44
Less: Finance Cost	20.31	24.69
Less: Depreciation & Amortization	9.02	18.85
Profit before tax	-27.01	-20.10
Provision for Tax/ (Deferred tax)	4.35	-0.47
Comprehensive Income	-31.36	-19.64

NEERAJ JINDAL & ASSOCIATES.

COMPANY SECRETARIES *(A Peer Reviewed Firm)*
1970, FIRST FLOOR, TDI CITY
SAPPHIRE FLOORS, SECTOR 110,
MOHALI - 140307.
Mobilr: +91 9855030581.
E-Mail: neerajjindalcs@gmail.com

CERTIFICATE REGARDING COMPLIANCE OF CONDITIONS OF CORPORATE GOVERNANCE

[Pursuant to paragraph E of Schedule V of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,

The Members,
CHD CHEMICAL LIMITED,
(CIN: L46691CH2012PLC034188)
PLOT NO 45 FIRST FLOOR,
INDUSTRIAL AREA PHASE 1,
Chandigarh – 160002.

We have examined the compliance of the conditions of Corporate Governance by **CHD CHEMICALS LIMITED** ('the Company') for the year ended on 31st March 2026, as stipulated under Regulations 17 to 27, clauses (b) to (i) and (t) of sub- regulation (2) of Regulation 46 and Para C, D and E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations").

The compliance of the conditions of Corporate Governance is the responsibility of the management of the Company. Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Directors and the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India .we certify that the **(subject to our observation)** Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on 31st March 2026.

Observation:
(a) Disclosure as required by regulation 31 of (Listing Obligations and Disclosure Requirements) Regulations, 2015 was made after due date and a monetary penalty of INR 2360/- was imposed, which was paid by the company.
We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.
For Neeraj Jindal & Associate
Company Secretaries

CS. Neeraj Jindal. Proprietor
(Membership No.: FCS 8270)
(Certificate of Practice No.: 9056)
(Peer Review Certificate No. **2258/2022)**

UDIN: F008270H001409076

Place: Mohali
Date:08.09.2026.

NEERAJ JINDAL & ASSOCIATES.

COMPANY SECRETARIES *(A Peer Reviewed Firm)*
1970, FIRST FLOOR, TDI CITY
SAPPHIRE FLOORS, SECTOR 110,
MOHALI - 140307.
Mobilr: +91 9855030581.
E-Mail: neerajjindalcs@gmail.com

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,

The Members of

CHD CHEMICAL LIMITED,
(CIN: L46691CH2012PLC034188)
PLOT NO 45 FIRST FLOOR,
INDUSTRIAL AREA PHASE 1,
Chandigarh – 160002.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of CHD CHEMICALS LIMITED having CIN: L24232CH2012PLC034188 and having registered office at PLOT NO 45 FIRST FLOOR, INDUSTRIAL AREA PHASE 1, Chandigarh – 160002 (hereinafter referred to as 'the Company'), produced before us by the Company for the purpose of issuing this Certificate, in accordance with Regulation 34(3) read with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

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

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

For Neeraj Jindal & Associates
Company Secretaries

Sd/-
CS. Neeraj Jindal. Proprietor
(Membership No.: FCS 8270)
(Certificate of Practice No.: 9056)
Peer Review Certificate No. **2258/2022).**

UDIN: F008270H001409065

Place : Mohali
Date: 08.09.2026

Independent auditor's report on Standalone Annual Financial Results of the Company for the quarter and year ended March 31, 2026.

TO THE BOARD OF DIRECTORS OF CHD CHEMICALS LTD.

Adverse Opinion

We have audited the accompanying standalone financial statements of **CHD CHEMICALS LTD**. which comprise the Balance Sheet as at March 31, 2026, the Statement of Profit and Loss Statement of Changes in Equity and the Statement of Cash Flows for the year then ended, and notes to the standalone financial statements, including a summary of material accounting policies and other explanatory information.

In our opinion and to the best of our information and according to the explanations given to us, because of the significance of the matter described in the Basis for Adverse Opinion section of our report, the aforesaid standalone financial statements do not give the information required by the Companies Act, 2013 ("the Act") in the manner so required and do not give a true and fair view in conformity with the Indian Accounting Standards prescribed under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended ("Ind AS"), and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its profit/loss, total comprehensive income, changes in equity and its cash flows for the year then ended.

BASIS FOR ADVERSE OPINION

The Company has prepared its standalone financial statements in accordance with the Accounting Standards specified under Section 133 of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014.

The Company, being a listed company, is required to prepare its standalone financial statements in accordance with Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

Consequently, the standalone financial statements have not been prepared using the applicable financial reporting framework. The effects of the departures from Ind AS on the assets, liabilities, equity, profit/loss, total comprehensive income, cash flows and related disclosures have not been determined by the management.

In our judgment, the effects of this matter are material and pervasive to the standalone financial statements.

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under Section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Standalone Financial Statements section of our report.

We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements relevant to our audit of the standalone financial statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse opinion.

KEY AUDIT MATTERS

Except for the matter described in the Basis for Adverse Opinion section, we have determined that there are no other key audit matters to communicate in our report

Management's and Board of Directors' Responsibilities for the Standalone Annual Financial Results

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

The Board of Directors is also responsible for maintenance of adequate accounting records in accordance with the provisions of the Act, safeguarding the assets of the Company, prevention and detection of frauds and other irregularities, selection and application of appropriate accounting policies, making reasonable and prudent estimates, and design, implementation and maintenance of adequate internal financial controls.

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

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

Auditor's Responsibilities for the Audit of the Standalone Annual Financial Results

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 they could reasonably be expected to influence the economic decisions of users.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

1. As required by the Companies (Auditor's Report) Order, 2020 ("CARO 2020"), issued by the Central Government of India in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:

(a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

(b) Proper books of account as required by law have been kept by the Company so far as appears from our examination of those books.

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

(d) Because of the significance of the matter described in the Basis for Adverse Opinion section of our report, the aforesaid standalone financial statements do not comply with the Indian Accounting Standards specified under Section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015.

(e) The matter described in the Basis for Adverse Opinion section, in our opinion, may have an adverse effect on the functioning of the Company.

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

(g) With respect to the adequacy of the internal financial controls with reference to standalone financial statements and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

(h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:

(i) The Company has disclosed the impact of pending litigations on its financial position in its financial statements wherever applicable.

(ii) The Company has made provision, as required under the applicable law or accounting framework, for material foreseeable losses on long-term contracts including derivative contracts, if any.

(iii) There were no amounts required to be transferred to the Investor Education and Protection Fund by the Company during the year / The Company has transferred amounts required to be transferred to the Investor Education and Protection Fund.

(iv) Management representation regarding funds advanced/received through intermediaries and ultimate beneficiaries.

(v) Dividend compliance reporting under Section 123 of the Act.

(vi) Reporting on audit trail requirements under Rule 11(g), as applicable.

Other Matters

The Company's Board of Directors is responsible for the 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 identified above and, in doing so, consider whether such other information is materially inconsistent with the standalone financial statements or our knowledge obtained during the course of our audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

For G A M S & ASSOCIATES LLP
Chartered Accountants
Firm Reg. No.: N500094

CA Anil Gupta
Partner
Membership No.: 088218
Place: New Delhi
Date: 30.05.2026

Annexure A referred to in paragraph 1 under the heading of "Report on other Legal and Regulatory Requirements" of our Report of even date to the members of CHD CHEMICALS LIMITED for the year ended 31st March, 2026.

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that:

(i) (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) These Property, Plant and Equipment have been physically verified by the management at reasonable intervals; no material discrepancies were noticed on such verification.

(c) All the immovable properties disclosed in the financial statements are held in the name of the company.

(d) The company has not revalued its Property, Plant and Equipment (including Right of Use assets) or intangible assets or both during the year end.

(e) As per the information provided by the management no proceedings have been initiated or are pending against the company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder;

(ii) (a) The physical verification of inventory has been conducted at reasonable intervals by the management and in our opinion, the coverage and procedure of such verification by the management is appropriate; no discrepancies of 10% or more in the aggregate for each class of inventory were noticed at the time of physical verification;

(b) During the year, 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; the quarterly returns or statements filed by the company with such banks or financial institutions are in agreement with the books of account of the Company.

(iii) During the year under audit, the company has not made investments in, provided any guarantee or security or granted any loans or advances in the nature of loans, secured or unsecured, to companies, firms, Limited Liability Partnerships or any other parties.

(iv) In respect of loans, investments, guarantees, and security, whether provisions of sections 185 and 186 of the Companies Act have been complied with.

(v) The company has not accepted any deposits or there are no amounts which are deemed to be deposits, to which the directives issued by the Reserve Bank of India and the provisions of sections 73 to 76 or any other relevant provisions of the Companies Act and the rules made thereunder, are applicable.

(vi) Maintenance of cost records has been specified by the Central Government under subsection (1) of section 148 of the Companies Act and such accounts and records have been so made and maintained;

(vii) (a) The company is regular in depositing undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues to the appropriate authorities and there are no arrears of outstanding statutory dues as on the last day of the financial year concerned for a period of more than six months from the date they became payable;

(b) There are no dues in respect of Goods and Services Tax, provident fund, employees’ state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues that have not been deposited with the appropriate authorities on account of any dispute.

(viii) As per the information and details provided by the management, no transaction not recorded in the books of account have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961 (43 of 1961);

(ix) (a) The Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender.

(b) As per the information and details provided by the management, the company has not declared willful defaulter by any bank or financial institution or other lender;

(c) During the year under audit, the Company has obtained term loans of Rs.16.45 /- lacs from bank or financial institutions Or other lenders.

(d) No funds raised on short term basis have been utilized for long term purposes;

(e) The company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures;

(f) During the year under audit, the company has not raised loans on the pledge of securities held in its subsidiaries, joint ventures or associate companies;

(x) (a) During the year under audit, no moneys are raised by way of initial public offer or further public offer (including debt instruments);

(b) The company has not made any preferential allotment or private placement of shares or convertible debentures (fully, partially or optionally convertible) during the year.

(xi) (a) As per the information or details provided by the management, no fraud by the company or on the company has been noticed or reported during the year;

(b) No report under sub-section (12) of section 143 of the Companies Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Amendment Rules, 2021 with the Central Government;

(c) As per the details and information provided by the management, there is no whistle-blower complaints have been received;

(xii) (a) The Company is not a Nidhi Company;

(xiii) All the transactions with the related parties are in compliance with sections 177 and 188 of Companies Act where applicable and the details have been disclosed in the financial statements, etc., as required by the applicable accounting standards;

(xiv) (a) The company has an internal audit system commensurate with the size and nature of its business;

(b) The reports of the Internal Auditors for the period under audit is not applicable to the company;

(xv) The company has not entered into any non-cash transactions with directors or persons connected with them.

(xvi) (a) The company is not required to be registered under section 45-IA of the Reserve Bank of

India Act, 1934 (2 of 1934);

(b) The company has not conducted any Non-Banking Financial or Housing Finance activities without a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934;

(c) The company is not a Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India;

(d) As per the information and details provided by the management, the Group has no CIC as part of the Group;

(xvii) The company has incurred no cash losses in the financial year and in the immediately preceding financial year;

(xviii) There has been any resignation of the statutory auditors 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, the auditor's knowledge of the Board of Directors and management plans, we are of the opinion that no material uncertainty exists as on the date of the audit report that company is capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date;

(xx) **(a)** There is no project other than ongoing projects, where the company is required to transfer unspent amount to a Fund specified in Schedule VII to the Companies Act within a period of six months of the expiry of the financial year in compliance with second proviso to sub-section (5) of section 135 of the said Act;

(b) No amount is remained unspent under sub-section (5) of section 135 of the Companies

Act, pursuant to any ongoing project;

(xxi) There have been no qualifications or adverse remarks by the respective auditors in the Companies (Auditor's Report) Order (CARO) reports of the companies included in the consolidated financial statements.

G A M S & ASSOCIATES LLP
CHARTERED ACCOUNTANTS
FRN: N500094

CA Anil Gupta
(Partner)
M. No. 088218
Place: New Delhi
Date: 30.05.2026

ANNEXURE "B" TO THE INDEPENDENT AUDITOR'S REPORT
(Referred to in paragraph 1(f) under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

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

We have audited the internal financial controls over financial reporting of **KCK INDUSTRIES LIMITED** as of March 31, 2026 in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

Management's Responsibility for Internal Financial Controls

The Board of Directors of the Company is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India. 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, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

Auditor's Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

As described in the Basis for Adverse Opinion section of our Independent Auditor's Report on the financial statements, the Company is required to prepare its financial statements in accordance with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015.

However, the Company prepared its financial statements using the Accounting Standards prescribed under the Companies (Accounting Standards) Rules, 2006 instead of the applicable Ind AS framework.

We observed that the Company's internal financial controls did not adequately identify the applicable financial reporting framework and did not provide reasonable assurance that the financial statements would be prepared in accordance with the applicable Ind AS framework.

Further, the Company did not have adequate controls to identify, evaluate and appropriately account for the differences arising from the application of Ind AS instead of AS.

Consequently, the Company's financial statements contain material misstatements arising from the use of an inappropriate financial reporting framework. The resulting control deficiency is considered to be material and pervasive and constitutes a material weakness in the Company's internal financial controls with reference to financial statements.

In our opinion, because of the effects of the material weakness described in the Basis for Adverse Opinion section above, the Company has not maintained, in all material respects, adequate internal financial controls with reference to financial statements and such internal financial controls were not operating effectively as of March 31, 2026, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note issued by the Institute of Chartered Accountants of India.

G A M S & ASSOCIATES LLP
CHARTERED ACCOUNTANTS
FRN: N500094

CA Anil Gupta
(Partner)
M. No. 088218
Place: New Delhi
Date: 30.05.2026

CHD CHEMICALS LTD.

CIN NO. L46691CH2012PLC034188

Regd Office:PLOT NO 45 FIRST FLOOR, INDUSTRIAL AREA,PHASE 1, Ind Area Chandigarh

Balance Sheet As on 31st March, 2026

(Amount in Lakhs)

Particulars	Note No.	As at March 31, 2026	As at March 31, 2025
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	24	56.35	50.81
(b) Intangible assets			
(c) Financial assets			
(i) Investments	10	-	-
(d) Other non-current assets	11(a)	0.05	0.05
(e) Deferred Tax Assets (Net)	5	1.35	5.69
		57.75	**56.55**
Current assets			
(a) Inventories	12	265.21	369.13
(b) Financial Assets			
(i) Trade receivables	13	1,568.80	1,539.05
(ii) Cash and cash equivalents	14	3.95	50.57
(iii) Short term Loan and advances	11	-	76.83
(c) Current Income tax assets (net)			-
(d) Other current assets	15	111.79	32.66
		1,949.75	**2,068.24**
TOTAL		**2,007.49**	**2,124.79**
EQUITY AND LIABILITIES			
Equity			
Equity share capital	2	1,010.91	1,010.91
Other Equity	3	269.68	301.04
		1,280.59	**1,311.95**
Liabilities			
Non-current Liabilities			
(a) Financial liabilities	4	577.63	494.99
(b) Provisions			
(c) Deferred tax liabilities	5		
(d) Other non-current liabilities			
Total A		**1,858.22**	**1,806.94**
Current Liabilities			
(a) Financial liabilities			
(i) Trade payables	8	122.97	127.41
(ii) Short term borrowings	7	-	177.04
(b) Other current liabilities	9	26.30	13.41
(c) Provisions	6	-	-
Total B		**149.27**	**317.86**
Total equity and liabilities (A+B)		**2,007.49**	**2,124.79**

The notes are an integral part of these Financial Statements

FOR GAMS & ASSOCIATES LLP
Chartered Accountants
FIRM REGN.No.-N500094

For and on behalf of the Board of Directors of
CHD CHEMICALS LTD.

MAHTAB SINGH
Managing Director
DIN: 1029514

ANKIT KOTHARI
Director
DIN: 06883692

CA Anil Gupta
Partner
M. No. 088218

Place: NEW DELHI
Date: 30-05-2026

SHRIKANT SHARMA
CFO

KARTIK BHATIA
COMPANY SECRETARY

CHD CHEMICALS LTD.
CIN NO. L46691CH2012PLC034188
Regd Office:PLOT NO 45 FIRST FLOOR, INDUSTRIAL AREA,PHASE 1, Ind Area Chandigarh

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

(Amount in Lakhs)

Particulars	Note	For the Year ended 31.03.2026	For the Year ended 31.03.2025
Revenue from operations	16	525.34	688.45
Other income	17	35.21	21.34
TOTAL INCOME		**560.55**	**709.79**
Cost of materials consumed	18	-	561.65
Purchases of stock-in-trade	19(a)	403.34	
Changes in inventories of finished goods,	19(b)	103.92	49.54
Employee benefits expense	20	12.47	32.76
Finance costs	22	20.31	24.69
Depreciation	21	9.02	18.85
Other expenses	23	38.50	42.40
TOTAL EXPENSES		**587.56**	**729.89**
Profit before exceptional and extraordinary items and tax		**(27.01)**	**(20.10)**
Exceptional Item & Extra Ordinary Items		-	-
PROFIT BEFORE TAX		**(27.01)**	**(20.10)**
Tax expense:			
(1) Current tax			
- Income Tax		-	
- Earlier year taxes		-	0.93
(2) Deferred tax Liabilities/(Assets)		4.35	(1.39)
PROFIT FOR THE YEAR		**(31.36)**	**(19.64)**
Earnings per equity share:			
(1) Basic		(0.31)	(0.19)
(2) Diluted		(0.31)	(0.19)

The notes are an integral part of these Financial Statements

As per our review report of even date

FOR GAMS & ASSOCIATES LLP
Chartered Accountants
FIRM REGN.No.-N500094

CA Anil Gupta
Partner
M. No. 088218

Place: NEW DELHI
Date: 30-05-2026

For and on behalf of the Board of Directors of
CHD CHEMICALS LTD.

MAHTAB SINGH
Managing Director
DIN: 1029514

ANKIT KOTHARI
Director
DIN: 06883692

SHRIKANT SHARMA
CFO
CFO

KARTIK BHATIA
COMPANY SECRETARY

CHD CHEMICALS LTD.

CIN NO. L46691CH2012PLC034188

Regd Office:PLOT NO 45 FIRST FLOOR, INDUSTRIAL AREA,PHASE 1, Ind Area Chandigarh

CASH FLOW STATEMENT FOR THE YEAR ENDED 31 March. 2026

(Amount in Lakhs)

Particulars	FOR THE YEAR ENDED 31.03.2026		FOR THE YEAR ENDED 31.03.2025	
I) Cash Flows from Operating Activities				
Net Profit before tax and extraordinary items	(27.01)		(20.10)	
Adjustments for:				
Depreciation	9.02		18.85	
Misc Expenditure W/off	-		-	
(Profit)/Loss on Sale of Fixed Assets	(1.18)		-	
Interest Paid	20.31		24.69	
Interest Income	(5.50)		(4.00)	
Income Tax Previous Years Adjustment	-	(4.36)	(0.93)	18.51
Operating profit before working capital changes		**(4.36)**		**18.51**
Adjustments for:				
Decrease/(-) Increase in trade and other receivables	(29.75)		178.77	
Decrease/(-) Increase in inventories	103.92		49.54	
Increase/(-) Decrease in trade payables	(4.44)		(152.91)	
Increase/(-) Decrease in other current liabilities	12.89		(11.94)	
Increase/(-) Decrease in Short Term Provisions	-		-10.4	
Decrease/(-) Increase in Other Current Assets	(79.12)		(4.79)	
Decrease/(-) Increase in Short Term Loan & Advances	76.83	80.33	(61.27)	(13.01)
Cash generation from operation		**75.97**		**5.50**
Income Taxes paid	-	-	-	-
Net cash from/usedin Operating Activities (A)		**75.97**		**5.50**
II) CASH FLOW FROM/USED IN INVESTING ACTIVITIES				
(2) MAT CREDIT				
Purchase of fixed assets	(26.97)		(1.11)	
(2) Deferred tax Liabilities/(Assets)				
(including capital work in progress)				
Sale of Fixed Assets	13.60		-	
Interest Received	5.50		4.00	
Increase (Decrease) in Long Term Advances	-	(7.87)	(0.05)	2.84
Net cash from/used in Investing Activities (B)		**(7.87)**		**2.84**
III) CASH FLOW FROM/USED IN FINANCING ACTIVITIES				
Repayment of Long Term Borrowings	82.64		3.69	
Proceeds from term loans from banks and others (net)				
Proceeds from working capital borrowings from banks	(177.04)		8.08	
Dividend Paid				
Interest paid	(20.31)	(114.71)	(24.69)	(12.92)
Net cash from/used Financing Activities (C)		**(114.71)**		**(12.92)**
Net Increase in Cash and Cash Equivalents (A + B + C)	-	(46.61)	-	(4.58)
Opening Cash and Cash Equivalents		50.57		55.15
Closing Cash and Cash Equivalents		**3.95**		**50.57**

This Cash Flow Statement has been prepared as per "Indirect Method" as prescribed by Accounting Standard -3 (revised) "Cash Flow Statements"

FOR GAMS & ASSOCIATES LLP
Chartered Accountants
FIRM REGN.No.-N500094

For and on behalf of the Board of Directors of
CHD CHEMICALS LTD.

MAHTAB SINGH
Managing Director
DIN: 1029514

ANKIT KOTHARI
Director
DIN: 06883692

CA Anil Gupta
Partner
M. No. 088218

Place: NEW DELHI
Date: 30-05-2026

SHRIKANT SHARMA
CFO

KARTIK BHATIA
COMPANY SECRETARY

CHD CHEMICALS LTD.

Notes to Financial Statements for the Year ending 31 March. 2026

(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

Note		As at March ,31, 2026	As at March 31, 2025
2	**Share Capital**		
	Authorized:		
	11000000 equity shares of Rs.10/- each	1,100.00	1,100.00
	A. Issued, Subscribed and Fully Paid Up Shares:		
	10109080 equity shares of Rs.10 each fully paid up		
		1,010.91	1,010.91
	Total Issued, Subscribed and Fully Paid Up Equity Share Capital	**1,010.91**	**1,010.91**

2.1 Reconciliation of the number of shares outstanding as on the date of Balance Sheet:

	As at March 31, 2026		As at March 31, 2025	
	No.	Amount	No.	Amount
At the beginning of the period	101.09	1,010.91	101.09	1,010.91
Issued During the Year	-	-	-	-
Outstanding at the end of period	**10,109,080**	**1,010.91**	**10,109,080**	**1,010.91**

B. Terms/rights attached to equity shares

2.2 The company has issued 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.

2.3 The company declares and pays dividend in Indian rupees. During the year ended March 31, 2022 the amount of dividend recognised as distributions to equity share holder's was NIL. The distrbution will be in proportion to the number of equity share held by the equity shareholder.

2.4 In the event of liquidation of the company, the holders of equity share will be entitled to receive the 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 equity share holders.

2.5 There is no change in the number of shares outstanding at the beginning and at the end of the year.

2.6 There is no change in the pattern of shareholding during the year. It is same as the last year.

C. List of shareholders holding more than 5% of Paid up Equity Share Capital

Sr. No.	Shareholder	As at March 31, 2026		As at March 31, 2025	
		No of Shares	%	No of Shares	%
1	Ms. Divya Kothari	1,653,613	16.35%	1,653,613	16.35%
3	M/S Ankit Trade & Investments Pvt Ltd.	1,050,000	10.38%	1,050,000	10.38%

Shares held by promoters at the end of the year 31st March 2026

Sr. No.	Promoter Name	% of Total Shares	% Change during the year
1	Ms. Divya Kothari	16.35%	0.00%
	Total	**16.35%**	**0.00%**

Shares held by promoters at the end of the year 31st March 2025

Sr. No.	Promoter Name	% of Total Shares	% Change during the year
1.	Ms. Divya Kothari	16.35%	0.00%
	Total	**16.35%**	**0.00%**

		As at March ,31, 2026	As at March 31, 2025
3	**Reserves and Surplus**		
	Securities Premium Account		
	Balance at the beginning of the year		
	Add: Amount transferred from surplus in the statement of profit and loss		-
	CLOSING BALANCE		-
	Securities Premium Account		
	Balance as per last financial statements	27.09	27.09
	Closing balance	27.09	**27.09**
	Surplus/(deficit) in the Statement of Profit and Loss		
	Balance as per last financial statements	273.94	293.58
	Profit for the year	(31.36)	(19.64)
	Less: Income Tax related to earlier Year		-
	Less: Deferred Tax related to earlier Year	-	-
	Add: Capital Subsidy		-
	Less: Provision for Gratuity	-	-
	Less: Divedend INCLUDING DDT	-	-
	Less: Adjustemnet of Deffered Tax L/(A) prev years	-	-
	Less: Transfer to Statutary Reserve	-	
	Net Surplus in the Statement of Profit and Loss	**242.58**	**273.94**
	Total Reserves and Surplus	**269.68**	**301.04**

4 Long-term Borrowings

Amount (Rs. In Lacs)

	Non-current	Current	Non-current	Current
	As at March ,31, 2026	**As at March ,31, 2026**	**As at March 31, 2025**	**As at March 31, 2025**
Term Loans (Secured)	16.45			
Term loan (Unsecured)				
Other loans and advances (Secured)				
Bank OD*	100.48			
Deposits (Unsecured)				
Inter Corporate deposit		-	-	-
From Directors & their relatives	385.05		393.25	
From Others	75.65		91.00	
	577.63	**-**	**494.99**	**-**
Amount disclosed under the head		-		-
"Short term borrowing" (note 7)	-	-	-	-
Total	**577.63**	**-**	**494.99**	**-**

* iloan from bank is a Working capital loan

Notes:

Primary Security

Collateral Security

Corporate Guarantee

Personal Guarantees

#REF!

Notes to Financial Statements for the Year ending 31 March. 2026
(All amounts in Lacs unless otherwise stated)

Maturity Pattern of Term Loan (Including Interest)

	2020-21	2021-22	2022-23	2023-24
As at 31.03.2025	-	-	-	-
As at 31.03.2024	-	-	-	3.75

	2024-25	2025-26	2026-27	2027-28
As at 31.03.2025	-	-	-	-
As at 31.03.2024	-	-	-	-

	2028-29	2029-30	2030-.31
As at 31.03.2025	-	-	-
As at 31.03.2024	-	-	-

(c) Loan against vehicle was taken in the year 2024-25 from NBFC/Bank and is secured by hypothecation of respective vehicle. The loan is repayable on monthly basis and carry interest rate as per their respective loan agreements till the year 2026-27.

Maturity Pattern of Vehicle Loan (Including Interest)

	2021-22	2022-23	2023-24	2024-25
As at 31.03.2025	-	-	-	11.26
As at 31.03.2024	-	-	11.26	11.26

	2025-26	2026-27
As at 31.03.2025	11.16	-
As at 31.03.2024	11.16	-

#REF!
Notes to Financial Statements for the Year ending 31 March. 2026
(All amounts in Lacs unless otherwise stated)

5. Deferred Tax Liability (net)

	As at March ,31, 2026	As at March 31, 2025
Deferred tax liability		
Opening Balance	5.69	4.30
Impact of difference between Income Tax depreciation and depreciation/amortization charged for financial reporting	4.35	(1.39)
Expenses allowed u/s 43B of Income Tax Act, charged to Profit and Loss account in previous year		
Gross deferred tax liability	**10.04**	**2.91**
Deferred tax asset	-	-
Expenses disallowed U/s 36(1) (va) of Income Tax Act 1961	-	-
Loss as per Income Tax Act	(1.35)	(5.69)
Gross Deferred tax asset	**1.35**	**5.69**
Net Deferred Tax Liability	**1.35**	**5.69**

6. Provisions

	Amount (in Lakhs)	Amount (in Lakhs)		
	Non Current	**Current**	**Non-current**	**Current**
	As at March ,31, 2026	**As at March ,31, 2026**	**As at March 31, 2025**	**As at March 31, 2025**
Provision for Employee Benefits	-	-	-	-
Total (A)	**-**	**-**	**-**	**-**
Other Provisions				
Provision for Income Tax	-	-	-	-
Contingent Provision against Standard Assets				
Total (B)	**-**	**-**	**-**	**-**
Total (A+B)	**-**	**-**	**-**	**-**

7. Short-term Borrowings

	As at March ,31, 2026	As at March 31, 2025
Secured		
Working Capital Loans From Bank (LAS)	-	177.04
	-	**177.04**

Notes:
Security
Scrip **Phy Qnty**

Collateral Securities

Corporate Guarantee

Unsecured
Loan Repayable on Demand

	As at March ,31, 2026	As at March 31, 2025
	0.00	
		-

Amount (Rs. In Lacs)

8 Trade Payables

	As at March ,31, 2026	As at March 31, 2025
Trade payables (including acceptances)		
- Total outstanding dues of micro enterprises and small enterprises	-	-
- Total outstanding dues to other than micro enterprises and small enterprises	122.97	127.41
	122.97	**127.41**

Trade Payables ageing schedule: As at 30 Sept,2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others			-		-
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

Trade Payables ageing schedule: As at 31st March,2023

Particulars	Outstanding for following periods from due date of payment				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) MSME	-	-	-	-	-
(ii) Others	101.89	14.57	-	10.95	127.41
(iii) Disputed dues- MSME	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-

CHD CHEMICALS LTD.

Notes to Financial Statements for the Year ending 31 March. 2026

(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

		-	-
9	**Other Current Liabilities**	**As at March ,31, 2026**	**As at March 31, 2025**
	Current Maturities of Long term debt	-	-
	Advance from customers	5.35	-
	other liabilities	6.67	10.47
	Interest payable	8.88	
	Cheque Issued but not presented	-	1.81
	Statutory Liabilities	0.69	1.13
	Salary, bonus and other employee payables	1.97	
	Loans and advances	0.27	
	Duties and taxes	-	
	GAMS AND ASSOCIATES LLP	2.50	
	Total	**26.32**	**13.41**
10	**Non Current Investments**		
	TRADE INVESTMNET AT (COST)		
	A. QUOTED		
	I. Quoted - Equity Shares	-	-
	II. Quoted - Mutual Funds		
	Total A		-
	B. UNQUOTED		
	III. Unquoted - Equity Shares	-	-
	Share of Profit/(Loss)		-
	Total B	-	-
	Total A+B	-	-
	Aggregate Value of Quoted Investment(Valued At Cost)		-
	Aggregate Value of Quoted Investment at Market Value		-
	Aggregate Value of Unquoted Investment(Valued At Cost)	-	-

11 Loans and Advances

	Non-current	**Current**	**Non-current**	**Current**
	As at March ,31, 2026	**As at March ,31, 2026**	**As at March 31, 2025**	**As at March 31, 2025**
Capital advances				
Unsecured considered good	-	-	-	-
Total (A)	-	-	-	-
LOANS & ADVANCES REPAYABLE ON DEMAND				
ADVANCES FROM SUPPLIERS				
				77
Total (B)	-	-	-	**76.83**
Total (A+B)	-	-	-	**76.83**

CHD CHEMICALS LTD.

Notes to Financial Statements for the Year ending 31 March. 2026
(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

		As at March ,31, 2026	As at March 31, 2025
11a	**Other non-current assets**		
	(i) Long Term Trade Receivable		
	Unsecured		
	Considered good	-	-
	Considered doubtful	-	-
	(ii) Security Deposit	0.05	0.05
		0.05	**0.05**
12	**Inventories (valued at lower of cost and net realisable value)**		
	(a) Raw Material		-
	(b) Work in Progress		-
	(c) Finished Goods	265.21	369.13
	(e) Stores and Spares		-
		265.21	**369.13**

(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

13	**Trade receivables (considered good unless otherwise stated)**	**-**	**-**
		As at March ,31, 2026	**As at March 31, 2025**
	Receivables outstanding for a period exceeding six months from the due date of payment		
	Unsecured		
	Considered good	-	-
	Considered doubtful		
	Less: calssified under Other non-Current assets(Note No.11(a))	-	-
	Total (A)	**-**	**-**
	Other receivables		
	Unsecured		
	Considered good	1,568.80	1,539.05
	Total (B)	**1,568.80**	**1,539.05**
	G. Total (A+B)	**1,568.80**	**1,539.05**

Trade Receivables ageing schedule as at 31st March,2026

Particulars	**Outstanding for following periods from due date of payment**				
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Undisputed Trade receivables -considered good	30.00	694.73	278.64	565.68	**1,569.05**
(i) Undisputed Trade receivables -considered doubtful					
(iii) Disputed trade receivables considered good					
(iv) Disputed trade receivables considered doubtful					

Trade Receivables ageing schedule as at 31st March,2025

Particulars	**Outstanding for following periods from due date of payment**				
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
(i) Undisputed Trade receivables -considered good	342.61	352.12	278.64	565.68	**1,539.05**
(i) Undisputed Trade receivables -considered doubtful					
(iii) Disputed trade receivables considered good					
(iv) Disputed trade receivables considered doubtful					

CHD CHEMICALS LTD.

Notes to Financial Statements for the Year ending 31 March. 2026

(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

		As at March ,31, 2026	As at March 31, 2025
14	**Cash and Bank Balances**		
	Cash and cash equivalents		
	On Deposit Accounts With Original maturity for more than 12 months	-	44.28
	On Deposit Accounts With Original Maturity for less than 12 months		-
	Cheque in Hand	-	-
	Cash on hand	1.89	4.23
		1.89	**48.51**
	Deposit Accounts		
	Bank of Baroda(Maturing in less than 12 Months)		
	HDFC Bank (Maturing in less than 12 Months) Barewal Road		
			-
	Other bank balances		
	Balances with banks to the extent held as margin money	-	-
	Axix Bank (current ac)	2.05	1.01
	Axix bank (unpaid ac)		1.05
	State bank of india	-	-
		2.05	**2.06**
	Total	**3.95**	**50.57**
15	**Other Current Assets**		
	Other Receivable	-	32.66
	TDS receivable	3.49	-
	Advance Salary	1.05	
	Interest receivable	16.63	
	Duties and taxes	3.88	
	TDS on sale	0.39	
	margin money back gurantee	44.28	
	Advance from sundry creditors	22.48	
	Surcharge 10% on sale	3.04	
	loans and advances	16.56	
		111.79	**32.66**
16	**Revenue from Operations:-**		
	Sales Gross	525.34	688.45
	Interest Income		
	-Interest From Loan & Advances		+
	Revenue from Operations (gross)	**525.34**	**688.45**
	Less: Excise Duty	-	-
	Less: Rebate & Discount	-	-
	Revenue from Operations (net)	**525.34**	**688.45**
17	**Other Income**		
	Interest	5.50	4.00
	Other incomes (Rent)	28.53	17.34
	Profit on sale of Assets	1.18	-
		35.21	**21.34**

CHD CHEMICALS LTD.
Notes to Financial Statements for the Year ending 31 March. 2026
(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

		As at March ,31, 2026	As at March 31, 2025
18	**Cost of Raw Material Consumed**		
	Amount of opening Inventory	-	-
	Purchases (net)	-	561.65
	Total	-	561.65
	Less inventory at the end of year		-
	Cost of raw material consumed	**-**	**561.65**
19(a)	**Purchase of Stock in Trade**		
	Purchase	403	-
		403	-
19(b)	**(Increase)/Decrease in Inventories**		
	Inventories at the end of the year		
	Finished Goods	265.21	369.13
	Work -In- Progress		-
		265.21	**369.13**
	Inventories at the Begining of the year		
	Finished Goods	369.13	418.66
	Work -In- Progress	-	-
	Scrap	-	-
		369.13	**418.66**
	(Increase)/Decrease in Inventories	**103.92**	**49.54**
20	**Employee Benefit Expenses**		
	Salaries & wages	12.35	32.59
	Contribution to PF & Other Funds	-	-
	Directors' remuneration	-	-
	Security Expenses	-	-
	Staff Welfare Expenses	0.12	0.17
		12.47	**32.76**
21	**Depreciation and Amortization Expense**		
	Depreciation	9.02	18.85
	Amortization - Deferred Revenue Expenses	-	-
	Total	**9.02**	**18.85**

CHD CHEMICALS LTD.
Notes to Financial Statements for the Year ending 31 March. 2026
(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

22	**Finance Cost**	**As at March ,31, 2026**	**As at March 31, 2025**
	Interest		
	A) Interest on Term Loan	6.93	1.18
	B) Interest on Working Capital and working capital TL	12.57	15.33
	C) Other Interest	0.08	5.08
	D) Bank & Other Charges	0.00	3.10
	Bank Charges	0.14	
	Processing Fee	0.59	-
	Exhange Rate Differences	0.00	-
	Total	**20.31**	**24.69**
23	**Other expenses**		
	(a) Manufacturing Expenses		
	Opening Stock		
	Store & Spares	-	-
	Add: Purchases		
	Consumable Stores		-
	Electricity Charges		-
	Generator Expenses		-
	Job Charges		-
	Machinery Repair & Maintt.		-
		-	-
	-		
	Store & Spares	-	-
	Total Manufacturing Expenses (a)	**-**	**-**

CHD CHEMICALS LTD.
Notes to Financial Statements for the Year ending 31 March. 2026
(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

		As at March ,31, 2026	As at March 31, 2025
(b) Administrative Expenses			
Administration Expenses		0.44	0.76
Charity & Donation A/C		0.11	0.00
Software Updation /Comuter Exp /Website Development		0.24	0.55
Conveyance Exp A/C		0.03	0.00
Electricity & Water		0.08	0.07
Office Repair & Maintenance		0.52	1.50
Misc Expenses		0.05	0.00
Postage & Telegram Exp		0.00	0.02
Printing & Stationary A/C		0.33	0.33
Rent Account		5.40	3.96
Telephone Expenses		1.11	0.99
Tour & Travel Exp		0.96	1.55
Vehicle Running & Maintt		4.27	4.70
Insurance		1.89	1.75
Legal & Pprofessional Exp		6.49	8.27
Loading and unloading expense		0.15	
Labour charges		0.60	0.00
Labelling expense		0.06	
Roc & Other Fees		0.01	0.06
Consultancy Charegs		0.00	0.00
Rate & Taxes/Dividend Tax		0.10	11.67
Diwali Expense		0.05	
Carriaage inward		8.11	
Fire Fighting Exp		0.00	0.28
		0.00	
Total Admin. Exps		**31.00**	**36.44**
Payment to Auditors :			
- Audit Fee	0	3.63	1.50
- Tax Audit Fee			
- Other matters			
Total Payment to Auditors		**3.63**	**1.50**
Total Administrative Expenses (b)		**34.62**	**37.94**
(c) Selling Expenses			
Sampling Expenses		0.00	-
Sales/Business Promotion		0.21	0.51
Freight Outward A/C		2.78	2.96
Rebate & Discount Allowed		(0.00)	(0.03)
Lab Expense/ Testing Charges		0.00	-
Packing Expenses		0.01	
Advertisement Exp.		0.88	1.01
Total Selling Expenses (c)		**3.88**	**4.46**
Total Other Expenses (a+b+c)		**38.50**	**42.40**

Note 24

Property, plant and equipment	As at March 31, 2026	As at March 31, 2025
	Amount (INR)	Amount (INR)
Gross Block		
Opening balance	223.27	223.27
Additions	26.98	
Deductions/adjustments	117.72	
Total as at 31 March 2026	132.53	223.27
Depreciation and amortisation		
Opening balance	172.46	153.61
Deductions/adjustments	105.30	0
For the year	9.02	18.85
Total as at 31 March 2026	76.18	172.46
Net Block (A-B)	**56.35**	**50.81**

BARNALA	PKL+Panipat	CHANDIGARH
141616	918525	12180929
70182	606847	16559236
		10529772
10881	69434	821997

(ALL AMOUNTS IN LAKHS OTHERWISE STATED)

25. The company has no Immovable Property

26. The company has not revalued its Property, Plant and Equipment during the year

27. The company has not granted any Loans or Advances in the nature of loans to promoters, directors, KMP and the related parties (as defined under Companies Act, 2013,) either severally or jointly with any other person.

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

29. The company has not been declared wilful defaulter by any bank or financial Institution or other lenders.

30. Relationship with struck off companies

Name of struck off Company	**Nature of transactions with struck off Company**	**Balance Outstanding**	**Relationship with struck off company, if any, to be**	
N.A.	Investment in securities	N.A.	N.A.	N.A.
N.A.	Receivables	N.A.	N.A.	N.A.
N.A.	Payables	N.A.	N.A.	N.A.
N.A.	Shares held by stuck off company	N.A.	N.A.	N.A.
N.A.	Other outstanding balances (to	N.A.	N.A.	N.A.

31. There are no charges or satisfaction yet to be registered with Registrar of Companies beyond the statutory period.

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

33. The company has not borrowing from any bank and financial institution during the year.

34. Capital-Work-in Progress (CWIP) / Intangible assets under development (ITAUD)

CWIP/ITAUD	**Amount in CWIP for a period of 2021-22**				
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
Projects in progress	-	-	-	-	-
Projects temporarily suspended	-	-	-	-	-

CWIP/ITAUD	**Amount in CWIP for a period of 2020-2021**				
	Less than 1 year	**1-2 years**	**2-3 years**	**More than 3 years**	**Total**
Projects in progress				-	-
Projects temporarily suspended	-	-	-	-	-

35. The company has not entered any scheme of arrangement in terms of section 230 to 237 of the companies act, 2013.

36. The company has not been surrender or disclose as income during the year in the tax assessment under the income tax act 1961.

37. The company has not traded or invested in crypto currency or virtual currency during the financial year.

Fixed Assets as at 31.03.2026

Note No. 21

(Rs in Lakhs)

PARTICULARS	GROSS BLOCK							ACCUMULAED DEPRECIATION				NET BLOCK	
	COST AS ON 01.04.2025	ADDITIONS	DISPOSALS/ TRANSFER	AS AT 31.03.2026	ADDITIONS DURING THE YEAR	SALES/OTHER	COST AS ON 30.09.2025	UPTO 01.04.2025	DURING THE YEAR 25-26	DEDUCTIONS /OTHER	TOTAL UPTO 31.03.2026	WDV AS ON 31.03.2026	WDV AS ON 31.03.2025
TANGIBLE ASSETS													
FURNITURE & FIXTURE	0.05			0.05	-	-	0.05	0.05	-		0.05	0.00	0.00
	-					-	-				-	-	
OFFICE EQUIPMENTS	8.79			8.79			8.79	6.17	0.43		6.60	2.19	2.62
	-					-	-				-	-	-
VEHICLES	206.99	26.98	117.72	116.25	-	-	116.25	160.38	8.22	105.30	63.30	52.95	46.61
	-												-
COMPUTERS	7.43			7.43	-	-	7.43	5.86	0.37		6.23	1.20	1.58
Total	**223.27**	**26.98**	**117.72**	**132.53**	**-**	**-**	**132.53**	**172.46**	**9.02**	**105.30**	**76.18**	**56.34**	**50.81**
INTANGIBLE ASSETS													
Software Development													
Captial Work in Progress	-				-	-	-	-	-	-	-	-	-
Grand Total	**223.27**				**-**	**-**	**132.53**	**172.46**	**9.02**	**105.30**	**76.18**	**56.34**	**50.81**

RELATED PARTY DISCLOSURES

a) Disclosures as required by Ind AS 25"Related Party Disclosures" are given below:-

List of Related Party:-

S. No	Name	Relation
1	Ankit Kothari	Directors/ Key Managerial Personnel
2	Santosh Rani	
3	Pawan Kumar joshi	
4	Kartik Bhatia	
5	Shrikant sharma	
6	Satyaveer Singh Dangi	
7	Mehtab Singh	
8	Kitabwati Kothari	Relatives Of Key Management Personnel
9	Satyaveer Singh Kothari	
10	Divya Kothari	
12	M/S A.D. Sales Corp.	Companies/Entity Owned Or Significantly Influenced By Directors/Relatives Of Directors
13	M/S Bharat Udyog	
14	M/S Ankit Trade & Investments Private Limited	
	M/S Pan Organics Industries	

b) Related Party Transactions:-

Nature of Transactions	31st March, 2026	31st March, 2025
Transaction during the year		
REMUNERATION		
DIVYA KOTHARI	-	-
SATYAVEER SINGH KOTHARI	-	-
KAMAL KUMAR SHAH	-	-
MUSKAAN BHADU		3.6
ANKIT KOTHARI	-	-
KARTIK BHATIA	2.4	2.4
RENT PAID		
DIVYA KOTHARI	4.8	3.2
LOAN RECEIVED		
DIVYA KOTHARI	-	-
ANKIT KOTHARI	-	188
LOAN REPAYMENT		
ANKIT KOTHARI	8.2	261.48

CHD CHEMICALS LTD.

Depreciation as per Income Tax as on 31.03.2026

(Rs in Lakhs)

PARTICULARS	WDV AS ON 01.04.2025	ADDITION		SALE/TRANSFER	TOTAL AS ON 31.03.2026	RATE	DEPRECIATION AMOUNT	WDV AS ON 31.03.2026
		UPTO 30.09.2025	AFTER 30.09.2025					
Printer and UPS	0.00	-	-	-	-	15.00	-	-
Furniture and Fitting including Electric Fitting	0.02	-	-	-	0.02	10.00	0.00	0.01
Air Conditioner	-				-	15.00	-	-
Computer	0.74	-		-	0.74	40.00	0.30	0.44
Office Equipments	2.69		-	-	2.69	15.00	0.40	2.28
Motor Car & Off Eqp	69.99	26.82	0.16	13.60	83.37	15.00	12.49	70.88
Total	**73.44**	**26.82**	**0.16**	**13.60**	**86.82**		**13.19**	**73.63**

Notes forming part of the Financial Statements for the year ended 31st March, 2026

Note	Particulars
1	**Corporate information**
	CHD Chemicals Limited (the Company) is a trading company. The Company is doing trading in Chemicals, Dyes & Yarn. The Company is a public limited company incorporated and domiciled in India. The address of its Registered Office is PLOT NO 45 INDUSTRIAL AREA PHASE 1 CHANDIGARH-160101 The Financial Statements for the year ended March 31, 2026 were approved by the Board of Directors and authorized for issue on 30th May, 2026
2	**Significant accounting policies**
2.01	**Basis of accounting and preparation of financial statements**
	The accounts have been prepared in accordance with the historical cost convention under accrual basis of accounting as per Indian GAAP. Accounts and Disclosures thereon comply with the Accounting Standards specified in Companies (Accounting Standard) Rules, 2021 which continue to apply under Section 133 of the Companies Act, 2013 read with Rule 7 of the Companies (Accounts) Rules, 2014, other pronouncement of ICAI, provisions of the Companies Act.
	All assets and liabilities have been classified as current or non-current as per the company’s normal operating cycle and other criteria set out in Schedule III to the Companies Act, 2013. Based on the nature of services provided, the Company has ascertained (except for Investment & Loans & Advances) its operating cycle as 12 months for the purpose of current, noncurrent classification of assets & liabilities. In the case of Investments and Loan & Advances which are for purposes of setting up of infrastructure needed for business, they are treated as Current Assets till they are partly paid up or till execution of a definitive agreement with the parties.
2.02	**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 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.
2.03	**Revenue recognition**
	Revenue from Sales
	Revenue is recognised when control of goods is transferred to a customer in accordance with the terms of the contract. The control of the goods is transferred upon delivery to the customers either at the factory gate of the Company or a specific location of the customer or when the goods are handed over to the freight carrier, as per the terms of the contract. A receivable is recognised by the Company when the goods are delivered to the customer as this represents the point in time at which the right to consideration becomes unconditional, as only the passage of time is required before payment is due.
	Revenue from services
·	Revenues from contracts priced on a time and material basis are recognised when services are rendered and related costs are incurred.
2.04	**Other income**
	Interest income is accounted on accrual basis.
2.05	**Employee benefits**
	Leave Policy
	There is no policy of leave encashment. If the leaves are not availed during the year then the same will be lapsed and cannot be carried forward to the next year.
	Employee benefits include incentives and medical allowance. There is no defined benefit scheme.
2.06	**Inventory**
·	Inventory of Stores and Spares is valued on the basis of Cost price.
·	Inventory of stock in trade is valued at lower of cost or net reliasable value whichever is less.
2.07	**Earnings per share**
	Basic earnings per share is computed by dividing the profit / (loss) after tax and excluding extraordinary and exceptional items divided by the weighted average number of equity shares outstanding during the year.

2.08 Taxes on income

(I) 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.

(ii) Deferred tax is recognised on timing differences, being the differences between the taxable income and the accounting income that originate in one period and are capable of reversal in one or more subsequent periods. Deferred tax is measured using the tax rates and the tax laws enacted or substantially enacted as at the reporting date.

2.09 Provisions

A provision is recognized when the Company has a present obligation as a result of past events and it is probable that an outflow of resources will be required to settle the obligation in respect of which a reliable estimate can be made. Provisions are not discounted to their present value and are determined based on the best estimate required to settle the obligation at the Balance Sheet date. These are reviewed at each Balance Sheet date and adjusted to reflect the current best estimates.

2.10 GST input credit

GST input credit is accounted for in the books in the period in which the underlying service received is accounted and when there is no uncertainty in availing / utilizing the credits.

2.11 Property, Plant & Equipment and Intangible Assets

Property, Plant & Equipment and Intangible Assets are stated at their original cost and include all expenses relating to their acquisition and installation.

2.12 Depreciation Amortization

· Depreciation on Property, Plant & Equipment and Intangible Assets has been provided on written down value method in terms of life span of assets as specified in Schedule II of the Companies Act, 2013. In Schedule II of Companies Act 2013 no useful life particularly for Drones is mentioned, thus, the company has considered the useful life of Drones under Plant and Machinery of five (5) years.

· Depreciation on lease hold improvement is amortised on period of lease including the first extendable lease period.

2.13 Current and non-current classification

All assets and liabilities are classified into current and non-current.

Assets

An asset is classified as current when it satisfies any of the following criteria :-

It is expected to be realized in, or is intended for sale or consumption in, the company's normal operating cycle,

It is held for the purpose of being traded,

It is expected to be realized within 12 months after the reporting date, or

It is cash or cash equivalents unless it is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting date.

Current assets include the current portion of non-current financial Assets.

All other assets are classified as non-current.

Liability

A Liability is classified as current when it satisfies any of the following criteria:-

It is expected to be settled in the company's normal operating cycle,

It is held Primarily for the purpose of being traded,

It is due to be settled within 12 months from the reporting date, or

The company does not have an unconditional right to defer settlement of liability at least 12 months after the reporting date. Terms of the liability that could at the option of the counter party, result in its settlement by the issue of equity instruments do not affect its classification.

Current liabilities include the current portion of non-current financial liabilities.

All other liabilities are classified as non-current.

2.14 Cash and cash Equivalents

Cash and cash equivalent Cash and cash equivalents comprise cash balances on hand, cash balance with bank and highly liquid investments with original maturities, at the date of purchase/investment, of three months or less.

2.15 Operating Cycle

Operating cycle is the time between the acquisition of assets for processing and their realization in cash or cash equivalents, Based on the nature of activities and the time between the acquisition of assets for processing and their realisation in cash and cash equivalents, the Company has ascertained its operating cycle within twelve months for the purposes of current/ non-current classification of its assets and liabilities

FOR GAMS & ASSOCIATES LLP
Chartered Accountants
FIRM REGN.No.-N500094

For and on behalf of the Board of Directors of
CHD CHEMICALS LTD.

CA Anil Gupta
Partner
M. No. 088218

Mehtab Singh
Managing Director
DIN: 1029514

Ankit Kothari
Director
DIN: 06883692

Place: NEW DELHI
Date: 30-05-2026

Shrikant Sharma
CFO

Kartik Bhatia
Compnay secret