KINGFA/SE/2026-27

Date: 05/09/2026

To,

National Stock Exchange of India Limited
Exchange Plaza, Plot No. C/1, G- Block,
Bandra –Kurla Complex, Bandra (East),
Mumbai 400051

BSE Limited
Phiroze Jeejeebhoy Towers, Dalal Street,
Mumbai – 400001

Symbol: KINGFA

Scrip Code: 524019

Subject: Submission of Annual Report of the Company.

Dear Sir/Madam,

This is to inform you that 42nd Annual General Meeting (AGM) of the Shareholders of the Company is scheduled to be held on **Monday, 28th September 2026 at 11:30 A.M. (IST)** through Video Conferencing ("VC") / Other Audio-Visual Means ("OAVM") to transact the businesses as listed in the Notice of AGM.

Pursuant to Regulation 34(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), please find enclosed herewith the Notice convening the 42nd Annual General Meeting ("AGM") of the Company and the Annual Report for the Financial Year 2025-26, which are being sent electronically to those Members/Shareholders whose e-mail addresses are registered with the Company/Depository as on the **cut-off date, i.e., Friday, 28th August 2026**.

Further, in accordance with Regulation 36(1)(b) of the Listing Regulations, the Company will be sending a letter to Shareholders whose e-mail addresses are not registered with Company/DPs providing the weblink from where the Annual Report can be accessed on the Company's website. Also pursuant to Regulation 36(1)(c) of Listing Regulations, hard copy of the annual report will be sent to those shareholders who request for the same.

The Notice of 42nd AGM and Annual Report for the Financial Year 2025-26 are also made available on the website of the Company and can be accessed at https://www.kingfaindia.com/ARepo.php

Request you to kindly take the above on record and disseminate the same on your website.

Yours faithfully

For Kingfa Science & Technology (India) Limited

DEEPAK VYAS

Digitally signed by DEEPAK VYAS
Date: 2026.09.05 23:45:18 +05'30'

Kingfa Science & Technology (India) Limited KINGFA

Deepak Vyas
Company Secretary & Compliance officer

KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

2025 - 2026
Annual Report

Innovate Today.
Shape Tomorrow.

Engineering advanced materials.
Building a sustainable future.

Advanced Materials. Endless Possibilities.

High-performance compounds and solutions for a better tomorrow.

Empowered People. Stronger Together.

Our people drive *innovation, sustainability* and growth.

Sustainable Today. Better Tomorrow.

Committed to responsible practices and a greener future.

Innovating for Impact. Delivering Value.

Creating value through innovation, quality and trust.

Learning Today. Leading Tomorrow.

Investing in education and communities for *a brighter future.*

Quality at Every Step | Safety Always | Customer Centric | Global Vision. Local Commitment

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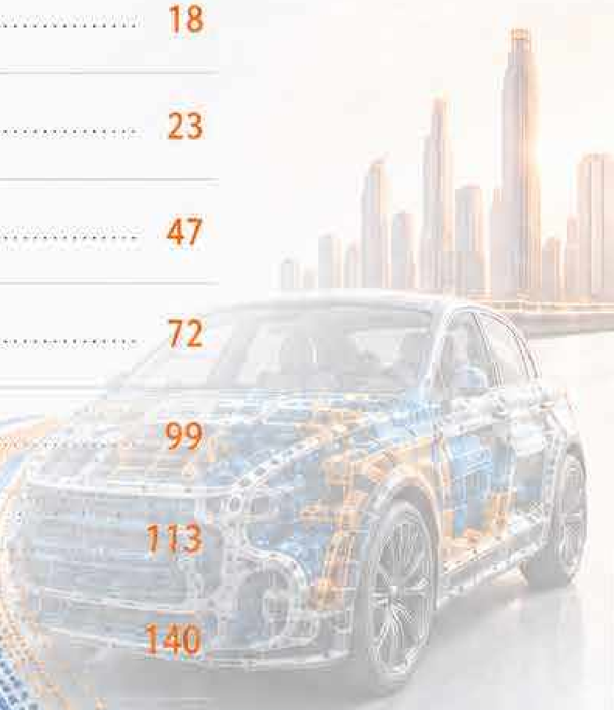


CORPORATE INFORMATION

BOARD COMMITTEES (as on August 15th 2026)

Audit Committee
Mr. Subramanyan S. K. (Chairperson)
Mr. Ramachandran Sudhinder
Ms. Nilima Ramrao Shinde
Mr. Doraiswami Balaji

Stakeholder's Relationship Committee
Ms. Nilima Ramrao Shinde (Chairperson)
Mr. Doraiswami Balaji
Mr. Subramanyan S. K

Nomination & Remuneration Committee
Mr. Ramachandran Sudhinder (Chairperson)
Mr. Subramanyan S. K.
Ms. Nilima Ramrao Shinde

Corporate Social Responsibility
Mr. Ramachandran Sudhinder (Chairperson)
Mr. Doraiswami Balaji
Mr. Sun Yajie

Risk Management Committee
Ms. Nilima Ramrao Shinde (Chairperson)
Mr. Doraiswami Balaji
Mr. Sun Yajie

Executive Members
Mr. Wang Dazhong* (Chief Executive Officer)
Mr. Chen Xiaoqiong (Chief Financial Officer)**
Mr. Xie Dongming^ (Chief Financial Officer)
Mr. Deepak Vyas (Company Secretary)

* Mr. Wang Dazhong was appointed as Chairman & Managing Director of the company w.e.f August 15, 2026
** Mr. Chen Xiaoqiong ceased to be Chief Financial Officer of the company w.e.f August 14, 2026
^ Mr. Xie Dongming was appointed as Chief Financial Officer of the company w.e.f August 15, 2026

Statutory Auditors
M/s. P G Bhagwat LLP

Cost Auditor
Mr. K. Suryanarayanan

Secretarial Auditor
Ms. Shaswati Vaishnav

Banker
- The Hongkong and Shanghai Banking Corporation Limited
- ICICI Bank Limited
- Kotak Mahindra Bank Limited
- China Trust Commercial Bank (CTBC Bank)
- Axis Bank Limited
- The Industrial and Commercial Bank of China Limited

Registered Office
Kingfa Science & Technology (India) Limited,
Dhun Building, III Floor, 827, Anna Salai,
Chennai – 600 002

Telephone - +91- 44-28521736
Website : www.kingfaindia.com

Corporate Office
Plot No. F 5/5 Chakan Industrial Area,
Phase 2 MIDC, Vasuli Shinde,
Tal Khed, Chakan, Pune,
Maharashtra, India, 410501

Registrar & Share Transfer Agent
M/s. Integrated Registry Management Services Private Limited
Address: 2nd Floor, Kences Towers, No.1, Ramakrishna Street, North Usman Road, T. Nagar, Chennai - 600 017.
Telephone: +91 - 44 - 28140801 - 03
Fax: +91 - 44 - 28142479
E-Mail: yuvraj@integratedindia.in

BOARD OF DIRECTORS

Mr. Bo Jingen

(Chairman & Managing Director)
Cessation w.e.f August 14, 2026

Mr. Bo holds a Master's degree in Polymer Science from Tianjin University and has over 18 years of professional experience. He possesses extensive expertise in Business Strategy, Planning, Marketing and Sales, with a strong understanding of business development and market growth. His experience and strategic approach contribute to driving business performance and supporting the Company's growth objectives.

Mr. Wang Dazhong

(Chairman & Managing Director)
Appointed w.e.f August 15, 2026

Mr. Wang Dazhong is a seasoned professional with over 23 years of experience in materials engineering, innovation and business leadership. He holds a Ph.D. and a Master's degree in Material Processing Engineering from South China University of Technology and Sichuan University, respectively, along with a Bachelor's degree in Mechanical Manufacturing Equipment and Processing from Sichuan University. He has led technical product research and development, marketing, business strategy and operations throughout his career.

Mr. Doraiswami Balaji

(Whole Time Director)

Mr. Doraiswami Balaji is a business leader with over 41 years of experience in plastics, operations, marketing and business management. He has extensive expertise in polymer processing, manufacturing and Total Quality Management (TQM). Throughout his career, he has held leadership roles across renowned organisations, driving business growth and operational excellence. His extensive industry experience has contributed significantly to the Company's success.

Mr. Sun Yajie

(Whole Time Director)

Re-designated from Whole-Time Director to Non-Executive Non- Independent Director, liable to retire by rotation w.e.f August 14, 2026

Mr. Sun Yajie is a materials engineering professional with nearly 21 years of experience in polymer science, composite materials and research & development. He has strong technical expertise in thermoplastic composites and material innovation. He has made significant contributions to R&D and engineering excellence within the Kingfa Group, supporting the Company's innovation-driven growth.

Mr. Sethuraman Shanmugasundaram

(Whole Time Director)
Appointed w.e.f August 15, 2026

Mr. Sethuraman Shanmugasundaram is a seasoned industry professional with over three decades of experience across Production, Quality Assurance, Product Development and Business Unit Leadership. He has played a key role in establishing quality management frameworks and securing critical OEM application approvals across leading automotive and home appliance brands. He currently oversees all three Business Unit operations.

Mr. Subramanyan S.K.

(Independent Director)

Mr. Subramanyan S. K. is a seasoned finance and corporate governance professional with over 35 years of experience. He is a Chartered Accountant and Company Secretary with expertise in finance, business strategy, compliance, and governance. He has held senior leadership positions across reputed organizations and has successfully led key corporate initiatives. His extensive experience strengthens the Company's governance and strategic oversight.

BOARD OF DIRECTORS

Mr. Ramachandran Sudhinder

(Independent Director)

Mr. Ramachandran Sudhinder is a distinguished legal professional with over 30 years of experience in indirect taxation, competition law, corporate law, dispute resolution and arbitration. He has represented clients before the Supreme Court of India, various High Courts, NCLT, NCLAT and other judicial and regulatory authorities. He has advised on significant insolvency, corporate and competition law matters and has been recognised by The Legal 500 Asia-Pacific and Benchmark Litigation Asia-Pacific for his expertise.

Ms. Nilima R. Shinde

(Independent Director)

Ms. Nilima Shinde began her career in law with Karnik & Karnik as a junior associate in 1986, as a practising advocate. In 1994, she joined Krupp Industries as an in-house lawyer. From 1997 to 1998, she was associated with Bharat Forge Limited as Manager Legal. In 1999, she joined Thermax Limited and after a successful career as Group Legal Head, superannuated from Thermax Limited.

Ms. Apurva P. Joshi

(Independent Director)

Appointed w.e.f August 15, 2026

Dr. Apurva Pradeep Joshi is a professional specialising in Forensic Accounting, Fraud Examination, Due Diligence and Risk Management. She heads the Technology & Due Diligence practice at RiskPro Management Private Consulting Limited and has extensive experience in forensic accounting, corporate and financial frauds, anti-money laundering and corporate governance.

Mr. Chen Xiaoqiong

(Chief Financial Officer)

Cessation w.e.f August 14, 2026

Mr. Chen Xiaoqiong is a finance professional with extensive experience in financial management, planning, reporting and risk management. He oversees the Company's financial operations, including budgeting, forecasting, internal controls, treasury, taxation and statutory compliance. He plays a key role in strengthening financial discipline, improving operational efficiency and supporting the Company's sustainable growth.

Mr. Xie Dongming

(Chief Financial Officer)

Appointed w.e.f August 15, 2026

Mr. Xie Dongming is a seasoned finance professional with over 19 years of experience within the Kingfa Group, with expertise in finance, treasury management, corporate governance and international business operations. He served as Chief Financial Officer of Kingfa Science & Technology (India) Limited from 2013 to 2022, contributing to the Company's financial governance, compliance and business expansion. He subsequently held senior finance leadership roles within the Kingfa Group, including in Ningbo, Tianjin.

Mr. Deepak Vyas

(Company Secretary)

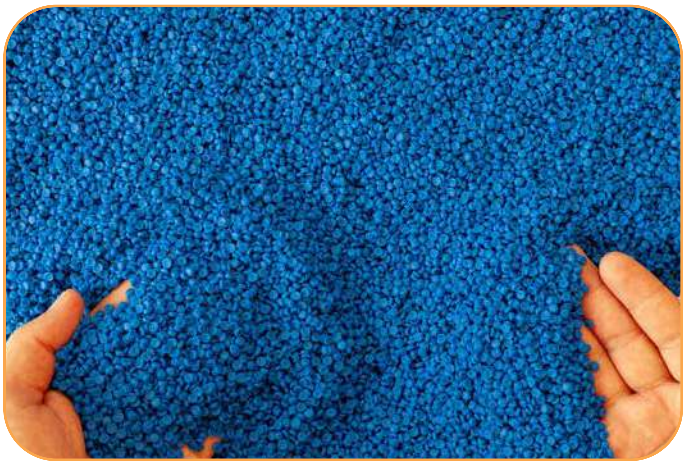
Mr. Deepak Vyas is a qualified Company Secretary and Law Graduate with over 14 years of experience in corporate governance, secretarial compliance, and regulatory affairs. He has extensive expertise in SEBI Regulations, the Companies Act, 2013, corporate restructuring, board and committee management, and statutory compliances. Throughout his career, he has held key secretarial positions in several listed companies, successfully leading corporate governance and compliance functions.

ABOUT KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

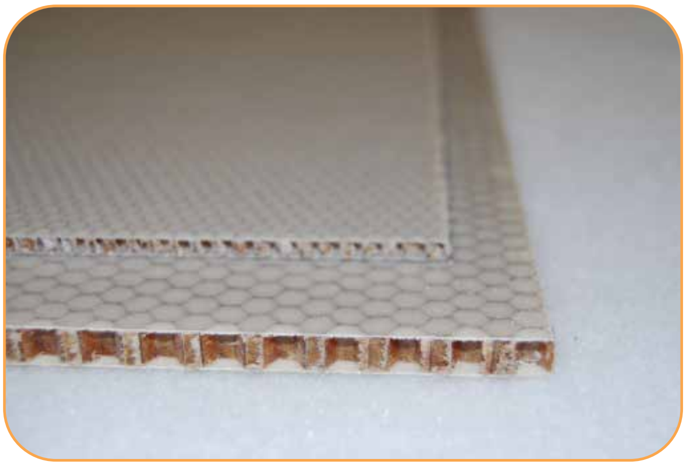
Kingfa Science & Technology (India) Limited is one of India's leading manufacturers and suppliers of advanced polymer materials and innovative plastic solutions. As part of the globally renowned Kingfa Group, the Company combines world-class technology, research capabilities and manufacturing excellence to deliver high-performance material solutions to a diverse range of industries.

The Company specializes in the manufacture and supply of Reinforced Polypropylene Compounds, Thermoplastic Elastomers, Fibre-Reinforced Composites and Engineering Plastics. These advanced materials are widely used across automotive, electrical & electronics, consumer goods, industrial and other high-growth sectors, enabling customers to enhance product performance, durability and sustainability.

Backed by the strong technological foundation and innovation-driven culture of the Kingfa Group, Kingfa India continually focuses on developing high-quality, value-added and sustainable material solutions that meet the evolving needs of customers. Through its commitment to research, product development and operational excellence, the Company has established itself as a trusted partner to leading domestic and multinational manufacturers.



During FY 2025-26, the Company achieved significant milestones with the launch of **Long Glass Fiber Reinforced Thermoplastics (LGFT)**, a high-performance modified thermoplastic solution designed to meet the growing demand for lightweight, durable and high-strength materials. The Company also expanded its manufacturing footprint with the commencement of commercial production at its newly established **Bhiwadi facility in Rajasthan**, strengthening its production capabilities and enhancing its ability to serve customers across India.



As a responsible corporate citizen, Kingfa India remains committed to sustainable growth by promoting resource efficiency, innovation and environmentally responsible manufacturing practices. The Company continues to create value for all stakeholders while contributing to the advancement of modern material technologies and supporting India's manufacturing ecosystem.

Financial Data

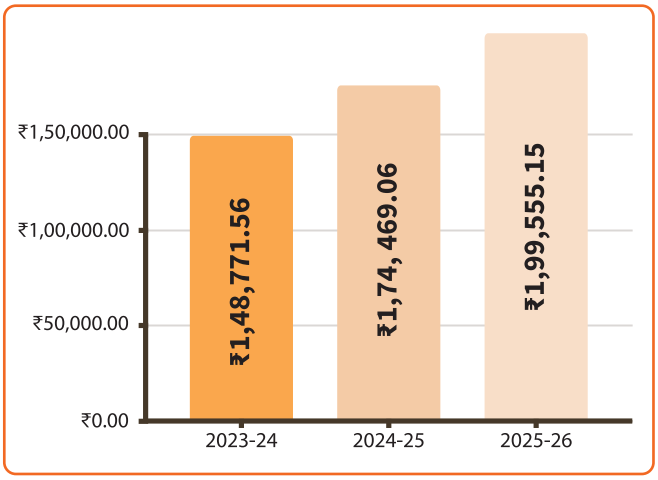
₹ in LAKHS

Particulars	2025-26	2024-25	2023-24	2022-23	2021-22
Sales: Domestic	1,87,005.51	1,63,157.26	1,37,270.02	1,29,276.79	1,01,910.21
Exports	12,549.64	11,311.80	11,501.54	11,093.47	2,861.09
Operating Profit (PBIDT)	28,029.09	23,396.67	18,788.68	12,987.63	5,916.27
Finance Cost	242.94	641.19	530.76	614.24	485.37
Depreciation & Amortisation Expenses	2,838.03	2,171.47	1,838.20	1,414.15	1,296.50
Tax expenses - Current	6,397.28	5,250.28	4,130.27	2,970.00	1,149.00
- Deferred	24.99	48.21	37.20	(151.79)	(77.94)
Profit/(Loss) After Tax	18,525.85	15,285.52	12,252.25	8,141.03	3,063.34
As at the end of the year	-				
Share Capital	1,355.14	1,211.05	1,211.05	1,211.05	1,211.05
Reserves & Surplus	1,38,575.73	71,649.84	57,646.54	45,388.20	37,247.72
Loan Funds	-	2.00	2.00	4.50	1,692.00
Gross Block	45,949.82	37,339.80	35,832.67	20,964.89	19,695.46
Net Current Assets	1,03,778.60	43,194.05	32,334.80	19,855.19	14,136.59
Measures of Investment					
Return on Capital Employed (%)	17.90%	27.51%	27.29%	22.80%	10.77%
Return on Equity (%)	17.41%	23.21%	23.24%	19.14%	8.30%
Earnings per Share (Rs.)	136.71	126.22	101.17	67.22	25.29
Dividend Cover (Times)		-	-	-	-
Dividend (%)	-	-	-	-	-
Book Value of an equity share	1032.60	601.64	486.01	384.79	317.57
Of Performance					
- Profitability (%)					
Profit/(Loss) before Tax (%)	14.32%	11.81%	11.04%	7.81%	3.95%
Profit/(Loss) after Tax (%)	10.62%	8.76%	8.24%	5.80%	2.92%
- Capital Turnover (times)	1.34	2.39	2.53	3.01	2.61
- Stock Turnover (times)	4.96	4.96	4.35	4.06	4.27
- Working Capital Turnover (times)	1.80	4.04	4.60	7.07	7.41
Of Financial Status	-				
- Debt-Equity Ratio (%)	1.10%	5.90%	5.53%	9.11%	11.98%
- Current Ratio	4.06	2.02	1.80	1.37	1.30
- Fixed Assets to Shareholders' Funds (times)	0.21	0.35	0.21	0.26	0.33

Financial Summary

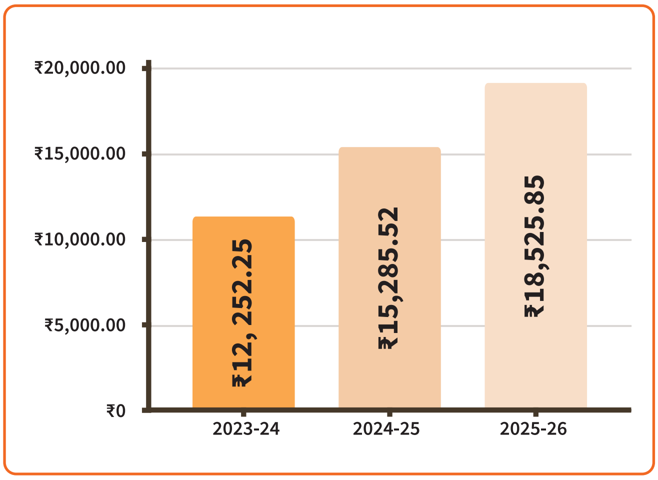
Revenue

(₹ in LAKHS)

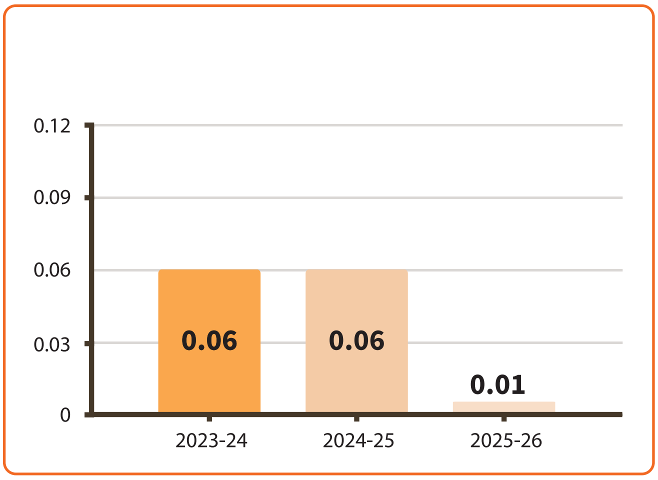


PAT

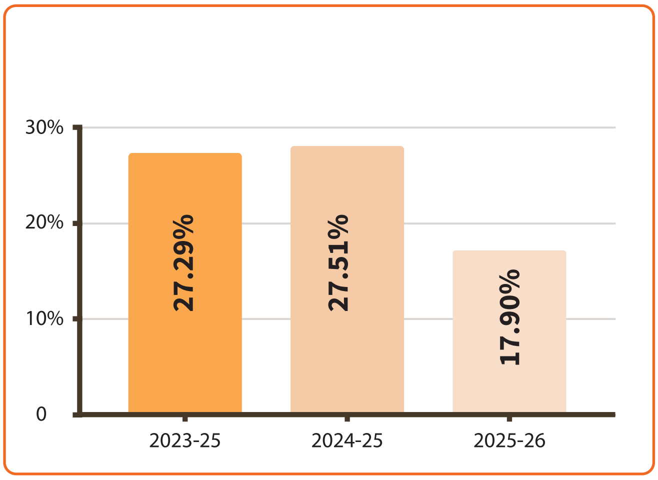
(₹ in LAKHS)



Debt -Equity Ratio (Times)



Return on Capital Employed(%)



Kingfa India's Growth Story

1983 – Hydro S&S was founded

1987 – Hydro S&S listed on BSE

2012 – Commissioned Manesar Plant

2013 – Kingfa acquisition of Hydro

2017 – Acquired 32 acres of land in Chakan, Pune for Greenfield Project

2018 – Manesar Plant certified IATF 16949 / ISO 9001

2019 – Commissioned Chakan, Pune Plant

2021 – EU & BIS Approval for Kingfa Masks

2022 – New R&D Centre at Chakan, Pune

2023 – 10,000 MT/month sales milestone achieved

2024 – NABL Accreditation for Laboratory

2025
1. Long Fibre Thermoplastic (LFT) line
2. ₹500 Crore Strategic Fund Raise to support capacity expansion, manufacturing growth and future investments

2026 – Commissioned Bhiwadi, Rajasthan Plant

MESSAGE FROM THE CHAIRMAN, MANAGING DIRECTOR & CEO

Mr. Wang Dazhong
(Chairman & Managing Director)

Dear Shareholders,

It is a privilege to address you through this Annual Report and to reflect on a year that marked an important milestone in the growth journey of Kingfa Science & Technology (India) Limited. I am honored by the confidence placed in me and remain committed to advancing our Company's vision of delivering innovative, high-performance and sustainable material solutions that create long-term value for all stakeholders.

FY 2025-26 was a year of meaningful progress, strategic execution and capability enhancement. Despite a dynamic global environment characterized by geopolitical uncertainties, supply chain disruptions and commodity price volatility, the Company demonstrated resilience, agility and a steadfast focus on operational excellence. Through disciplined execution, customer-centric innovation and strategic investments, we continued to strengthen our market position and lay a strong foundation for future growth.

India continues to emerge as one of the world's most attractive manufacturing destinations. Rapid industrialization, infrastructure development, increasing localization, expanding automotive production and the accelerating transition towards electric mobility are creating significant opportunities for advanced material solutions. The growing emphasis on sustainability, lightweighting, energy efficiency and circular economy principles is fundamentally reshaping material selection across industries. These structural trends provide a compelling growth opportunity for Kingfa India and reinforce our confidence in the long-term prospects of the advanced materials industry.

As I take on expanded leadership responsibilities within the Company, I do so with a deep sense of responsibility and optimism. Kingfa India has built a strong reputation for innovation, quality, reliability and customer partnership. Supported by the global technological leadership of the Kingfa Group, a talented workforce and a culture of continuous improvement, we are well positioned to capitalize on emerging opportunities and create sustainable value for our customers, employees and shareholders.
Innovation remains at the heart of our business strategy. During the year, we continued to strengthen our research, development and technical capabilities while expanding our portfolio of specialized and high-performance material solutions. A significant milestone was the commissioning of our Long Fibre Thermoplastic (LFT) compounding capability, enabling the development of advanced lightweight composite materials that support metal replacement, enhanced performance and improved sustainability. These technologies are increasingly being adopted across automotive and electric vehicle applications, where lightweighting and resource efficiency are becoming critical design requirements.

We also continued to focus on localization of advanced engineering plastics and specialty compounds, enabling customers to reduce lead times, strengthen supply chain resilience and accelerate product development. Our commitment to innovation was further demonstrated through multiple patent filings and the continued development of specialized material solutions that address evolving industry requirements. These initiatives reinforce our position as a trusted technology partner and solution provider to leading OEMs and industrial customers.

During FY 2025-26, the Company made several strategic investments to support its long-term growth ambitions. We expanded our manufacturing capabilities, strengthened our engineering plastics business, enhanced our advanced testing and validation infrastructure and broadened our product portfolio. The commissioning of our new manufacturing facility at Bhiwadi, Rajasthan further strengthens our ability to serve customers across India while supporting future capacity expansion. These investments reflect our confidence in India's growth story and our commitment to building world-class capabilities that support the evolving needs of our customers.

Sustainability remains an integral part of our growth strategy and decision-making framework. We firmly believe that long-term business success must go hand in hand with responsible environmental stewardship and social responsibility. We continue to focus on resource efficiency, responsible manufacturing practices, waste reduction, energy conservation and the development of sustainable material solutions that contribute to a greener future. As industries increasingly adopt environmentally responsible technologies, Kingfa India remains committed to supporting customers in their sustainability journey through innovative products and solutions.

The Company's success is built on the dedication, expertise and commitment of its people. I would like to express my sincere appreciation to our employees for their passion, resilience and unwavering commitment to excellence. Their efforts continue to drive innovation, operational excellence and customer satisfaction across our organization.

Looking ahead, we remain confident about the Company's growth prospects. India's strong macroeconomic fundamentals, expanding manufacturing ecosystem, supportive government initiatives such as Make in India and Atmanirbhar Bharat, and the increasing adoption of advanced materials across industries provide a favourable environment for long-term growth.
With our expanding manufacturing footprint, strong customer relationships, technological capabilities, innovation-driven culture and disciplined execution, we are well positioned to capitalize on these opportunities and strengthen our leadership position in the advanced materials industry.

On behalf of the Board and the management team, I extend my sincere gratitude to our customers, employees, business partners, lenders, regulators and shareholders for their continued trust, support and confidence. Your partnership has been instrumental in our success, and we look forward to achieving new milestones together as we continue our journey of innovation, sustainability and growth.

Warm Regards,

Wang Dazhong

Chairman, Managing Director & Chief Executive Officer
Appointed by the Board as Chairman & Managing Director with effect from 15 August 2026, subject to approval of the shareholders at the ensuing Annual General Meeting

Awards & Recognition FY - 2025-26

01

Emerging Supplier of the Year

FY 2025-26

Kingfa Science & Technology (India) Limited was recognised as the "Emerging Supplier of the Year" for FY 2025-26 by Toyoda Gosei South India Pvt. Ltd., in sincere recognition of its outstanding efforts and achievements.

TOYODA GOSEI SOUTH INDIA PVT. LTD.

02

Award for Development Support – 2025-26

Kingfa Science & Technology (India) Limited received the "Award for Development Support – 2025-26" at the India Region Business Partners' Meet 2026, organised by DENSO International India Private Limited, in recognition of its valuable contribution and continued support towards development.

DENSO Crafting the Core

DENSO INTERNATIONAL INDIA PRIVATE LIMITED

03

Recognition for Achieving Targets in "Delivery"

FY 2025-26

Kingfa Science & Technology (India) Limited was recognised by Toyoda Gosei South India Pvt. Ltd. for achieving its targets in the category of "Delivery" for FY 2025-26, in recognition of its consistent focus on timely delivery and operational excellence.

TOYODA GOSEI SOUTH INDIA PVT. LTD.

Awards & Recognition FY - 2025-26

04

Recognition for Achieving Targets in "Quality"

FY 2025-26

Kingfa Science & Technology (India) Limited was recognised by Toyoda Gosei South India Pvt. Ltd. for achieving its targets in the "Quality" category for FY 2025-26, in recognition of its commitment to maintaining high standards of quality and operational excellence.

TOYODA GOSEI SOUTH INDIA PVT. LTD.

05

Technology Partnership Award

Business Partners Meet 2025

Kingfa Science & Technology (India) Limited was recognised with the "Technology Partnership Award" at the Business Partners Meet 2025, organised by Varroc, in recognition of its valuable contribution and strong technology partnership.

varroc

06

Certificate of Appreciation

7th PLSIN Supplier QC Convention – 2025

Kingfa Science & Technology (India) Limited was recognised with a "Certificate of Appreciation" at the 7th PLSIN Supplier QC Convention, organised by Anchor | Panasonic, for successfully qualifying for the Final Round of the Supplier Quality Circle Convention held on 26th June 2025.

ANCHOR
Panasonic

Pune CSR Activities

01 The Company undertook a CSR project to provide computer sets at the Primary School, Aaskhed, Pune, with an expenditure of **₹ 1.58 Lakhs**, strengthening digital learning infrastructure and creating a better educational environment for students.

02 The Company undertook a CSR project to provide Smart Boards at the Primary School, Botarde, Pune, with an expenditure of **₹ 1.50 Lakhs**, strengthening digital learning infrastructure and enhancing the educational experience for students.

03

The Company undertook a CSR project to provide computer sets, printer and white board at the Primary School, Jaidwadi, Pune**,** with an expenditure of **₹ 1.47 Lakhs**, strengthening digital learning infrastructure and enhancing the educational environment for students.

04

The Company undertook a CSR project to construct a compound wall and watchman cabin at the Primary School, Saswad, Pune, with an expenditure of **₹ 9.85 Lakh**s. The initiative aims to strengthen the school's infrastructure and provide a safer and more secure environment for students and staff.

05

The Company undertook a CSR project to provide computer sets, printer and Smart TVs at the Primary School, Khed, Pune, with an expenditure of **₹ 7.30 Lakhs**, strengthening digital learning infrastructure and enhancing the educational environment for students.

06

The Company undertook a CSR initiative to strengthen the educational infrastructure at the Primary School, Tukobhawadi, Pune, by providing computer sets, a printer and a Smart TV, with an expenditure of **₹ 1.68 Lakhs**. The initiative aims to facilitate digital learning and provide students with improved access to modern educational resources.

07

The Company undertook a CSR project to construct compound walls, tables, shelves, undertake coloring at Government Primary School, Shelu, Pune, with an expenditure of **₹ 11.98 Lakhs**. The initiative aims to improve the school's infrastructure and provide students with a safer, more conducive and engaging learning environment.

MANESAR CSR ACTIVITY-

01

The Company undertook a CSR project for the construction of four rooms with a corridor at Nainwal School, Manesar, Haryana, with an expenditure of **₹ 40.04 Lakhs**. The initiative aims to strengthen the school's educational infrastructure and provide students with improved and adequate learning facilities.

PUDUCHERRY CSR ACTIVITY-

01

The Company undertook a CSR project to construct a shed in the open area for patients waiting at the Primary Health Care Centre, Kunnam, Puducherry, with an expenditure of **₹ 18.46 Lakhs**. The initiative aims to provide a safer, more comfortable and weather-protected waiting area for patients and visitors.

02

The Company undertook a CSR project involving the construction of a water tank, renovation of girls' and boys' washrooms, and development of a mid-day meal shed at Government Higher Secondary School, Pudukuppam, Puducherry, with an expenditure of **₹ 20.41 Lakhs**. The initiative aims to strengthen essential school infrastructure and provide students with improved sanitation, water and dining facilities.

CSR Project Implemented through Shadowbox Charitable Trust-

01

THE EMERGENCE OF POLYPROPYLENE LONG GLASS FIBRE COMPOSITES IN THE AGE OF LIGHTWEIGHTING

1. Introduction:

A significant material changes that are happening in the transportation sector, motivated by the need for lightweight, sustainability and low cost. It was the motivation behind the change from the use of engineering plastics to the use of olefinic based solutions. In most cases (such as in the automotive sector for example tailgate, FEM, etc.) the use of olefinic materials is achieved through good design and engineering principles. More knowledge and experience on automotive designs have brought about the increased use of plastic materials in commercial automobiles. Approximately, 15 to 20 percent of the weight of a vehicle of plastic material which amounts to 100 to 200 kg of plastic material is used in the construction of the automobile.

Originally applied for interior and non-structural purposes, plastic components has gradually found applications in semi-structural uses due to developments in polymer science, reinforcement methods, and moulding procedures. Engineering plastics including glass-reinforced polyamides, poly-butylene terephthalates and polycarbonate have been commonly used in those places where there is a need for high-performance plastic materials. This gave rise to a whole new set of problems in the field of cost and processing, necessitating further search for new low-cost materials.

Among thermoplastic composites, long glass fibre reinforced polypropylene (PP-LFT) proved to be an excellent lightweight plastic that can replace not only metals but engineering plastics as well. In contrast to conventional short-glass fibre composites, the ratio of length-to-diameter for glass fibres is better preserved in the PP-LFT composite than in the former. Due to this, the PP-LFT compounds provide excellent stiffness to toughness ratio compared to other materials. Besides the mechanical advantage of this material owing to its fibre length, this material offers excellent chemical resistance, fatigue properties, low moisture absorption and at the same time provides inherent advantages of the polypropylene matrix, including low density. This has made PP-LFT an attractive material for automotive applications such as front-end modules, instrument panel carriers, door module carriers, seat constructions, bumper beams, battery boxes, and underbody shields. Apart from automotive applications, PP-LFT is also gaining importance in railway, construction, logistics, furniture, and consumer appliance sectors.

This paper provides a brief discussion about the LFT technology used by Kingfa Science & Technology in different parts of automotive industry. Additionally, elaborated a comparative study and case study. Kingfa Science & Technology is currently working with original equipment manufacturers to provide solutions for changing metals into plastics, especially using long glass fibre technology.

2. Fundamentals of Long Glass Fibre Reinforced Polypropylene (PP-LFT)

2.1 Long Fibre Thermoplastic (LFT) Technology

The essential feature that distinguishes PP-SGF (short glass fibre) from PP-LFT is the preservation of the length of the glass fibres in the final granule produced through compounding. As per the shear lag model, fibres should be above a certain length for there to be stress transfer from the polymer matrix to the reinforcement. Shortening of the fibres during compounding and moulding leading to reduction in the aspect ratio of the fibres, thus reducing the effectiveness of the reinforcement.

2.2 Production Techniques of PP-LGF

Commercial PP-LGF composites are produced mainly by the use of LFT-G (Long Fibre Thermoplastic Granules) technology that uses the pultrusion technique, whereas certain other techniques such as LFT-D (Long Fibre Thermoplastic-Direct) and GMT (Glass Mat Thermoplastic) techniques are also used. In the LFT-G process, the continuous glass fibre rovings are first immersed in a melt of polypropylene mixed with various additives including PP-g-MAH coupling agents, antioxidants, thermal stabilizers, and other additives. The material is then cooled and pelletized to form pellets with lengths ranging between 10 and 25 mm (generally 11-12 mm in case of injection moulding). The LFT pellets used in the injection moulding process contain long fibre lengths.

2.3 Comparison with Conventional Short Glass Fibre Compounding and Effect of Fibre Length

In case of the conventional PP-SGF compounding process, 3-5 mm chopped glass fibres are fed into a co-rotating twin-screw extruder; and high shear forces caused by conveying and kneading elements cause significant reduction in fibre lengths prior to the palletisation. Further fibre breakage that happens during the injection moulding process brings the retained average fibre length down to approximately 0.1-0.5 mm. On the contrary, PP-LGF is manufactured by feeding continuous glass fibre rovings with the help of molten polypropylene and cutting them into 11-12 mm pellets. As a result, there is no high shear compounding process involved, and the fibre length is retained before moulding. Even though fibre attrition takes place during the injection moulding process, the retained fibre length in PP-LGF parts is still within the range of 2 to 6 mm, which gives much greater aspect ratio compared to the conventional PP-SGF parts. A comparative fiber length of PP-SGF and PP-LFT indicated in figure 1. The higher fibre retention ensures better stress transfer between the matrix and reinforcement, and provides better tensile and flexural properties, impact resistance, fatigue behaviour, creep and energy absorption. Moreover, long fibres form a network of reinforcing elements and provide crack bridging and delayed fracture. However, maximizing these benefits requires careful optimization of moulding parameters to minimize fibre breakage and control fibre orientation during processing.

Processing Stage	PP-SGF	PP-LFT
Initial fiber length	3–5 mm	Continuous roving
Pellet length	3–4 mm	11–12 mm
Fiber length after pellet production	0.2–0.6 mm	~11 mm
Fiber length after injection molding	0.15–0.5 mm	2–6 mm

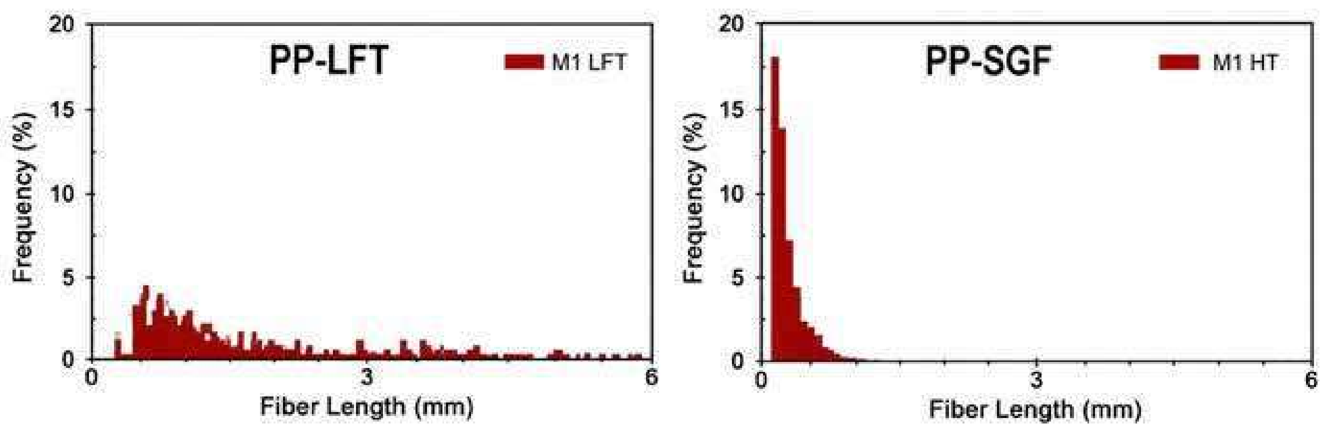


Figure 1: Effective fiber length comparison of PP-SGF and PP-LFT

3. PP-LFT as an Alternative to Glass Fibre Reinforced Polyamide (PA6-GF)

Polyamide (PA6-GF) reinforced by glass fibre is considered to be the traditional material of choice for engineering applications within the automotive industry. Its properties like high stiffness, high strength and thermal stability make it suitable for use in the under the hood as well as semi structural automotive components like radiator end tanks, cooling system components, air intake manifolds, seat structures, front end modules and different types of brackets. With the rise in the demand for this lightweight material, PP-LFT material has been introduced as a replacement for several automotive applications. As compared to PA6, polypropylene has a much lower density (~0.90 $g.cm^{-3}$ as against ~1.13 $g.cm^{-3}$) and thus leads to weight reduction of about 15-20%. Polypropylene is also characterized by the properties like no moisture absorption, good chemical resistance, low raw material costs and short process times which makes it an ideal material for use in automotive industries. Long glass fibres help in increasing the mechanical strength of polypropylene thus making it comparable to the stiffness and impact resistance of PA6-GF.

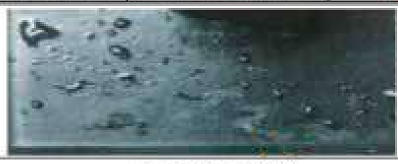
Figure 1 indicative that, PP-LFT is always superior compared to the conventional PP-SGF when tested for their mechanical properties at equal amounts of glass fibres because of better fibre length retention. PP-LFT shows higher tensile strength, flexural strength, and impact strength compared to PP-GF when the two are tested at 20, 30, and 40 wt% glass fibres, indicating the efficiency of long-fibre reinforcement. While PA6-GF always shows better tensile strength performance, its tensile/flexural strength when tested at DAM conditions is similar to PP-LFT but has very low impact strength compared to PP-LFT. Table 2, indicating the properties comparison of the various LFT materials.

Properties	Test Standard	Units	GFPP -G20	GFPP -L20	PA6 -G20	GFPP -G30	GFPP -L30	PA6 -G30	GFPP -G40	GFPP -L40	PA6 -G40
Density	ISO 1183	g/cm3	1.04	1.04	1.26	1.12	1.12	1.36	1.22	1.22	1.46
Tensile Strength	ISO 527	MPa	80	90	130/90	90	90	160/110	105	140	190/120
Elongation at Break	ISO 527	%	3	3	3.5/5.0	2.5	2.5	2.5/4	2	2	2/3
Tensile Modulus	ISO 527	MPa	4500	5000	6500/4500	5000	6800	9000/6000	6000	9500	11500/8000
Flexural Strength	ISO 178	MPa	100	130	190/140	120	160	240/170	140	200	300/220
Flexural Modulus	ISO 178	MPa	4000	4300	6000/4500	4500	6200	8000/6000	5000	8400	11000/8000
Charpy Notched Impact	ISO 179	kJ/m2	7	20	9/14	8	27	9/14	8	38	9/14
Heat Deflection Temp.	ISO 75	°C	145	155	190	147	155	205	149	161	215
*** PA-G values are mentioned in DAM/Conditioned @ 23°C / 50% RH format respectively**											

A significant disadvantage of the PA6/66-GF system is that it is very hygroscopic owing to the inherent molecular structure. The polyamide molecular chains absorb both moisture and car coolants during its use, which causes plasticization of the polymer matrix, along with deterioration of its mechanical properties, dimensional stability, and overall durability. On the contrary, the polypropylene material is practically non-polar and displays negligible moisture absorption. This explains the ability of the PP-LFT system to preserve its mechanical characteristics after being exposed to aqueous media for a long time. It can be seen from the coolant retention results provided in Figure 2. The values of properties retention of the PP-LFT grades exceeded 80-100%, while those of PA66-GF were reduced to only 20-60%.

The retention of properties after immersed in G48 coolant/water=1/1 at 130°C for 1000h					
Properties	Standards	GFPP-L30 HM		PA66-GF30	
		Properties After 1000h	Retention (%)	Properties After 1000h	Retention (%)
Tensile strength	ISO 527	123 MPa	102	43 MPa	22
Charpy impact strength, notched	ISO 179	25 kj/m2	83	8 kj/m2	62
Charpy impact strength	ISO 179	52 kj/m2	83	28 kj/m2	34
Flexural strength	ISO 178	165 MPa	94	59 MPa	20
Flexural modulus	ISO 178	6800 MPa	101	4430 MPa	55


PP-LGF 30%


PA6-GF 30%


PA66-GF 30%

4. Market Trends and Industrial Adoption of PP-LFT as a Replacement for Metals and PA6-GF

The need for PP-LFT has escalated significantly over the last few decades, originally intended to replace costly and dense materials like metals and engineering plastics. PP-LFT composites have become mainstream in the selection of semi-structural components. The global LFT industry will experience continuous growth at an average compound annual growth rate of around 5 to 9% until 2030. In most cases, automotive industry will continue to be the biggest consumer of LFT market.

PP-LFT has become increasingly popular in the automotive industry as a substitute for metal parts and glass fibre reinforced polyamide parts that reduce costs, weight, and process difficulty. PP-LFT is used instead of polyamide-glass filled composites in many semi-structural parts. Despite having a high temperature stability than PA6/66-GF, the latter becomes less useful because of its high density, moisture absorbance and higher costs in comparison. In addition to that, moisture absorbance of PA6/66-GF is very low which makes it an excellent choice for use in automotive parts which can be exposed to humidity and automotive coolants. Therefore, PP-LFT becomes a suitable choice for front-end modules, battery structures, seat frames, instrument panel carriers, door module carriers, spare wheel well, and underbody shields.

The shift towards electric vehicles has further spurred the adoption of PP-LFT. Electric vehicles need lightweight components to balance out the weight of their batteries while retaining their impact resistance and structural properties. This means that automotive OEMs have been increasingly employing PP-LFT in the design of batteries, battery protective shells, front-end carriers, seats, and underbody parts, which call for high-specific stiffness, impact-resistance, corrosion-resistance and recyclability. At the same time, initiatives and regulations promoting sustainability and the principles of circular economy have driven efforts towards designing recycled and biobased PP-LFT systems, thus enhancing the competitiveness of PP-LFT composites in relation to metals and traditional engineering plastics.

Kingfa has collaborated with many OEMs in this regard, for instance, earlier tailgates had a metallic composition; however, through effective engineering, the component has been developed as a composite structure of PP-LFT + PP-talc filled. The exterior cover made from PP-talc filled plastic for aesthetic considerations while the internal structure made using PP-LFT with inserts of metals in stress zones of the tailgate. Such transition allows to reduce a 15kg tailgate part to 8 kg. Similarly for front end module the part made of metal weighs around 10kgs but when made of PP-LFT it comes to around 4.8~5.5 kgs. Around 40 ~ 50% weight reduction is observed in most cases. Additionally Figure 3, showcase the applications Kingfa PP-LFT has successfully replaced engineering plastics as well as implementation of metal to plastic.

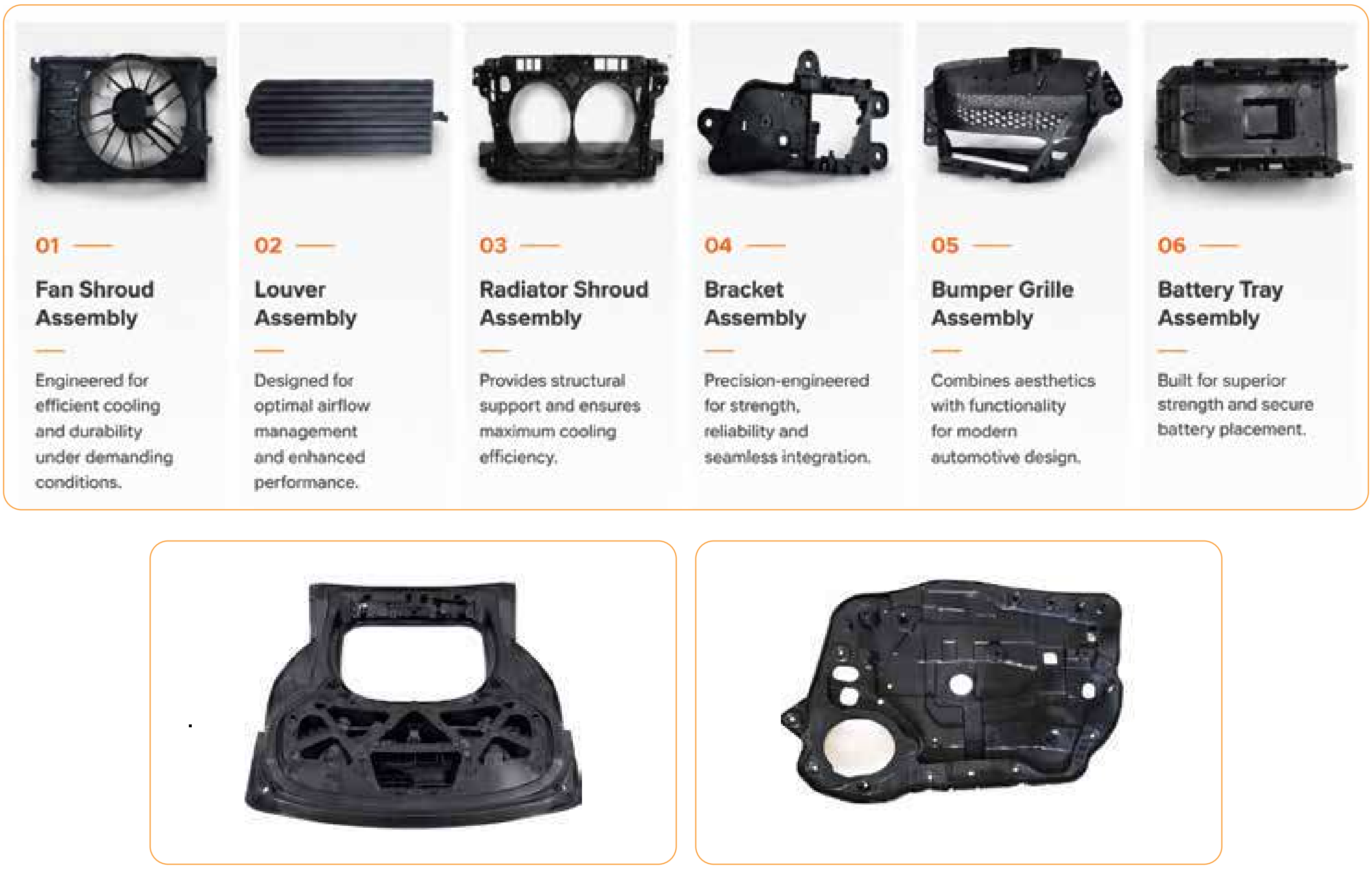


Figure 3: Current PP LGF systems capable of engineering plastics and metal replacements

5. Conclusion

As a result, the development of PP-LFT can be considered a promising composite material that competes with metals and engineering plastics as the substitute material thanks to a unique combination of low density, high specific strength, outstanding impact resistance, chemical resistance, and cost. An increased application of PP-LFT for manufacturing various automotive parts such as front-end module, seats and battery supports confirm its industrial maturity and its valuable contribution to the lightweight design. It is predicted that the future research and developments in the field will concentrate on expanding the area of LFT composites into engineering polymers, which means developing the materials based on PA, PBT, and PPS, making possible the use of these materials in structural applications where metal replacement is still problematic. On the other hand, it is predicted that PP-LFT will start substituting the conventional short glass fibre reinforced engineering plastics (PA6-GF, PA66-GF) in applications working below their temperature limits, providing comparable mechanical properties with lower density and cost.

KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

CIN: L25209TN1983PLC010438

Registered Office: Dhun Building, III Floor, 827, Anna Salai, Chennai – 600 002

Phone: 044-28521736 | **Fax:** 044–28520420 | **E-mail:** cs@kingfaindia.com | **Website**: www.kingfaindia.com

Notice of 42nd Annual General Meeting

Notice is hereby given that the 42nd (Forty-Second) Annual General Meeting ("AGM") of Kingfa Science & Technology (India) Limited ("the Company") will be held on Monday, September 28, 2026, at 11:30 A.M. (IST) through Video Conferencing ("VC") / Other Audio Visual Means ("OAVM") to transact the following business:

ORDINARY BUSINESS

Item No. 1: Adoption of Audited Financial Statements of the Company for the financial year ended March 31, 2026.

To receive, consider and adopt the Audited Standalone Financial Statements of the Company for the financial year ended March 31, 2026, together with the Reports of the Board of Directors and Auditors thereon.

Item No. 2: To declare a final dividend of ₹20/- per equity share for the financial year ended March 31, 2026.

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

"**RESOLVED THAT** dividend at the rate of ₹ 20 /- (Rupees Twenty only) per equity share of ₹ 10/- (Rupees Ten only) each fully paid-up of the Company, as recommended by the Board of Directors, be and is hereby declared for the financial year ended March 31, 2026 and the same be paid out of the profits of the Company."

Item No. 3: To appoint a director in place of Mr. Sun Yajie (DIN: 11191121), who retires by rotation and being eligible, offers himself for re-appointment.

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

"**RESOLVED THAT** in accordance with the provisions of Section 152 and other applicable provisions, if any, of the Companies Act, 2013, including any statutory modification or re-enactment thereof, for the time being in force, **Mr. Sun Yajie (DIN: 11191121)**, who retires as a Director by rotation and, being eligible, has offered himself for re-appointment, be and is hereby re-appointed as a Director of the Company."

SPECIAL BUSINESS

Item No. 4 : To appoint Mr. Wang Dazhong (DIN: 11849911) as Chairman & Managing Director 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 Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Rules made thereunder and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the provisions of the Articles of Association of the Company and based on the recommendations of the Nomination and Remuneration Committee and the Board of Directors of the Company, approval of the Members be and is hereby accorded for appointment of Mr. Wang Dazhong (DIN: 11849911), who was appointed as an Additional Director of the Company by the Board of Directors with effect from 15th August, 2026 and holds office until the date of next General Meeting or for a period of three months from the date of appointment, whichever is earlier, as a Director of the Company, not liable to retire by rotation.

RESOLVED FURTHER THAT pursuant to the provisions of Section 196, 197, 198 and 203 read with Schedule V and all other applicable provisions of the Act and the Rules made thereunder and the applicable provisions of Listing Regulations [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the provisions of the Articles of Association of the Company and based on the recommendations of the Nomination and Remuneration Committee and the Board of Directors of the Company, approval of the Members be and is hereby accorded for appointment of Mr. Wang Dazhong (DIN: 11849911), as the Chairman & Managing Director of the Company, not liable to retire by rotation, to hold office for a period of 3 (three) consecutive years i.e., from 15th August, 2026 to 14th August, 2029, on the terms and conditions including those relating to remuneration as set out in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company (including any Committee thereof duly authorised by the Board) be and is hereby authorised to alter, vary, or revise the terms and conditions of appointment and remuneration of Mr. Wang Dazhong from time to time, provided that such variation is within the limits prescribed under the Companies Act, 2013 read with Schedule V thereto, Listing Regulations and other applicable laws, rules, and regulations and to do all such acts, deeds, matters and things as may be deemed necessary, proper or expedient to give effect to this Resolution."

Item No. 5: To appoint Mr. Sethuraman Shanmugasundaram (DIN: 11871332) as Whole-time Director, designated as Chief Operating Officer 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 Section 152 and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Rules made thereunder and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the provisions of the Articles of Association of the Company and based on the recommendations of the Nomination and Remuneration Committee and the Board of Directors of the Company, approval of the Members be and is hereby accorded for appointment of **Mr. Sethuraman Shanmugasundaram (DIN:11871332)**, who was appointed as an Additional Director of the Company by the Board of Directors with effect from 15th August 2026 and holds office until the date of next General Meeting or for a period of three months from the date of appointment, whichever is earlier, as a Director of the Company, liable to retire by rotation.

RESOLVED FURTHER THAT pursuant to the provisions of Section 196, 197, 198 and 203 read with Schedule V and all other applicable provisions of the Act and the Rules made thereunder and the applicable provisions of Listing Regulations [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the provisions of the Articles of Association of the Company and based on the recommendations of Nomination and Remuneration Committee and the Board of Directors of the Company, approval of the Members be and is hereby accorded for appointment of **Mr. Sethuraman Shanmugasundaram (DIN: 11871332)**, as Whole-time Director of the Company, designated as Chief Operating Officer, liable to retire by rotation, to hold office for a period of 3 (three) consecutive years i.e., from 15th August, 2026 to 14th August, 2029, on the terms and conditions including those relating to remuneration as set out in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT the Board of Directors of the Company (including any Committee thereof duly authorised by the Board) be and is hereby authorised to alter, vary or revise the terms and conditions of appointment and remuneration of Mr. Sethuraman Shanmugasundaram from time to time, provided that such variation is within the limits prescribed under the Companies Act, 2013 read with Schedule V thereto, Listing Regulations and other applicable laws, rules and regulations and to do all such acts, deeds, matters and things as may be deemed necessary, proper or expedient to give effect to this Resolution."

Item No. 6: To appoint Ms. Apurva Pradeep Joshi (DIN: 06608172) as a Non-Executive Independent Director 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 Section 149, 150, 152, Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 (the Act) and the Rules made thereunder and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Listing Regulations) [including any statutory modification(s) or re-enactment(s) thereof for the time being in force], the provisions of the Articles of Association of the Company and based on the recommendations of the Nomination and Remuneration Committee and the Board of Directors of the Company, approval of the Members be and is hereby accorded for appointment of **Ms. Apurva Pradeep Joshi (DIN: 06608172)**, who has been appointed as an Additional Director (designated as Independent Director) of the Company by the Board of Directors with effect from 15th August, 2026, and who has submitted a declaration that she meets the criteria of independence under Section 149(6) of the Act and Regulation 16(1)(b) of the Listing Regulations and is eligible for appointment under the provisions of the Act, the Rules made thereunder and the Listing Regulations as an Independent Director, not liable to retire by rotation, to hold office for a term of five consecutive years i.e., from 15th August, 2026 upto 14th August, 2031, on the terms and conditions including those relating to remuneration as set out in the Explanatory Statement annexed to this Notice.

RESOLVED FURTHER THAT Executive Directors or the Company Secretary of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary or expedient to give effect to this resolution, including filing of requisite forms with the Registrar of Companies."

Item No. 7: To Approve for Payment of Commission to Independent Directors :

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

"RESOLVED THAT pursuant to the provisions of Section 197 and other applicable provisions, if any, of the Companies Act, 2013 ("the Act") read with Schedule V of the Act (including any statutory modification(s) or re-enactment thereof for the time being in force), and based on the recommendation of the Nomination and Remuneration Committee and the approval of the Board of Directors, the consent of the Members be and is hereby accorded for the payment of commission of Rs. 8,00,000/- (Rupees Eight Lakhs only) per year per Independent Director, in addition to the sitting fees payable for attending meetings of the Board and its Committees, subject to the overall limits prescribed under the Act.

RESOLVED FURTHER THAT in the event of loss or inadequacy of profits in any financial year, the Independent Directors shall be entitled to receive remuneration by way of commission, as may be determined by the Board of Directors, subject to the provisions of Sections 149(9), 197 and other applicable provisions of the Companies Act, 2013, read with Schedule V thereto, and the rules made thereunder, as amended from time to time and subject to such approvals and conditions as may be applicable.

RESOLVED FURTHER THAT Executive Directors or the Company Secretary of the Company be and is hereby authorised to do all such acts, deeds, matters, and things as may be necessary to give effect to this resolution, including filing the necessary forms with the Registrar of Companies."

Item No. 8: Ratification of the Cost Auditor's Remuneration

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

"RESOLVED THAT pursuant to the provisions of Section 148 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), the Company hereby ratifies the remuneration of ₹ 4,00,000 (Rupees Four Lakhs Only) plus applicable taxes and reimbursement of out of pocket expenses, payable to Mr. K. Suryanarayanan, Cost Accountant (Registration No. 102347), who is re-appointed by the Board of Directors of the Company as Cost Auditor, to conduct the audit of the cost records of the Company for the Financial Year ending March 31, 2027.

RESOLVED FURTHER THAT Executive Directors or the Company Secretary of the Company be and is hereby authorised to do all such acts, deeds, matters and things as may be necessary to give effect to this resolution, including filing the necessary forms with the Registrar of Companies."

By order of the Board of Directors
For Kingfa Science & Technology (India) Limited

Sd/-
Deepak Vyas
Company Secretary & Compliance Officer

Place: Pune
Date: 14-08-2026

NOTES:

1. The Ministry of Corporate Affairs (“MCA”) allows companies to hold AGM through VC/OAVM, without physical presence of Members at a common venue. In compliance with the MCA Circulars, AGM of the Company is being held through VC/OAVM. The Registered Office of the Company, i.e. Dhun Building, 3rd Floor, 827, Anna Salai, Chennai, Tamil Nadu, India, 600002 shall be deemed to be the venue for the AGM. [General Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020, 20/2020 dated May 5, 2020 and subsequent circulars issued in this regard, the latest being General Circular No. 03/2025 dated September 22, 2025, collectively referred to as “MCA Circulars”]

2. Pursuant to the Circular No. 14/2020 dated 8th April, 2020, issued by the Ministry of Corporate Affairs, the facility to appoint proxy to attend and cast vote for the members is not available for this AGM. However, the Bodies Corporate are entitled to appoint authorised representatives to attend the AGM through VC/OAVM and participate thereat and cast their votes through e-voting. A Member entitled to attend and vote at the AGM is entitled to appoint a proxy to attend and vote on his/her behalf and the proxy need not be a Member of the Company. Since this AGM is being held through VC/OAVM, the requirement of physical attendance of Members has been dispensed with. The facility for appointment of proxies by Members will not be available for this AGM and hence, the proxy form, attendance slip and route map of AGM are not annexed to this Notice.

3. The Explanatory Statement pursuant to Section 102 of the Act setting out material facts concerning the special business under Item Nos. 4, 5, 6, 7 & 8 of the Notice is annexed hereto. The relevant details, pursuant to Regulations 36(3) and other applicable Regulations of the Listing Regulations and Secretarial Standards - 2 on General Meetings issued by the Institute of Company Secretaries of India, in respect of Directors seeking appointment/re-appointment at the AGM is provided as annexure to the Notice. Requisite declarations have been received from Director/s for seeking appointment/re-appointment.

4. In compliance with the aforesaid MCA Circulars and SEBI Circular No SEBI/HO/CFD/CFD-PoD- 2/P/CIR/2023/167 dated 7th October, 2023, and SEBI Circular No SEBI/HO/CFD/CFD-PoD-2/P/ CIR/2024/133 dated 03rd October, 2024, Notice of the AGM is being sent only through electronic mode to those Members whose e-mail addresses are registered with the Company/Registrar and Transfer Agent /Depositories. In line with the Ministry of Corporate Affairs (MCA) Circular No. 17/2020 dated 13th April, 2020, the Notice calling the AGM has been uploaded on the website of the Company at **www.kingfaindia.com**. The Notice can also be accessed from the websites of the Stock Exchanges i.e. BSE Limited and National Stock Exchange of India Limited at **www.bseindia.com and www.nseindia.com** respectively and the AGM Notice is also available on the website of NSDL (agency for providing the Remote e-Voting facility) i.e. www.evoting.nsdl.com

5. The Members can join the AGM in the VC/OAVM mode 15 minutes before and after the scheduled time of the commencement of the Meeting by following the procedure mentioned in the Notice. The facility of participation at the AGM through VC/OAVM will be made available for 1000 members on first come first served basis. This will not include large Shareholders (Shareholders holding 2% or more shareholding), Promoters, Institutional Investors, Directors, Key Managerial Personnel, the Chairpersons of the Audit Committee, Nomination and Remuneration Committee and Stakeholders Relationship Committee, Auditors etc. who are allowed to attend the AGM without restriction on account of first come first served basis.

6. Institutional Investors/Corporate Members:

Institutional Investors/Corporate Members (i.e. other than individuals, HUFs, NRIs, etc.) who are intending to appoint their authorized representatives pursuant to Sections 112 or 113 of the Act, as the case may be, to attend the AGM and vote through e-Voting, are requested that certified copy of the Board Resolution/Power of Attorney/Authority Letter are:

- send to the Scrutinizer by e-mail at **shaswati.vaishnav@gmail.com** with a copy marked to **evoting@nsdl.com** and **cs@kingfaindia.com** not later than 48 hours before the scheduled time of the commencement of the Meeting.
- uploaded by clicking on the "Upload Board Resolution/Authority Letter" displayed under the “e-Voting” tab in their login

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

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

9. Pursuant to the provisions of Section 108 of the Companies Act, 2013 read with Rule 20 of the Companies (Management and Administration) Rules, 2014 (as amended) the Secretarial Standard on General Meetings (SS-2) issued by the ICSI and Regulation 44 of Listing Regulations (as amended), and the Circulars issued by the Ministry of Corporate Affairs from time to time the Company is providing facility of remote e-Voting to its Members in respect of the business to be transacted at the AGM. For this purpose, the Company has entered into an agreement with National Securities Depository Limited (NSDL) for facilitating voting through electronic means, as the authorized agency. The facility of casting votes by a member using remote e-Voting system as well as e-voting on the date of the AGM will be provided by NSDL.

REMOTE E-VOTING:

- The remote e-voting facility will be available during the following voting period:

Commencement of remote e-voting:	Friday, 25th September 2026 from 9:00 AM
End of remote e-voting:	Sunday, 27th September 2026 at 5:00 PM

- During this period, the Members of the Company holding shares in physical form or in dematerialised form, as on the cut-off date, being Monday, 21st September, 2026, may cast their vote by electronic means in the manner and process set out herein below.

- The e-voting module shall be disabled for voting thereafter. Once the vote on a resolution is cast by the Member, the Member shall not be allowed to change it subsequently.

10. Those Members who are present in the Meeting through VC / OAVM and have not cast their vote on resolutions through remote e-voting, can vote through e-voting at the AGM. Members who have already cast their votes by remote e-voting are eligible to attend the AGM. However, those Members are not entitled to cast their vote again at the AGM.

11. The Board of Directors has appointed Ms. Shaswati Vaishnav, Practicing Company Secretary (ACS No. 11392 and CP No. 8675) as a scrutinizer to scrutinise the e-voting process in a fair and transparent manner.

12. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon 5 unsuccessful attempts to key in the correct password. In such an event, you will need to go through the 'Forgot User Details/Password' option available on **https://eservices.nsdl.com/** to reset the password.

13. The Scrutinizer shall, immediately after the conclusion of voting at the AGM, first count the votes cast during the AGM, thereafter unblock the votes cast through remote e-voting and make within two working days from the conclusion of AGM, a consolidated Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorised by him in writing, who shall countersign the same.

14. The Results declared along with the Scrutinizer's Report(s) will be available on the website of the Company at **www.kingfaindia.com** and on website of NSDL at **www.evoting.nsdl.com** and will also be communicated to the BSE Ltd. and the National Stock Exchange of India Limited within two working days from the conclusion of the AGM.

15. Record Date

The Record date fixed for determining the entitlement of Members to dividend for the financial year ended March 31, 2026, if approved at the AGM is Monday, September 21, 2026.

16. Dividend

The dividend of ₹20 per equity share of ₹10 each, i.e. 200% of the face value will be paid subject to deduction of tax at source (TDS), on or before October 28, 2026 only through electronic mode as under:

Shares held in electronic form: To all Beneficial Owners as per the details made available by DP as of close of business hours on Monday, September 21, 2026; and

Shares held in physical form: To all Members after giving effect to valid transmission or transposition requests lodged with the Company, if any as of close of business hours on Monday, September 21, 2026.

Dividend to Members holding shares in Physical form:

Folios of Members should be KYC compliant to receive the dividends directly in their bank accounts through National Automated Clearing System or any other electronic mode of remittance. Members are requested to send the following documents to RTA on or before the record date i.e., Monday, September 21, 2026.

i. Form No. ISR-1 duly filled and signed by the holders stating their name, contact details, folio number, complete address with PIN code and the bank account details;
ii. Original copy of cheque bearing the name of the Member or first holder, in case shares are held jointly;
iii. Self-attested copy of the PAN Card of all holders;
iv. Self-attested copy of any document (such as Aadhaar Card, Driving License, Election Identity Card, Passport) in support of the address of the Member as registered with the Company;
v. Form ISR 2 duly filled and signed. The signature of holders should be attested by the Bank Manager;
vi. Form SH 13 – Nomination Form or Form ISR-3 – to opt out from Nomination.

The above Investor Service Request Forms (ISR) are available on RTA's website at **https://www.integratedregistry.in/**

Dividend to Members holding shares in electronic form:

Members may please note that their bank details as furnished by the respective DPs to the Company will be considered for remittance of dividends as per the applicable regulations and the Company will not entertain any direct request for change/ addition/ deletion of such bank details.

Accordingly, the Members are requested to ensure that correct/latest complete bank details are updated against their demat account with their respective DPs.

Instructions, if any, already given by Members in respect of shares held in physical form, will not be automatically applied to the dividend paid on shares held in electronic form.

17. Tax Deducted at Source ("TDS") on dividend:

The Company is required to deduct TDS from the dividend to be paid to the Members as per rates prescribed under the Income Tax Act, 2025 ("IT Act") and the Finance Acts of the respective years.

Members are requested to update their Residential Status, PAN details and Category with:
i. the DP (if shares are held in electronic form) or
ii. the Company/RTA (if shares are held in physical form)

Please send documents mentioned below to **cs@kingfaindia.com** or on or before Monday, September 21, 2026 (upto 7:00 pm) to enable the Company to determine the appropriate TDS/withholding tax rate and provide exemption, if applicable.

Key documents to be submitted/uploaded as per Income Tax Rules 2026:

Category of Shareholder	Document(s) to be submitted/ uploaded
Resident individual shareholders with PAN* and whose income does not exceed maximum amount not chargeable to tax or who is not liable to pay income tax	i. Form 121 (erstwhile Form No. 15G or Form No. 15H)
Non-resident shareholders [including Foreign Portfolio Investors (FPIs)] who can avail beneficial rates under tax treaty between India and their country of tax residence	i. No Permanent Establishment Declaration ii. Beneficial Ownership Declaration iii. Tax Residency Certificate iv. Copy of electronically filed Form 41 (erstwhile Form 10F) v. Any other document which may be required

*If PAN is not correct/invalid/inoperative then tax will be deducted at higher rates.

18. Unclaimed Dividend and Investor Education and Protection Fund (IEPF):

Dividends, if not encashed for a period of 7 consecutive years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the IEPF Account. The shares in respect of such unclaimed dividends are also liable to be transferred to the demat account of the IEPF Authority. In view of this, Members/ Claimants are requested to claim their dividends from the Company within the stipulated timeline.

The Members whose unclaimed dividends and/or shares have been transferred to IEPF may write to the Company/RTA and submit the required documents for issue of Entitlement Letter. The Members may then make an application to the IEPF Authority in web Form IEPF-5 (available on www.iepf.gov.in) by attaching the Entitlement Letter and other documents.

19. The Following documents will be available electronically for inspection by the Members before as well as during the AGM:

i. the Register of Directors and Key Managerial Personnel and their Shareholding;
ii. the Register of Contracts or Arrangements in which the directors are interested and
iii. relevant documents referred to in the Notice or Explanatory Statement.

Members desiring inspection, may send their request in writing to the Company from their registered e-mail address by mentioning their name, DP ID and Client ID/Folio No. and Mobile No. at **cs@kingfaindia.com**, up to the date of AGM.

DISPATCH OF ANNUAL REPORT THROUGH ELECTRONIC MODE:

- In compliance with the MCA Circulars and Regulation 36(1)(a) of the Listing Regulations, Notice of the AGM along with the Annual Report for the financial year 2025-26 is being sent only through electronic mode to those members whose e-mail address is registered with the Company / Registrar and Transfer Agent / Depository Participants / Depositories. Further, in compliance with Regulation 36(1)(b) of the Listing Regulations, a letter providing the web-link, including the exact path, where Annual Report for the financial year 2025-26 is available, is being sent to those members whose e-mail address is not registered with the Company / Registrar and Transfer Agent / Depository Participants / Depositories.
- The Company shall send physical copy of the Annual Report FY2025-26 to those Members who request for the same at **cs@kingfaindia.com,/ yuvraj@integratedindia.in** mentioning their Folio No./DP ID and Client ID.
- Members may note that this Notice and Annual Report for the financial year 2025-26 will also be available on the Company's website at **www.kingfaindia.com**, websites of the Stock Exchanges, i.e., BSE Limited and National Stock Exchange of India Limited at **www.bseindia.com** and www.nseindia.com, respectively.
- For receiving all communication (including Annual Report) from the Company electronically:

  i. Members holding shares in dematerialised mode are requested to register / update their e-mail address with the relevant Depository Participant. National Securities Depository Limited ("NSDL") has provided a facility for registration / updation of e-mail address through the link: **https://eservices.nsdl.com/**

  ii. Members holding shares in physical mode are requested to follow the process set out in Note No. 16 in this Notice.

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

- The remote e-voting period begins on Friday, 25th September 2026 from 9:00 A.M. and ends on Sunday, 27th September 2026 at 5:00 P.M.
- The remote e-voting module shall be disabled by NSDL for voting thereafter. The Members, whose names appear in the Register of Members / Beneficial Owners as on the cut-off date i.e. Monday, 21st September 2026, may cast their vote electronically. The voting right of shareholders shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date, being Monday, 21st September 2026.
- A person who has acquired the shares and has become a Member of the Company after the dispatch of the Notice of the AGM and prior to the cut-off date, being Monday, 21st September 2026, shall be entitled to exercise his/her vote either electronically i.e. remote e-voting or e-voting system on the date of the AGM by following the procedure mentioned hereinbelow.

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

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

Step 1:

ACCESS TO NSDL E-VOTING SYSTEM

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

In terms of SEBI circular dated 09th December 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 to access e-Voting facility.

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

Type of shareholders	Login Method
Individual Shareholders holding securities in demat mode with NSDL.	1. For OTP based login you can click on NSDL e-voting website 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 i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2. Existing **IDeAS** user can visit the e-Services website of NSDL Viz. https://eservices.nsdl.com either on a Personal Computer or on a mobile. On the e-Services home page click on the “**Beneficial Owner**” icon under “**Login**” which is available under ‘**IDeAS**’ section , this will prompt you to enter your existing User ID and Password. After successful authentication, you will be able to see e-Voting services under Value added services. Click on “**Access to e-Voting**” under e-Voting services and you will be able to see e-Voting page. Click on company name or **e-Voting service provider i.e. NSDL** and you will be re-directed to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 3. If you are not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select “**Register Online for IDeAS Portal**” or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 4. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon “Login” which is available under ‘Shareholder/Member’ section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number 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 i.e. NSDL** and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 5. Shareholders/Members can also download NSDL Mobile App “**NSDL Speede**” facility by scanning the QR code mentioned below for seamless voting experience. **NSDL Mobile App is available on** App Store Google Play

Individual Shareholders holding securities in demat mode with CDSL	1. Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The users to login Easi /Easiest are requested to visit CDSL website www.cdslindia.com and click on login icon & New System Myeasi Tab and then use your existing my easi username & password. 2. After successful login the Easi / Easiest user will be able to see the e-Voting option for eligible companies where the evoting is in progress as per the information provided by company. On clicking the evoting option, the user will be able to see e-Voting page of 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 & New System Myeasi 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) login through their depository participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. upon logging in, you will be able to see e-Voting option. Click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider i.e. NSDL and you will be redirected to e-Voting website of NSDL for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

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

Login type	Helpdesk details
Individual Shareholders holding securities in demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.com or call at 022 - 4886 7000
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

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

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

1. Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile.

2. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section.

3. A new screen will open. You will have to enter your User ID, your Password/OTP and a Verification Code as shown on the screen.

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

4. Your User ID details are given below :

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

5. Password details for shareholders other than Individual shareholders are given below:

- If you are already registered for e-Voting, then you can user your existing password to login and cast your vote.
- If you are using NSDL e-Voting system for the first time, you will need to retrieve the 'initial password' which was communicated to you. Once you retrieve your 'initial password', you need to enter the 'initial password' and the system will force you to change your password.
- How to retrieve your 'initial password'?

(i) If your email ID is registered in your demat account or with the company, your 'initial password' is communicated to you on your email ID. Trace the email sent to you from NSDL from your mailbox. Open the email and open the attachment i.e. a .pdf file. Open the .pdf file. The password to open the .pdf file is your 8 digit client ID for NSDL account, last 8 digits of client ID for CDSL account or folio number for shares held in physical form. The .pdf file contains your 'User ID' and your 'initial password'.

(ii) If your email ID is not registered, please follow steps mentioned below in process for those shareholders whose email ids are not registered.

6. If you are unable to retrieve or have not received the "Initial password" or have forgotten your password:

a) Click on "Forgot User Details/Password?"(If you are holding shares in your demat account with NSDL or CDSL) option available on www.evoting.nsdl.com.

b) Physical User Reset Password?" (If you are holding shares in physical mode) option available on www.evoting.nsdl.com.

c) If you are still unable to get the password by aforesaid two options, you can send a request at evoting@nsdl.com mentioning your demat account number/folio number, your PAN, your name and your registered address etc.

d) Members can also use the OTP (One Time Password) based login for casting the votes on the e-Voting system of NSDL.

7. After entering your password, tick on Agree to "Terms and Conditions" by selecting on the check box.

8. Now, you will have to click on "Login" button.

9. After you click on the "Login" button, Home page of e-Voting will open.

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

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

1. After successful login at Step 1, you will be able to see all the companies "EVEN" in which you are holding shares and whose voting cycle and General Meeting is in active status.

2. Select "EVEN" of company for which you wish to cast your vote during the remote e-Voting period and casting your vote during the General Meeting. For joining virtual meeting, you need to click on "VC/OAVM" link placed under "Join Meeting".

3. Now you are ready for e-Voting as the Voting page opens.

4. Cast your vote by selecting appropriate options i.e. assent or dissent, verify/modify the number of shares for which you wish to cast your vote and click on "Submit" and also "Confirm" when prompted.

5. Upon confirmation, the message "Vote cast successfully" will be displayed.

6. You can also take the printout of the votes cast by you by clicking on the print option on the confirmation page.

7. Once you confirm your vote on the resolution, you will not be allowed to modify your vote.

General Guidelines for shareholders

1. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) are required to send scanned copy (PDF/JPG Format) of the relevant Board Resolution/ Authority letter etc. with attested specimen signature of the duly authorized signatory(ies) who are authorized to vote, to the Scrutinizer by e-mail to shaswati.vaishnav@gmail.com with a copy marked to evoting@nsdl.com. Institutional shareholders (i.e. other than individuals, HUF, NRI etc.) can also upload their Board Resolution / Power of Attorney / Authority Letter etc. by clicking on "Upload Board Resolution / Authority Letter" displayed under "e-Voting" tab in their login.

2. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential. Login to the e-voting website will be disabled upon five unsuccessful attempts to key in the correct password. In such an event, you will need to go through the "Forgot User Details/Password?" or "Physical User Reset Password?" option available on www.evoting.nsdl.com to reset the password.

3. In case of any queries, you may refer the Frequently Asked Questions (FAQs) for Shareholders and e-voting user manual for Shareholders available at the download section of www.evoting.nsdl.com or call on.: 022 - 4886 7000 or send a request to Ms Pallavi at evoting@nsdl.com

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

1. In case shares are held in physical mode please provide Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) by email to cs@kingfaindia.com.

2. In case shares are held in demat mode, please provide DPID-CLID (16 digit DPID + CLID or 16 digit beneficiary ID), Name, client master or copy of Consolidated Account statement, PAN (self attested scanned copy of PAN card), AADHAR (self attested scanned copy of Aadhar Card) to cs@kingfaindia.com. If you are an Individual shareholders holding securities in demat mode, you are requested to refer to the login method explained at **step 1 (A)** i.e. **Login method for e-Voting and joining virtual meeting for Individual shareholders holding securities in demat mode**.

3. Alternatively shareholder/members may send a request to evoting@nsdl.com for procuring user id and password for e-voting by providing above mentioned documents.

4. In terms of SEBI circular dated 09th December, 2020 on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are required to update their mobile number and email ID correctly in their demat account in order to access e-Voting facility.

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

1. The procedure for e-Voting on the day of the AGM is same as the instructions mentioned above for remote e-voting.

2. Only those Members/ shareholders, who will be present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system in the AGM.

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

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

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

1. Member will be provided with a facility to attend the AGM through VC/OAVM through the NSDL e-Voting system. Members may access by following the steps mentioned above for **Access to NSDL e-Voting system**. After successful login, you can see link of "VC/OAVM" placed under "**Join meeting**" menu against company name. You are requested to click on VC/OAVM link placed under Join Meeting menu. The link for VC/OAVM will be available in Shareholder/Member login where the EVEN of Company will be displayed. Please note that the members who do not have the User ID and Password for e-Voting or have forgotten the User ID and Password may retrieve the same by following the remote e-Voting instructions mentioned in the notice to avoid last minute rush.

2. Members are encouraged to join the Meeting through Laptops for better experience.

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

4. 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.

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

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

By order of the Board of Directors
For Kingfa Science & Technology (India) Limited

Sd/-
Deepak Vyas
Company Secretary & Compliance officer

Place: Pune
Date: 14-08-2026

EXPLANATORY STATEMENT

UNDER SECTION 102(1) OF THE COMPANIES ACT, 2013 READ WITH SEBI (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS, 2015 ("LISTING REGULATIONS")

ITEM NO. 4:
To appoint Mr. Wang Dazhong (DIN: 11849911) as Chairman & Managing Director of the Company.

The Board, based on the recommendation of the Nomination and Remuneration Committee, at its meeting held on 14th August 2026, approved the appointment of Mr. Wang Dazhong (DIN: 11849911) as an Additional Director with effect from 15th August 2026, pursuant to Section 161(1) of the Companies Act, 2013, who shall hold office up to the date of the ensuing AGM.

Further, based on the recommendation of the Nomination and Remuneration Committee, the Board at its meeting approved the appointment of Mr. Wang Dazhong as Chairman & Managing Director, not liable to retire by rotation, for a term of three years from 15th August 2026 to 14th August 2029, subject to Member's approval and applicable statutory approvals, if any.

The terms and conditions of appointment and remuneration of Mr. Wang Dazhong as Chairman & Managing Director are as follows:

(a) **Tenure:** Three (3) years commencing from 15th August, 2026 and ending on 14th August, 2029.

(b) **Remuneration:** Mr. Wang Dazhong shall be entitled to remuneration of ₹1,00,00,000/- (Rupees One Crore only) per annum, comprising salary, allowances, employer's contribution towards Provident Fund and Performance Linked Incentive (PLI), as may be determined based on the applicable performance criteria and approved by the Board of Directors and/or the Nomination and Remuneration Committee from time to time.

He shall also be entitled to such other perquisites, allowances, benefits and facilities as may be approved by the Board of Directors and/or the Nomination and Remuneration Committee from time to time, subject to the applicable provisions and limits prescribed under the Companies Act, 2013 read with Schedule V thereto, the Listing Regulations and other applicable laws.

(c) **Other Benefits:** He shall be entitled to reimbursement of business expenses and other benefits/facilities in accordance with the Company's policies and terms of appointment.

(d) **Minimum Remuneration:** In the event of absence or inadequacy of profits in any financial year during the tenure of his appointment, the remuneration payable to Mr. Wang Dazhong shall be governed by and subject to the applicable provisions and limits prescribed under Section 197 read with Schedule V to the Companies Act, 2013.

The Company has received from Mr. Wang Dazhong the requisite consent, disclosures and declarations, including confirmation of his eligibility and non-disqualification under Section 164 of the Companies Act, 2013, and that he has not been debarred from holding the office of Director by SEBI or any other statutory authority.

The detailed profile, expertise, qualifications, experience and other relevant particulars of the appointee are set out in **Annexure I** forming part of this Notice.

Accordingly, in compliance with Sections 152, 196, 197, 203, Schedule V, and other applicable provisions of the Companies Act, 2013, read with the Listing Regulations, approval of the Members is sought for his appointment as a Director of the Company and, simultaneously, for his appointment as Chairman & Managing Director of the Company for a period of three (3) years commencing from 15th August 2026 and ending on 14th August 2029.

Mr. Wang Dazhong and his relatives are concerned or interested in the resolution at Item No. 4 to the extent of his appointment and remuneration. None of the other Directors, KMPs or their relatives are concerned or interested, financially or otherwise, in the said resolution.

The terms and conditions of appointment of Mr. Wang Dazhong as Chairman & Managing Director are set out in the resolution and the Explanatory Statement thereto, which shall constitute the memorandum of the terms of appointment referred to in Section 190 of the Companies Act, 2013, to the extent applicable."

Additional information relating to Mr. Wang Dazhong, as required under Regulation 36(3) of the Listing Regulations and SS-2, is provided in **Annexure – I.**

The Board recommends the Special Resolution set out at Item No. 4 of the Notice for approval by the Members.

ITEM NO. 5:
To appoint Mr. Sethuraman Shanmugasundaram (DIN: 11871332) as Whole-Time Director designated as Chief Operating Officer of the Company.

The Board, based on the recommendation of the Nomination and Remuneration Committee, at its meeting held on 14th August 2026, approved the appointment of Mr. Sethuraman Shanmugasundaram (DIN: 11871332) as an Additional Director with effect from 15th August 2026, pursuant to Section 161(1) of the Companies Act, 2013, who shall hold office up to the date of the ensuing AGM.

Further, based on the recommendation of the Nomination and Remuneration Committee, the Board at its meeting approved the appointment of Mr. Sethuraman Shanmugasundaram as the Whole Time Director designated as Chief Operating Officer of the Company, liable to retire by rotation, for a term of three years from 15th August 2026 to 14th August 2029, subject to Members' approval and applicable statutory approvals, if any.

The terms and conditions of appointment and remuneration of Mr. Sethuraman Shanmugasundaram as Whole-time Director (Key Managerial Personnel) of the Company, designated as "Chief Operating Officer" are as follows:

(a) **Tenure:** Three (3) years commencing from 15th August, 2026 and ending on 14th August 2029.

(b) **Remuneration:** Mr. Sethuraman Shanmugasundaram shall be entitled to remuneration of ₹60,00,000/- (Rupees Sixty Lakhs only) per annum, comprising salary, allowances, employer's contribution towards Provident Fund and Performance Linked Incentive (PLI), as may be determined based on the applicable performance criteria and approved by the Board of Directors and/or the Nomination and Remuneration Committee from time to time.

He shall also be entitled to such other perquisites, allowances, benefits and facilities as may be approved by the Board of Directors and/or the Nomination and Remuneration Committee from time to time, subject to the applicable provisions and limits prescribed under the Companies Act, 2013 read with Schedule V thereto, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws.

(c) **Other Benefits:** He shall be entitled to reimbursement of business expenses and other benefits/facilities in accordance with the Company's policies and terms of appointment.

(d) **Minimum Remuneration:** In the event of absence or inadequacy of profits in any financial year during the tenure of his appointment, the remuneration payable to Mr. Sethuraman Shanmugasundaram shall be governed by and subject to the applicable provisions and limits prescribed under Section 197 read with Schedule V to the Companies Act, 2013.

The Company has received from Mr. Sethuraman Shanmugasundaram the requisite consent, disclosures and declarations, including confirmation of his eligibility and non-disqualification under Section 164 of the Companies Act, 2013, and that he has not been debarred from holding the office of Director by SEBI or any other statutory authority.

The detailed profile, expertise, qualifications, experience and other relevant particulars of the appointee are set out in **Annexure I** forming part of this Notice.

Accordingly, in compliance with Sections 152, 196, 197, 203, Schedule V, and other applicable provisions of the Companies Act, 2013, read with the Listing Regulations, 2015, approval of the Members is sought for his appointment as a Director of the Company and, simultaneously, for his appointment as Whole-time Director (Key Managerial Personnel) of the Company, designated as "Chief Operating Officer" for a period of three (3) years commencing from 15th August 2026 and ending on 14th August 2029.

Mr. Sethuraman Shanmugasundaram and his relatives are concerned or interested in the resolution at Item No. 5 to the extent of his appointment and remuneration. None of the other Directors, KMPs or their relatives are concerned or interested, financially or otherwise, in the said resolution.

The terms and conditions of appointment of Mr. Sethuraman Shanmugasundaram, Whole-time Director (Key Managerial Personnel) of the Company, designated as "Chief Operating Officer" are set out in the resolution and the Explanatory Statement thereto, which shall constitute the memorandum of the terms of appointment referred to in Section 190 of the Companies Act, 2013, to the extent applicable."

Additional information relating to Mr. Sethuraman Shanmugasundaram, as required under Regulation 36(3) of the Listing Regulations and SS-2, is provided in **Annexure – I.**

The Board recommends the Special Resolution set out at Item No. 5 of the Notice for approval by the Members.

ITEM NO. 6:
To appoint Ms. Apurva Pradeep Joshi (DIN: 06608172) as a Non-Executive Independent Director of the Company.

The Board of Directors of the Company, based on the recommendation of the Nomination and Remuneration Committee, at its meeting held on 14th August, 2026, approved the appointment of Ms. Apurva Pradeep Joshi (DIN: 06608172) as an Additional Director under the category of Non-Executive Independent Director of the Company with effect from 15th August, 2026. Pursuant to Regulation 17(1C) of the Listing Regulations, she holds office up to the date of the ensuing AGM.

Further, based on the recommendation of the Nomination and Remuneration Committee, the Board approved the appointment of Ms. Apurva Pradeep Joshi (DIN: 06608172) as a Non-Executive Independent Director, not liable to retire by rotation, for a term of five years from 15th August 2026 to 14th August 2031, subject to Member's approval and applicable regulatory requirements.

The Company has received her consent to act as a Director, declaration confirming that she is not disqualified under Section 164 of the Companies Act, 2013, and a declaration confirming that she meets the criteria of independence prescribed under Section 149(6) of the Act and the applicable provisions of the Listing Regulations. She has also confirmed that she has not been debarred from holding the office of Director by SEBI or any other statutory authority.

The detailed profile, expertise, qualifications, experience and other relevant particulars of the appointee are set out in **Annexure - I** forming part of this Notice.

Ms. Apurva Pradeep Joshi possesses extensive experience in Forensic Accounting, Fraud Examination, Financial Crime Risk Management, Anti-Money Laundering, Due Diligence, Digital Forensics, Corporate Governance and Risk Management. Her professional expertise, board experience, analytical capabilities and understanding of governance and risk management are well aligned with the skills and capabilities required for the role of an Independent Director and are expected to contribute effectively to the Company's governance, oversight and long-term interests.

She shall be entitled to sitting fees, reimbursement of expenses and commission, as may be determined by the Board and/or approved by the Members, as applicable, subject to the Companies Act, 2013 and the Listing Regulations.

Ms. Apurva Pradeep Joshi and her relatives are concerned or interested in the resolution at Item No. 6 to the extent of her appointment and remuneration. None of the other Directors, KMPs or their relatives are concerned or interested, financially or otherwise, in the said resolution.

Additional information relating to Ms. Apurva Pradeep Joshi, as required under Regulation 36(3) of the Listing Regulations and SS-2, is provided in **Annexure – I.**

The Board recommends the Special Resolution set out at Item No. 6 of the Notice for approval by the Members.

ITEM NO. 7:

Approval for payment of commission to Independent Directors.

The Independent Directors contribute their wealth of knowledge, skills, expertise and experience to the business of the Company and provide the necessary diversity in the Board's decision-making process. They provide guidance and support to the Management for business improvement. Various other factors considered include attendance, time spent in Board and Committee meetings, involvement in operational matters and contributions made outside of formal meetings for overall improvement and effective management of the Company.

In view of the increasing demands on Independent Directors' participation in Board and Committee meetings and the higher responsibilities they are expected to bear in the interest of maintaining a high standard of corporate governance on account of statutory and regulatory changes, it is proposed to pay ₹8,00,000 (Rupees Eight Lakhs only) per year as commission per Independent Director.

Pursuant to the Companies (Amendment) Act, 2020, read with the rules made thereunder, as amended from time to time, if the Company fails to make profits or makes inadequate profits in any financial year, any Independent Director may be paid remuneration in accordance with Schedule V of the Act.

In view of the above, and in appreciation of the contribution and services rendered by the Independent Directors, The Board of Directors, based on the recommendation of the Nomination and Remuneration Committee, at its meeting held on August 14, 2026, has approved and recommended payment of commission in addition to the sitting fees payable to Independent Directors for attending Board/Committee meetings and reimbursement of expenses incurred for participation in such meetings.

None of the Directors, Key Managerial Personnel, or their relatives, except the Independent Directors, are directly or indirectly concerned or interested, financially or otherwise, except to the extent of remuneration that may be received by them in the Company in the resolution set out in Item No. 7 of the Notice.

The Board recommends the Special Resolution set out in Item No. 7 for approval by the members.

Item No. 8:

Ratification of the Cost Auditor's Remuneration

The Board of Directors of the Company on the recommendation of the Audit Committee, approved the re-appointment of Mr. K. Suryanarayanan, Cost Accountant, to conduct the audit of the Cost records of the Company on a remuneration of Rs. 4,00,000/- (Rupees Four Lakhs Only), plus applicable taxes and reimbursement of out of pocket expenses for the Financial Year ending March 31, 2027.

In terms of the provisions of Section 148 of the Companies Act, 2013 read with Rule 14 of the Companies (Audit and Auditors) Rules, 2014, (as amended from time to time) the remuneration as mentioned above, payable to the Cost Auditor is required to be ratified by the Members of the Company. Accordingly, the Members are requested to ratify the remuneration payable to the Cost Auditor for the Financial Year ending March 31, 2027, as set out in the Ordinary Resolution for the aforesaid services to be rendered by him.

None of the Directors and / or Key Managerial Personnel of the Company and their relatives are in any way concerned or interested, financially or otherwise, in the said Resolution.

The Board recommend the Ordinary Resolution set out at Item No. 8 of the Notice for approval by the Members.

Annexure 1

Details of Directors seeking Appointment/ Re-appointment at the Annual General Meeting

[Pursuant to Regulation 36 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Clause 1.2.5 of Secretarial Standards-2 on General Meetings]

Name of the Director : Mr. Wang Dazhong

Designation: Chairman & Managing Director | **Category of Director:** Executive | **DIN:** 11849911 | **Date of Birth:** 04/12/1976

Age: 49 Years | **Date of first appointment on the Board:** 15/08/2026

Qualifications: Ph.D. in Material Processing Engineering – South China University of Technology; Master's in Material Processing Engineering – Sichuan University; bachelor's in mechanical manufacturing Equipment and Processing – Sichuan University.

Experience: Over 23 years of experience in materials engineering, polymer processing, R&D, product innovation and business leadership, with responsibility for the Company's overall management and strategic operations.

Brief Resume / Profile and Expertise in specific functional areas:
Mr. Wang Dazhong is a seasoned professional with over 23 years of experience in materials engineering, CAE analysis and simulation, injection moulding and process optimisation, plastic processing machinery, R&D and product innovation, global marketing, business strategy, team leadership and organisational growth. During his career, he has led technical research, product development, marketing, business strategy and operational functions. He has been serving as the Chief Executive Officer of the Company, and his extensive technical expertise and strategic leadership are expected to further strengthen the Company's growth and operational excellence.

Mr. Wang Dazhong possesses extensive experience in the plastics, polymer materials, manufacturing and business management sectors. He has been associated with the Kingfa Group for several years and has held various senior management positions, contributing to business growth, strategic planning, operational excellence, innovation and international expansion. His industry expertise, leadership experience and understanding of the Company's business operations position him well to lead the Company and contribute to its continued growth and long-term value creation.

Terms and conditions of Appointment / re-appointment: Appointment as Chairman & Managing Director, for a period of 3 (three) consecutive years effective from 15th August 2026 to 14th August 2029.

For further details, refer Notice and Explanatory Statement

Details of remuneration sought to be paid: Refer Notice and Explanatory Statement Item No 4

Remuneration last drawn (FY 25-26): Rs. 23,03,992/- per annum

Shareholding in the company : NIL

Inter-se relationship with other Directors and Key Managerial Personnel of the Company : None

Number of Meetings of the Board attended during the year: NA

Directorships in other Companies (excluding foreign companies) : None

Membership/ Chairpersonship of Committees in other companies (excluding foreign companies) : None

Listed entities from which the Director has resigned in last 3 (three) years: None

Name of the Director : Mr. Sethuraman Shanmugasundaram

Designation: Whole Time Director designated as Chief Operating Officer | **Category of Director:** Executive | **DIN:** 11871332| **Date of Birth:** 29/06/1973

Age: 53 Years | **Date of first appointment on the Board:** 15/08/2026

Qualifications: Bachelor's in chemistry from Bharathidasan University and master's in business administration from IGNOU

Experience: Nearly 32 years of experience in polymer compounds, material development, manufacturing and plant operations.

Brief Resume / Profile and Expertise in specific functional areas:
Mr. Sethuraman Shanmugasundaram has nearly 32 years of experience in polymer compounds, material development, manufacturing, quality assurance, production and plant operations, with extensive expertise in thermoplastic material development, product development and business unit management. He has been instrumental in establishing quality management frameworks, including ISO/IATF 16949, and driving OEM application approvals.

He has been associated with the Kingfa Group and has handled pan-India technical development initiatives. He currently serves as the Business Unit Head of the Company, leading the operations of all three Business Units. The Board has appointed him as the Whole-time Director, designated as Chief Operating Officer, and his industry expertise and leadership capabilities are expected to contribute to the Company's continued growth and operational excellence.

Terms and conditions of Appointment / re-appointment: Appointment as Whole Time Director designated as Chief Operating Officer, for a period of 3 (three) consecutive years effective from 15th August 2026 to 14th August 2029.For further details, refer Notice and Explanatory Statement.

Details of remuneration sought to be paid: Refer Notice and Explanatory Statement Item No 5

Remuneration last drawn (FY 25-26): Rs. 34,99,404/- per annum

Shareholding in the company : NIL

lnter-se relationship with other Directors and Key Managerial Personnel of the Company : None

Number of Meetings of the Board attended during the year: NA

Directorships in other Companies (excluding foreign companies) : None

Membership/ Chairpersonship of Committees in other companies (excluding foreign companies) : None

Listed entities from which the Director has resigned in last 3 (three) years: None

Name of the Director : Mr. Sun Yajie

Designation: Non-Executive Non-Independent Director | **Category of Director:** Non-Executive | **DIN:** 11191121

Date of Birth: 06/03/1981

Age: 45 Years | **Date of first appointment on the Board:** 30/07/2025

Qualifications: Bachelor's and Master's degrees in Polymer Science and Composite Materials from Sichuan University

Experience: Nearly 21 years of experience in polymer science, composite materials, material development, R&D and technical leadership

Brief Resume / Profile and Expertise in specific functional areas:
Mr. Sun Yajie is a materials engineer with nearly 21 years of experience in material development, polymer science, composite materials and thermoplastic composites, with specialised expertise in glass fiber-reinforced Nylon and electrically conductive plastics. He began his career in material development and subsequently worked with Kingfa Science & Technology Co., Ltd. in R&D. He has been leading the Technical Division of Kingfa Science & Technology (India) Limited since 2019, driving product development, material innovation and technical strategy.

Terms and conditions of Appointment / re-appointment: Change in designation from Whole Time Director to Non-Executive Non-Independent Director, effective from 14th August 2026, liable to retire by rotation. He will be entitled to sitting fee approved by the Board, subject to applicable laws.

Details of remuneration sought to be paid: Sitting Fee

Remuneration last drawn (FY 25-26): Rs. 24,60,897/- per annum

Shareholding in the company : NIL

Inter-se relationship with other Directors and Key Managerial Personnel of the Company : None

Number of Meetings of the Board attended during the year: (3 out of 3) - 22-08- 2025 | 11-11-2025 | 07-02-2026

Directorships in other Companies (excluding foreign companies) : None

Membership/ Chairpersonship of Committees in other companies (excluding foreign companies) :
Kingfa Science & Technology India Ltd Member of Risk Management Committee and CSR Committee.

Listed entities from which the Director has resigned in last 3 (three) years: None

Name of the Director : Ms. Apurva Pradeep Joshi

Designation: Non-Executive Independent Director | **Category of Director:** Non-Executive | **DIN:** 06608172

Date of Birth: 10/04/1989

Age: 37 Years | **Date of first appointment on the Board:** 15/08/2026

Qualifications: Master's in commerce, Certified Forensic Accounting Professional (CFAP), Certified Fraud Examiner (CFE)-ACFE (USA), Certified Anti Money Laundering Expert (CAME), Certified Bank Forensic Accountant (CBFA), Certified Vigilance and Investigation Expert (CVIE)

Experience: 18 years of experience in the anti-fraud industry, with expertise in forensic accounting, fraud examination and financial crime risk management.

Brief Resume / Profile and Expertise in specific functional areas:
Dr. Apurva Pradeep Joshi is a professional specialising in Forensic Accounting, Fraud Examination, Financial Crime Risk Management, Anti-Money Laundering (AML), RegTech, Due Diligence, Digital Forensics, Corporate Governance, Risk Management and Board Advisory. She heads the Technology & Due Diligence practice of Riskpro Management Consulting Private Limited and has extensive experience in forensic accounting, corporate frauds, banking and insurance frauds, anti-money laundering and corporate governance. She has served as an Independent Director on the boards of various companies, including Quick Heal Technologies Limited, and has experience in handling key Board Committees, including Audit, Risk Management, Nomination and Remuneration, Stakeholders' Relationship and CSR Committees.

Terms and conditions of Appointment / re-appointment: Appointment as an Independent Director for a period of 5 (five) consecutive years effective from 15th August 2026 to 14th August 2031.
For further details, refer Notice and Explanatory Statement.

Details of remuneration sought to be paid: Refer Notice and Explanatory Statement Item No 6

Remuneration last drawn (FY 25-26): NIL

Shareholding in the company : NIL

lnter-se relationship with other Directors and Key Managerial Personnel of the Company : None

Number of Meetings of the Board attended during the year: NA

Directorships in other Companies (excluding foreign companies) : Please Refer Table No 1*

Membership/ Chairpersonship of Committees in other companies (excluding foreign companies) : Please Refer Table No 1*

Listed entities from which the Director has resigned in last 3 (three) years: None

***TABLE NO. 1 –**

Directorships in other companies (excluding foreign companies) & membership/ chairpersonship of committees in other companies (excluding foreign companies) of Ms. Apurva Pradeep Joshi

S. No.	Name of the Company	Category	Membership / Chairpersonship of Committees
1	Associated Alcohols & Breweries Limited	Listed Public Company	Nomination and Remuneration Committee-Chairperson, Audit Committee- Member
2	Precision Camshafts Limited		Audit Committee- Member, Nomination and Remuneration Committee- Member, CSR Committee- Member
3	Eleganz Interiors Limited		Audit Committee- Member, Nomination and Remuneration Committee- Member, CSR Committee- Member
4	Paramount Speciality Forgings Limited		Nomination and Remuneration Committee- Member
5	Nihilent Limited	Unlisted Public Company	Audit Committee- Chairperson, Nomination and Remuneration Committee- Member, CSR Committee- Member
6	Fino Paytech Limited		Nomination and Remuneration Committee- Chairperson Stakeholders Relationship Committee- Chairperson CSR Committee- Chairperson; Audit Committee- Member
7	Kataline Limited		Audit Committee- Member Nomination and Remuneration Committee- Member CSR Committee- Member
8	Regreen Excel EPC India Limited		Audit Committee- Member, Nomination and Remuneration Committee- Member, Risk Management Committee- Member
9	RiskPro Management Consulting Private Limited	Private Limited Company	-

Important Communication to Members

1. The Ministry of Corporate Affairs has taken a "Green Initiative in the Corporate Governance" by allowing paperless compliances by the companies and has issued circulars stating that service of notice / documents including Annual Report can be sent by e- mail to its members. To support this green initiative of the Government in full measure, members who have not registered their e-mail addresses, so far, are requested to register their e-mail addresses, in respects of electronic holding with the depository through their concerned Depository Participants. Members, who hold shares in physical form, are requested to contact and give their consent by providing their e - mail Id to the Company's Registrar and Share Transfer Agent, M/s. Integrated Registry Management Services Private Limited, to their e-mail ID i.e., yuvraj@integratedindia.in.

2. SEBI Special Window for Physical Share Transfer:
   Members who had submitted transfer deeds for physical shares before April 1, 2019, and whose requests were rejected, returned, or remained unprocessed due to deficiencies, have been provided a special relodgement window from February 5, 2026 to February 4, 2027, to re-lodge the transfer requests.

   Eligible transfer requests shall be processed in accordance with the applicable SEBI requirements, subject to submission of complete and valid documents. Transfer under this window will be credited only in dematerialised form and will carry a one year lock in period from the date of transfer registration. Members can contact the Company or the RTA, for assistance in this regard.

Director's Report

To
The Members,

Your directors are pleased to present the 42nd Annual Report together with the Audited Financial Statements of the Company for the Financial Year ended 31st March, 2026.

This Report is prepared based on the standalone financial statements of the Company.

FINANCIAL RESULT

(Rs in Lakhs except EPS)

Particulars	2025-26	2024-25
Revenue from Operations	1,99,555.15	1,74,469.06
Other Income	2,064.74	937.51
Total Income	**2,01,619.89**	**1,75,406.57**
Total Expenses	1,76,629.36	1,54,798.62
Profit Before Tax	**24,990.53**	**20,607.95**
Tax Expense	6,464.68	5,322.43
Profit After Tax	**18,525.85**	**15,285.52**
Other Comprehensive Income (Net of Tax)	24.83	(71.17)
Total Comprehensive Income	**18,550.68**	**15,214.35**
EPS – Basic & Diluted (₹)	**144.10**	**126.22**

OVERVIEW OF THE FINANCIAL PERFORMANCE

The financial performance highlights for the year ended March 31, 2026, are summarized below:

- The Company delivered a strong revenue growth of 14.38%, with Revenue from Operations increasing to ₹ 1,99,555.15 Lakhs, as against ₹ 1,74,469.06 Lakhs in the previous financial year.
- Profit Before Tax (PBT) stood at ₹ 24,990.53 Lakhs, registering a healthy growth of 21.27% over the previous year's figure of ₹ 20,607.95 Lakhs.
- Profit After Tax (PAT) increased to ₹ 18,525.85 Lakhs, reflecting a year-on-year growth of 21.20% as compared to ₹ 15,285.52 Lakhs in FY 2024-25.
- The Company reported a Total Comprehensive Income of ₹ 18,550.68 Lakhs, as against ₹ 15,214.35 Lakhs in the previous year, supported by sustained operational efficiency and disciplined cost management.
- Earnings Per Share (EPS) (Basic and Diluted) increased to ₹144.10 as compared to ₹126.22 in the previous financial year, reflecting enhanced value creation for shareholders.

- The Company has further strengthened its market leadership in the modified thermoplastics segment, supported by a pan-India manufacturing footprint and strategically located warehouses across major automotive and industrial hubs.
- The Company remains committed to delivering sustainable growth, investing in innovation, capacity enhancement and customer partnerships to retain its competitive edge in a dynamic business environment.
- There have been no material changes or commitments affecting the financial position of the Company between the close of the financial year and the date of this Report.
- The highlights of the Company's operations, industry developments, risks and opportunities are discussed in detail in the Management Discussion and Analysis (MD&A) Report, which forms an integral part of this Annual Report.

CHANGE IN NATURE OF BUSINESS

During the year under review, there was no change in the nature of business or status of the Company.

STATE OF THE COMPANY'S AFFAIRS

Kingfa Science & Technology (India) Limited continues to be a leading manufacturer of reinforced polypropylene compounds, thermoplastic elastomers and a wide range of engineering plastics including ABS, HIPS, PA, PBT, PC and their alloys, primarily catering to the automotive and consumer sectors. The Company is also diversifying into PPE products such as facemasks and nitrile gloves, with a strong focus on innovation, sustainability and long-term stakeholder value.

DIVIDEND

During the financial year 2025-26, the Company has earned a Profit After Tax of ₹18,525.85 Lakhs. Considering the Company's financial position, future cash flow requirements and long-term business plans, The Board of Directors has recommended a final dividend of 200% i.e. ₹20/- (Rupees twenty Only) per equity share of Face Value of ₹10/- each, for the financial year 2025-26 and is subject to the approval of the Shareholders at the ensuing Annual General Meeting (AGM).

The dividend recommended is in accordance with the Company's Dividend Distribution Policy.

This Policy is available at: www.kingfaindia.com/DDPolicy1.pdf

RESERVES

As at March 31, 2026, the Reserves and Surplus of the Company stood at ₹1,38,575.73 Lakhs as compared to ₹71,649.84 Lakhs as at March 31, 2025.

During the year under review, the Company received an amount of ₹49,855.83 Lakhs towards securities premium, which has been credited to the Securities Premium Account in accordance with the provisions of the Companies Act, 2013.

In view of the provisions of the Companies Act, 2013, the Board of Directors has not proposed any transfer of profits to General Reserve for the financial year ended March 31, 2026

SHARE CAPITAL

During the financial year 2025–26, there was no change in the Authorised Share Capital of the Company.

The paid-up Equity Share Capital of the Company increased from ₹1,211.05 Lakhs as at March 31, 2025 to ₹1,355.14 Lakhs as at March 31, 2026.

During the year under review, the Company allotted 14,40,920 Equity Shares of face value ₹10 each at an issue price of ₹3,470 per Equity Share (including a premium of ₹3,460 per Equity Share) on a preferential basis by way of private placement to certain institutional investors, in accordance with the provisions of the Companies Act, 2013 and Chapter V of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018. Pursuant to the said allotment, the Company raised an aggregate amount of ₹49,999.92 Lakhs.

The proceeds from the preferential issue are being utilized for the purposes stated in the explanatory statement to the notice convening the general meeting approving the preferential issue and there has been no deviation or variation in the utilization of such proceeds.

Consequently, as at March 31, 2026, the paid-up Equity Share Capital of the Company stood at ₹1,355.14 Lakhs comprising 1,35,51,381 Equity Shares of ₹10 each fully paid-up.

During the year under review, the Company has not:

- issued any shares with differential voting rights;
- granted any stock options under any employee stock option scheme;

- issued any sweat equity shares; and
- bought back any of its securities.

FINANCIAL POSITION

As at March 31, 2026, the Company had Cash and Cash Equivalents of ₹13,558.30 Lakhs. The Company continues to maintain a prudent approach towards the management of its working capital, receivables, inventories and liquidity through robust internal controls and continuous monitoring, thereby ensuring operational efficiency and financial discipline.

The Company's banking partners continue to provide need-based working capital facilities based on periodic assessment of its business requirements. During the year under review, the Company repaid unsecured loans aggregating to ₹3,914.43 Lakhs.

As at March 31, 2026, the Company had no outstanding short-term or long-term borrowings. The Board is of the opinion that the Company's liquidity position, cash flows and financial resources are adequate to meet its operational requirements, growth plans and other business obligations.

DEPOSITS

The Company has not accepted any deposits within the meaning of the Companies Act, 2013 and the Companies (Acceptance of Deposits) Rules, 2014 during the financial year under review and no amount was outstanding as on March 31, 2026.

CREDIT RATING

During the financial year under review, the Company did not obtain any credit rating from any credit rating agency. As at March 31, 2026, the Company had no outstanding debt instruments or borrowings for which a credit rating was required.

PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS

Particulars of loans, guarantees and investments covered under the provisions of Section 186 of the Companies Act, 2013, if any, are disclosed in the notes forming part of the Financial Statements

MONITORING AGENCY REPORT

Pursuant to Regulation 162A of the SEBI (Issue of Capital and Disclosure Requirements) Regulations, 2018, the Company appointed CARE Ratings Limited as the Monitoring Agency to monitor the utilization of proceeds of the preferential issue aggregating to ₹499.99 Crore.

The Monitoring Agency Reports submitted on a quarterly basis were reviewed by the Audit Committee and taken on record by the Board of Directors.

As per the Monitoring Agency Report for the quarter ended March 31, 2026, there was no deviation or variation in the utilization of the issue proceeds from the objects stated in the Explanatory Statement to the Notice of the Extraordinary General Meeting approving the preferential issue.

INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has an internal control system commensurate with the size, scale and complexity of its operations. An independent professional audit firm has been appointed to carry out internal audits at all locations. The scope of the internal audit programme is determined by the Audit Committee of the Board. To ensure objectivity and independence, the internal audit function reports directly to the Audit Committee.

The internal audit team monitors and evaluates the adequacy and effectiveness of the internal control system, as well as the Company’s compliance with operating procedures, accounting policies and applicable regulations at all locations. Based on the internal audit reports, process owners implement corrective actions in their respective areas, thereby strengthening internal controls. Significant audit observations and recommendations, along with the corrective actions taken, are presented to the Audit Committee of the Board of Directors.

REPORTING OF FRAUDS

There were no instances of fraud reported by the Statutory Auditors during the financial year under review under Section 143(12) of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014

CORPORATE SOCIAL RESPONSIBILITY

The Board of Directors of the Company has adopted a Corporate Social Responsibility ("CSR") Policy on the recommendation of the CSR Committee. CSR activities are undertaken in accordance with the said Policy.

The CSR Policy of the Company was reviewed by the Board to ensure its continued relevance and is available on the website of the Company at the link: https://www.kingfaindia.com/KingfaCSRpolicy0326.pdf

As part of its Corporate Social Responsibility (CSR) initiatives, the Company has undertaken projects in accordance with the provisions of the Companies Act, 2013, and its CSR Policy.

The Annual Report on CSR activities, as required under the Companies (Corporate Social Responsibility Policy) Rules, forms an integral part of this Report and is annexed as **Annexure–I.**

ENVIRONMENT, HEALTH AND SAFETY

The Company's manufacturing facilities are certified under ISO 9001:2015 and IATF 16949:2016 standards. The Company is committed to maintaining high standards of environment, health and safety across its operations.

The Company's policy mandates that all operations are conducted in a manner that ensures the health and safety of employees, contractors, customers and other stakeholders, while complying with applicable environmental, health and safety laws, regulations and industry standards. The Company also endeavours to minimize its environmental footprint through efficient utilization of resources, pollution prevention and conservation of natural resources.

DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to providing a safe, secure and conducive work environment to all its employees and Workers has zero tolerance towards sexual harassment at the workplace. The Company has in place a Policy on Prevention, Prohibition and Redressal of Sexual Harassment at Workplace in line with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("POSH Act") and the rules made thereunder.

An Internal Committee has been constituted in accordance with the provisions of the POSH Act to redress complaints relating to sexual harassment at the workplace.

The details relating to complaints received and disposed of during the financial year ended March 31, 2026 are as under:

PARTICULARS	NUMBER
Number of complaints pending at the beginning of the financial year	Nil
Number of complaints received during the financial year	Nil
Number of complaints disposed of during the financial year	Nil
Number of complaints pending as at the end of the financial year	Nil
Number of cases pending for more than ninety days	Nil

INDUSTRIAL RELATIONS

Industrial relations across all locations of the Company remained cordial and harmonious throughout the year under review.

The Company continues to focus on employee engagement, capability development and organizational effectiveness through various human resource initiatives. Regular training and development programmes, performance reviews and employee welfare measures are undertaken to enhance employee productivity, skills and overall efficiency.

The Company believes that its employees are its most valuable asset and remains committed to fostering a positive, safe and inclusive work environment.

DIRECTORS AND KEY MANAGERIAL PERSONNEL

As on March 31, 2026, the Board of Directors of the Company comprised 6 (Six) Directors, consisting of 3 (Three) Independent Directors (including 1 (One) Woman Independent Director) and 3 (Three) Executive Directors.

In accordance with the provisions of Section 152(6) of the Companies Act, 2013 ("Act") and the Articles of Association of the Company, Mr. Sun Yajie (DIN: 11191121), Non-Executive Non-Independent Director, retires by rotation at the ensuing Annual General Meeting ("AGM") and, being eligible, has offered himself for re-appointment.

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors recommends the re-appointment of Mr. Sun Yajie as a Non-Executive Non-Independent Director of the Company for approval of the Members.

Upon his re-appointment at the ensuing AGM, Mr. Sun Yajie shall continue to serve as a Non-Executive Non-Independent Director of the Company w.e.f August 14, 2026, subject to the applicable provisions of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and the Articles of Association of the Company.

Brief profile and other requisite details of the Director seeking re-appointment at the ensuing Annual General Meeting, as required under Regulation 36(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and Secretarial Standard on General Meetings (SS-2), are provided in the Notice convening the 42nd Annual General Meeting.

CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL DURING THE YEAR

During the financial year under review, the following changes took place in the composition of the Board of Directors and Key Managerial Personnel of the Company:

- Mr. Deepak Vyas was appointed as Company Secretary and Compliance Officer of the Company with effect from June 11, 2025.
- Mr. Xiaohui Wu resigned from the office of Director of the Company with effect from July 30, 2025.
- Mr. Dilip Dinkar Kulkarni ceased to be an Independent Director of the Company upon completion of his second consecutive term with effect from August 27, 2025.
- Mr. Sekharipuram Krishnamoorthy Subramanyan (DIN: 00024614) was appointed as an Independent Director of the Company with effect from July 30, 2025 for a term of five consecutive years.
- Mr. Sun Yajie (DIN: 11191121) was appointed as Whole-time Director of the Company with effect from July 30, 2025.

During the financial year under review, no Independent Director resigned before completion of his/her tenure.

All changes in the composition of the Board of Directors and Key Managerial Personnel were duly intimated to the Stock Exchanges in compliance with Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

KEY MANAGERIAL PERSONNEL

Pursuant to the provisions of Section 203 of the Companies Act, 2013, the following were the Key Managerial Personnel of the Company as on March 31, 2026:

1. Mr. Bo Jingen – Managing Director
2. Mr. Doraiswami Balaji – Whole-time Director
3. Mr. Sun Yajie – Whole-time Director
4. Mr. Chen Xiaoqiong – Chief Financial Officer
5. Mr. Wang Dazhong – Chief Executive Officer
6. Mr. Deepak Vyas – Company Secretary and Compliance Officer

CHANGES IN DIRECTORS AND KEY MANAGERIAL PERSONNEL POST MARCH 31, 2026

1. The appointment of Mr. Wang Dazhong (DIN: 11849911) as an Additional Director and Chairman & Managing Director of the Company with effect from August 15, 2026.
2. The appointment of Mr. Sethuraman Shanmugasundaram (DIN: 11871332) as an Additional Director and Whole-Time Director designated as Chief Operating Officer of the Company with effect from August 15, 2026.
3. The appointment of Ms. Apurva Pradeep Joshi (DIN: 06608172) as an Additional Director in the category of Non-Executive Independent Director of the Company with effect from August 15, 2026.
4. Appointment of Mr. Xie Dongming as Chief Financial Officer (CFO) under the category of Key Managerial Personnel of the Company effective from August 15 2026.
5. Mr. Jingen Bo resigned from the position of Chairman & Managing Director w.e.f August 14, 2026
6. Mr. Chen Xiaoqiong resigned from the position of Chief Financial Officer (CFO) w.e.f August 14, 2026

INDEPENDENT DIRECTORS

In terms of the requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 the Board has identified the core skills, expertise and competencies of the Directors in the context of the Company's business for its effective functioning. The key skills, expertise and core competencies of the Board of Directors are detailed in the Corporate Governance Report, which forms part of this Annual Report.

The Independent Directors of the Company have submitted declarations confirming that they meet the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 ("Act") and Regulation 16(1)(b) of the Listing Regulations and that there has been no change in the circumstances affecting their status as Independent Directors. They have further confirmed compliance with the Code for Independent Directors prescribed under Schedule IV to the Act.

The Independent Directors have also confirmed that they have registered their names in the Independent Directors' Databank maintained by the Indian Institute of Corporate Affairs (IICA), wherever applicable, and have complied with the requirements relating to the online proficiency self-assessment test, as applicable under the provisions of the Act and the rules made thereunder.

In the opinion of the Board, the Independent Directors fulfil the conditions specified under the Act and Listing Obligations and are independent of the management. The Board is satisfied that all the Independent Directors possess the requisite integrity, expertise, experience and proficiency required to effectively discharge their duties and responsibilities.

All Independent Directors inducted into the Board are familiarized with the Company, its business operations, industry, regulatory environment, governance practices, their roles, rights and responsibilities. The details of the Familiarization Programme imparted to the Independent Directors are provided in the Corporate Governance Report forming part of this Annual Report.

The Board confirms that none of the Directors is disqualified from being appointed as, or holding office as, a Director pursuant to the provisions of Section 164 of the Act.

NUMBER OF MEETINGS OF THE BOARD

During the financial year under review, 5 (Five) meetings of the Board of Directors were held on May 28, 2025, July 30, 2025, August 22, 2025, November 12, 2025 and February 07, 2026.

The gap between any two consecutive meetings did not exceed the period prescribed under the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further details of the meetings of the Board, including attendance of Directors, are provided in the Corporate Governance Report, which forms part of this Annual Report.

COMMITTEES OF THE BOARD

The Company has constituted various Committees of the Board in accordance with the requirements of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The details relating to the composition of the Committees, number of meetings held during the financial year 2025-26, attendance of members at such meetings and other relevant information pertaining to the Audit Committee, Nomination and Remuneration Committee, Stakeholders' Relationship Committee, Corporate Social Responsibility Committee and Risk Management Committee are provided in the Corporate Governance Report, which forms an integral part of this Annual Report.

BOARD EVALUATION

Pursuant to the provisions of the Companies Act, 2013 and Regulation 17 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board carried out a formal annual evaluation of its own performance, the performance of its committees, and that of individual Directors.

The evaluation process was designed to provide a comprehensive review of Board effectiveness, governance practices, decision-making quality, and the level of strategic guidance provided by the Board.

It also assessed:

- Board as a whole – structure, diversity, leadership, strategic oversight, adequacy of information flow and risk management practices.
- Committees of the Board – effectiveness of functioning, independence in decision-making, clarity of roles and accountability.
- Individual Directors – participation, preparedness, strategic inputs, ethical standards and safeguarding of stakeholder interests.

The evaluation exercise was facilitated through structured questionnaires and one-on-one discussions, covering qualitative and quantitative parameters. Independent Directors also held a separate meeting, without the presence of Non-Independent Directors and members of management, to review the performance of the Board, Chairperson and Non-Independent Directors.

Directors abstained from evaluation of their own performance. The consolidated outcome of the evaluation was discussed by the Board and it was noted with satisfaction that:

- The Board continues to demonstrate high standards of governance and effective oversight.
- The Committees are functioning efficiently and adding significant value to the Board's decision-making.
- Individual Directors bring in diverse expertise, independence of judgment and active participation in deliberations.

The Board remains committed to continuous improvement in governance practices and will continue to strengthen its processes in line with evolving regulatory expectations and global best practices.

NOMINATION AND REMUNERATION POLICY

The Company has formulated a comprehensive Nomination and Remuneration Policy in accordance with Section 178 of the Companies Act, 2013 and Regulation 19 of SEBI (LODR) Regulations, 2015.

The Policy lays down:

- **Criteria for Board Composition:** Ensuring diversity of expertise, gender, skills and experience to strengthen Board effectiveness.

- **Appointment & Evaluation:** Process for identification, selection, appointment and performance evaluation of Directors (Executive, Non-Executive and Independent), KMPs and senior management.

- **Remuneration Framework:** Balanced approach to reward Directors, KMPs and employees ensuring competitiveness, performance linkage and alignment with shareholder value creation.

- **Succession Planning:** A Mechanism to ensure continuity of leadership in critical roles. The Nomination and Remuneration Committee reviews and recommends the Policy, which is approved by the Board. The Policy is reviewed periodically to align with evolving governance practices, regulatory requirements and business priorities.

The detailed policy is available on the Company's website at: https://www.kingfaindia.com/A2NomiRemun_Policy.pdf

Policy on Board diversity is available on Company's website at https://www.kingfaindia.com/BDiversityPolicy.pdf

SIGNIFICANT AND MATERIAL ORDERS PASSED BY THE REGULATORS OR COURTS

During the year under review, no significant and material orders were passed by Regulators, Courts or Tribunals that could impact the going concern status of the Company or its future operations. The Company continues to conduct its operations in compliance with all applicable laws, rules & regulations and there are no proceedings that may materially affect its business sustainability.

DIRECTORS' RESPONSIBILITY STATEMENT

In pursuance of Section 134(5) of the Companies Act, 2013, the Directors hereby confirm that:

a. in the preparation of the annual accounts, the applicable accounting standards along with requirements set out under Schedule III to the Act had been followed and there are no material departures from the same;

b. They have selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company as at March 31, 2026 and of the profit of the Company for the year ended on March 31, 2026;

c. They have taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d. They have prepared the annual accounts on a 'going concern' basis;

e. They have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and were operating effectively;

f. They have devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

RELATED PARTY TRANSACTIONS

All Related Party Transactions ("RPTs") entered into during the financial year under review were in the ordinary course of business and on an arm's length basis. Such transactions were undertaken in compliance with the provisions of the Companies Act, 2013 and Regulation 23 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

The Company's Policy on Materiality of Related Party Transactions and Dealing with Related Party Transactions was reviewed by the Board during the financial year 2025-26 and is available on the Company's website at: https://www.kingfaindia.com/KingfaRPT12112025.pdf

Related Party Transactions of a repetitive nature proposed to be entered into during the financial year are placed before the Audit Committee for omnibus approval. The details of all Related Party Transactions entered into pursuant to such approvals are placed before the Audit Committee on a quarterly basis for its review. During the financial year under review, all recommendations made by the Audit Committee were accepted by the Board.

Since all Related Party Transactions entered into by the Company during the financial year were in the ordinary course of business and on an arm's length basis, the disclosure in Form AOC-2 pursuant to Section 134(3)(h) of the Companies Act, 2013 read with Rule 8(2) of the Companies (Accounts) Rules, 2014 is not applicable to the Company.

SUBSIDIARY, ASSOCIATE AND JOINT VENTURE COMPANIES

The Company does not have any subsidiary, associate or joint venture company within the meaning of the Companies Act, 2013.

Accordingly, the provisions of Section 129(3) of the Companies Act, 2013 read with Rule 5 of the Companies (Accounts) Rules, 2014, relating to the preparation and disclosure of a statement containing the salient features of the financial statements of subsidiaries, associates and joint ventures in Form AOC-1, are not applicable to the Company.

CODE OF CONDUCT

The Company is firmly committed to maintaining the highest standards of ethical, transparent and professional conduct across all levels of its operations. The Code of Conduct serves as a guiding framework for Directors, Senior Management and employees in the discharge of their duties, ensuring integrity, fairness, accountability and compliance with applicable laws in all business dealings.

The Code emphasizes respect for stakeholders, avoidance of conflicts of interest, adoption of fair business practices and promotion of responsible corporate citizenship.

The Code of Conduct is available on the Company's website at www.kingfaindia.com.
As required under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a declaration from the Managing Director stating compliance with the Code of Conduct by all Board Members and Senior Management Personnel is annexed to this Report.

WHISTLE BLOWER POLICY AND VIGIL MECHANISM

Pursuant to the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has established a Vigil Mechanism and adopted a Whistle Blower Policy to provide a formal mechanism for Directors, employees and other stakeholders to report genuine concerns regarding unethical behaviour, actual or suspected fraud, violation of the Company's Code of Conduct or any other improper practices.

The Company is committed to ensuring that no person is denied access to the Audit Committee and that adequate safeguards are provided against victimization of whistleblowers. The mechanism also facilitates reporting of any leak or suspected leak of Unpublished Price Sensitive Information (UPSI) in accordance with the applicable provisions of the SEBI (Prohibition of Insider Trading) Regulations, 2015.

The Whistle Blower Policy and Vigil Mechanism are available on the website of the Company at:
https://www.kingfaindia.com/kyc/WPandVM.pdf

PREVENTION OF INSIDER TRADING

Pursuant to the SEBI (Prohibition of Insider Trading) Regulations, 2015, the Company has adopted a Code of Conduct for Prevention of Insider Trading and a Code of Practices and Procedures for Fair Disclosure of Unpublished Price Sensitive Information.

The Codes are designed to ensure timely and adequate disclosure of Unpublished Price Sensitive Information and to prevent insider trading by Directors, Promoters, Key Managerial Personnel, employees and connected persons.

The Code is available on the Company's website and can be accessed at: http://www.kingfaindia.com/kyc/ITC.pdf.

AUDITORS AND AUDIT REPORTS

- **STATUTORY AUDITORS**

  M/s. P G BHAGWAT LLP, Chartered Accountants (Firm Registration No. 101118W/W100682), were re-appointed as the Statutory Auditors of the Company at the 38th Annual General Meeting held on September 22, 2022, for a second term of five consecutive years and shall hold office until the conclusion of the 43rd Annual General Meeting of the Company.

  The Statutory Auditors have audited the Standalone Financial Statements of the Company for the financial year ended March 31, 2026 and have issued an unmodified Auditor's Report thereon. The Auditor's Report does not contain any qualification, reservation, adverse remark or disclaimer.

  The Notes to the Financial Statements referred to in the Auditor's Report are self-explanatory and therefore do not call for any further explanation or comments from the Board under Section 134(3)(f) of the Companies Act, 2013.

- **SECRETARIAL AUDITORS**

  Pursuant to the provisions of Section 204 of the Companies Act, 2013 read with the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and Regulation 24A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), the Members of the Company at the 41st Annual General Meeting held on September 29, 2025 approved the appointment of M/s. S. Vaishnav & Associates, Practicing Company Secretary (ACS No. 11392, CP No. 8675) of M/s. Vaishnav Associates as the Secretarial Auditor of the Company for a term of five consecutive financial years commencing from FY 2025-26 and ending with FY 2029-30.

  The Secretarial Audit Report in Form MR-3 for the financial year ended March 31, 2026, issued by M/s. S. Vaishnav & Associates, forms part of this Report and is annexed as **Annexure II.**

  The Secretarial Audit Report does not contain any qualification, reservation, adverse remark or disclaimer requiring explanation or comments by the Board under Section 134(3)(f) of the Companies Act, 2013.

  Further, the Annual Secretarial Compliance Report for the financial year ended March 31, 2026, issued pursuant to Regulation 24A of the Listing Regulations, has been submitted to the Stock Exchanges within the prescribed timelines and is available on the website of the Company at: https://www.kingfaindia.com/SCR310326.pdf

- **COST AUDITOR**

  Pursuant to the provisions of Section 148(1) of the Companies Act, 2013 read with the Companies (Cost Records and Audit) Rules, 2014, as amended, the Company is required to maintain cost records and have such records audited in respect of its applicable products and activities. The Company has duly maintained the prescribed cost records for the financial year ended March 31, 2026.

  Mr. K. Suryanarayanan, Cost Accountant (Registration No. 102347), was appointed as the Cost Auditor of the Company for conducting the audit of the cost records for the financial year 2025-26.

  Based on the recommendation of the Audit Committee, the Board of Directors has re-appointed Mr. K. Suryanarayanan, Cost Accountant (Registration No. 102347), as the Cost Auditor of the Company for the financial year 2026-27.

  In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the applicable rules made thereunder, the remuneration payable to the Cost Auditor is subject to ratification by the Members of the Company. Accordingly, a resolution seeking ratification of the remuneration payable to the Cost Auditor forms part of the Notice convening the ensuing Annual General Meeting.

  The Board confirms that the cost records required to be maintained under Section 148(1) of the Companies Act, 2013 and the applicable rules made thereunder have been duly made and maintained by the Company.

EXTRACT OF ANNUAL RETURN

Pursuant to the provisions of Sections 134(3)(a) read with Section 92(3) of the Companies Act, 2013 and Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company for the financial year ended March 31, 2026, is available on the Company's website at https://www.kingfaindia.com/ARMGT26N.php

BUSINESS RISK MANAGEMENT

Risk management is an integral part of the Company's business strategy and operations.
According to *Regulation 17(9)* of the *SEBI Listing Regulations*, the Company has laid down a risk management framework to inform the Board about the risk assessment and minimization procedures undertaken by the Company.

The Company follows a structured approach to identify, assess, monitor and mitigate potential risks that may impact its business objectives. In line with the provisions of Section 134(3)(n) of the Companies Act, 2013 and Regulation 21 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Company has constituted a Risk Management Committee and adopted a comprehensive Risk Management Policy.

The Policy provides a framework for proactive risk identification and mitigation across strategic, operational, financial, compliance and environmental areas. The Risk Management Committee regularly reviews emerging risks, monitors the implementation of mitigation measures and reports its findings and recommendations to the Board.

The details of the composition, role, and terms of reference of the Risk Management Committee are provided in the Corporate Governance Report, which forms part of this Annual Report.

INVESTOR EDUCATION AND PROTECTION FUND (IEPF)

Pursuant to the provisions of Sections 124 and 125 of the Companies Act, 2013, dividends remaining unpaid or unclaimed for a period of seven consecutive years are required to be transferred to the Investor Education and Protection Fund (IEPF).

The Company has transferred all unpaid or unclaimed dividends that became due for transfer to the IEPF during the year under review in accordance with the applicable provisions of the Act and the rules made thereunder.

No dividend was declared by the Company for the financial years from FY 2016-17 to FY 2022-23 and FY 2024-25.

For FY 2023-24, the Board of Directors had recommended a final dividend on May 28, 2024, which was approved by the Members at the Annual General Meeting held on September 17, 2024. Any unpaid or unclaimed dividend relating to the said year shall be transferred to the IEPF upon completion of the statutory period.

The Board of Directors has recommended a dividend for the financial year 2025-26, subject to the approval of the Members at the ensuing Annual General Meeting.

The Company encourages shareholders to claim their unpaid dividends, if any, at the earliest to avoid transfer of such amounts and the underlying shares to the IEPF.

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

The information relating to conservation of energy, technology absorption, foreign exchange earnings and foreign exchange outgo, as required under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014, is provided in **Annexure III** forming part of this Report.

PARTICULARS OF EMPLOYEES

The disclosure required under Section 197(12) of the Companies Act, 2013 read with Rule 5 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is provided in **Annexure IV** forming part of this Report.

The statement containing particulars of employees as required under Rule 5(2) and Rule 5(3) of the said Rules forms part of this

Report. However, pursuant to the first proviso to Section 136(1) of the Companies Act, 2013 and the second proviso to Rule 5(3), the Annual Report is being sent to the Members excluding the said statement. The statement is available for inspection by the Members at the Registered Office of the Company during business hours on working days and any Member interested in obtaining a copy may write to the Company Secretary at the Registered Office of the Company.

COMPLIANCE OF SECRETARIAL STANDARDS

The Company has complied with all applicable Secretarial Standards issued by the Institute of Company Secretaries of India (ICSI) and notified by the Ministry of Corporate Affairs under the Companies Act, 2013, including Secretarial Standard-1 (SS-1) on Meetings of the Board of Directors and Secretarial Standard-2 (SS-2) on General Meetings, during the financial year under review.

BUSINESS RESPONSIBILITY AND SUSTAINABILITY REPORT

Pursuant to Regulation 34(2)(f) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Business Responsibility and Sustainability Report (BRSR) forms part of this Annual Report.

The BRSR provides disclosures on the Company's environmental, social and governance (ESG) performance and initiatives in the prescribed format.

CORPORATE GOVERNANCE AND MANAGEMENT'S DISCUSSION & ANALYSIS REPORTS

In compliance with the provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Corporate Governance Report and the Management Discussion and Analysis Report form part of this Annual Report.

The Corporate Governance Report provides an overview of the Company's governance framework, Board and Committee structure, and compliance with applicable governance standards.

The Management Discussion and Analysis Report present an analysis of the industry structure, opportunities and challenges, operational and financial performance, risk management framework, and outlook.

The following certificates are also annexed to this Report:

- Certificate from the Practicing Company Secretary confirming compliance with the conditions of Corporate Governance as stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

- Certificate of Non-Disqualification of Directors pursuant to Regulation 34(3) read with Schedule V of the SEBI (LODR) Regulations, 2015.

OTHER DISCLOSURES

- No application was made under the Insolvency and Bankruptcy Code, 2016 during the year under review. Accordingly, disclosure of any proceedings pending or initiated under the said Code is not applicable.

- The requirement to disclose details of any difference between the valuation done at the time of one-time settlement and valuation done while availing loans from Banks or Financial Institutions, along with reasons thereof, is not applicable to the Company.

- Neither the Managing Director nor the Whole-time Directors of the Company have received any remuneration or commission from any subsidiary of the Company.

- The Company complies with applicable provisions of the Maternity Benefit Act, 1961 and other applicable labour and social security laws, and no instances of non-compliance were reported during the year.

- The financial statements of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) notified under the Companies (Indian Accounting Standards) Rules, 2015, read with Section 133 of the Companies Act, 2013.

- The Company has paid the requisite annual listing fees to BSE Limited and National Stock Exchange of India Limited.
- There was no revision in the financial statements during the year under review.
- The securities of the Company were not suspended from trading during the year.

ACKNOWLEDGEMENT

The Board of Directors places on record its sincere appreciation for the continued trust, confidence and support extended by the Company's shareholders, customers, vendors, bankers, stock exchanges, business associates and all other stakeholders. Their continued partnership has been instrumental in the Company's sustained growth and success.

The Board also expresses its gratitude to the shareholders for their continued confidence and encouragement.

The Directors further acknowledge the commitment, professionalism and dedication demonstrated by the employees at all levels of the Company. The Board also appreciates the cooperation and support extended by the employees in achieving the Company's performance objectives during the year.

The Company looks forward to continued support and cooperation from all stakeholders in its journey of creating long-term value

For and on behalf of the Board of Directors,
Kingfa Science & Technology (India) Limited

Bo Jingen	**Doraiswami Balaji**
Managing Director	**Whole Time Director**
DIN: 06617986	**DIN: 08256342**

Place: Pune
Date: 14-08-2026

[ANNEXURE I]

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY (CSR) ACTIVITIES

1.Brief outline of CSR Policy of the company:

Objective of the Company's CSR Policy is that through sustainable measures, actively contribute to the Social, Economic and Environmental development of the community in which we operate ensuring participation from the community and thereby create value for the nation.

The focus areas of the CSR Policy are-

a. Projects primarily on Hunger, Poverty, Malnutrition, Health Care, Skill Development, Sports Training, Education, Rural Development, Infrastructure Development, Environmental Sustainability, Animal Welfare;

b. Projects directly benefitting the Weaker Sections of the Society & Elderly Citizens and other areas or activities or subjects or as defined in Schedule VII of the Companies Act, 2013, and CSR Rules, as amended from time to time, for the Financial Year 2025-26.

2. Composition of the CSR Committee

During the year under review, three CSR Committee Meetings were held on 28th May, 2025, 30th July, 2025, and 07th February, 2026. The Committee was reconstituted on 30th July 2025. The Committee was further reconstituted on 12th November 2025. As on 31st March 2026, the Committee is comprised of One Non- Executive Independent Director and two Executive Directors.

The Composition of the Committee category of Members and their attendance at the Committee Meetings held during the year are given below:

S. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1	Mr. Ramachandran Sudhinder #	Chairman, Independent Director	3	1
2	Mr. Doraiswami Balaji	Member, Executive Director	3	3
3	Mr. Sun Yajie @	Member, Executive Director	3	1
4	Mr. Dilip Dinkar Kulkarni *	Chairperson	3	2
5	Mr. Wu Xiaohui **	Member	3	2

Mr. Ramachandran Sudhinder was appointed as member and the Chairperson of the Committee with effect from 12th November 2025.

@ Mr. Sun Yajie was appointed as member of CSR committee w.e.f 31st July 2025.

* Ceased to be member and chairperson of the committee w.e.f 27th August 2025

** Ceased to be member of the committee w.e.f. 30th July 2025.

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company.

- The CSR Policy is available at https://www.kingfaindia.com/KingfaCSRpolicy0326.pdf
- The Composition of Committee is available at https://www.kingfaindia.com/images/pdf/BDCBN.pdf
- The details of the CSR Projects is available at https://www.kingfaindia.com/CSRP.html

4. Provide the Executive Summary along with web-link(s) of Impact assessment of CSR projects carried out in pursuance of sub-rule (3) of rule 8, if applicable. - Not Applicable

5. a. Average net profit of the company as per sub-section (5) of section 135 - **₹16,161.09Lakhs**

b. Two percent of average net profit of the company as per sub-section (5) of section 135 - **₹ 323.22 Lakhs**

c. Surplus arising out of the CSR Projects or programmes or activities of the previous financial years - **NIL**

d. Amount required to be set off for the financial year, if any- **₹6.18 Lakhs**

e. Total CSR obligation for the financial year [(b)+(c)-(d)] - **₹317.04 Lakhs**

6. a. Amount spent on CSR projects (both Ongoing Project and other than Ongoing Project):
- Ongoing Project – **₹55.81 Lakhs**
- Other than Ongoing Project - **₹264.27 Lakhs**

b. Amount spent in Administrative Overheads - **₹2.54 Lakhs**

c. Amount spent on Impact Assessment, if applicable - **Not applicable**

d. Total amount spent for the Financial Year [(a)+(b)+(c)] - **As per Annexure IA**

e. CSR amount spent or unspent for the Financial Year –Excess amount for set off, if any

Total Amount spent for the Financial Year	Amount Unspent (₹ in Lakhs)				
	Total Amount transferred to Unspent CSR Account as per sub-section (6) of section 135		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of section 135		
	Amt	Date of Transfer	Name of Fund	Amt	Date of Transfer
₹ 322.62 Lakhs	Not Applicable		NIL		

f. Excess amount for set off, if any

S. No.	Particulars	Amount (₹ in Lakhs)
i	Two percent of average net profit of the company as per sub-section (5) of section 135*	317.04
ii	Less: - Total amount spent for the Financial Year	322.62
iii	Total :- Excess amount spent for the Financial Year [(ii)-(i)]	5.58
iv	Less: - Surplus arising out of the CSR projects or programmes or activities of the previous financial years, if any	Nil
v	Total amount available for set off in succeeding Financial Years [(iii)-(iv)]	5.58

* Net Obligation amount after set-off of the Previous Financial Year

7. Details of Unspent Corporate Social Responsibility amount for the preceding three financial years - **NIL**

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

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

For and on behalf of the Board of Directors,
Kingfa Science & Technology (India) Limited

______________________ ______________________

Bo Jingen
Managing Director
DIN: 06617986

Ramachandran Sudhinder
Chairperson- CSR Committee
DIN: 10628111

Place: Pune
Date: 14-08-2026

Pune CSR Activities

CSR Activities for FY 2025–26

Annexure -IA

Sr.No	Name of the Projects	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Locations of the Project (District & State)	Amount Spent for the Project (₹in Lakhs)	Mode of Implementation – Direct (Yes/No)	Mode of Implementation – Through Implementing Agency (Name & CSR Registration No.)
1	Construction of 4 Rooms at Government Primary School, Koye	Education, Infrastructure	Yes	Pune, Maharashtra	35.40	Yes	NA
2	Compound walls, tables, shelves, coloring, civil work for flag hoisting, garden & playground at Government Primary School, Shelu	Education, Infrastructure	Yes	Pune, Maharashtra	11.98	Yes	NA
3	Computer Set and Printers at Mahalunge Police Station	Education, Infrastructure	Yes	Pune, Maharashtra	1.45	Yes	NA
4	Computer Set, Printer and White Board at Primary School, Jaidwadi	Education, Infrastructure	Yes	Pune, Maharashtra	1.47	Yes	NA
5	Computer Set, Printer and Smart TV at Primary School, Tukobhawadi	Education, Infrastructure	Yes	Pune, Maharashtra	1.68	Yes	NA
6	Computer Sets at Primary School, Yedgaon	Education, Infrastructure	Yes	Pune, Maharashtra	1.23	Yes	NA
7	Smart Boards at Primary School, Botarde	Education, Infrastructure	Yes	Pune, Maharashtra	1.50	Yes	NA
8	Construction of Compound Wall and Watchman Cabin for Special Child School, Saswad	Education, Infrastructure	Yes	Pune, Maharashtra	9.85	Yes	NA
9	Water Cooler / Dispenser at Mahalunge Police Station	Social Welfare	Yes	Pune, Maharashtra	0.08	Yes	NA
10	Computer Sets at Primary School, Aaskhed	Education, Infrastructure	Yes	Pune, Maharashtra	1.58	Yes	NA
11	Computer Sets and Smart TV at Primary School, Koye	Education, Infrastructure	Yes	Pune, Maharashtra	6.52	Yes	NA
12	Computer Sets, Printer and Smart TVs at Primary School, Khed	Education, Infrastructure	Yes	Pune, Maharashtra	7.30	Yes	NA
Sub Total					**80.04**		

Manesar CSR Activities

Sr.No	Name of the Projects	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Locations of the Project (District & State)	Amount Spent for the Project (₹in Lakhs)	Mode of Implementation – Direct (Yes/No)	Mode of Implementation – Through Implementing Agency (Name & CSR Registration No.)
1	Construction of four rooms with corridor at Naniwal School	Education, Infrastructure	Yes	Manesar, Haryana	40.04	Yes	NA
2	Waterproofing of classroom terrace and Drinking Water Tank at Khijuri School	Education, Infrastructure	Yes	Manesar, Haryana	10.97	Yes	NA
Sub Total					**51.01**		

PUDUCHERRY CSR ACTIVITIES

Sr.No	Name of the Projects	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Locations of the Project (District & State)	Amount Spent for the Project (₹in Lakhs)	Mode of Implementation – Direct (Yes/No)	Mode of Implementation – Through Implementing Agency (Name & CSR Registration No.)
1	Construction of water tank, renovation of girls and boys washrooms and mid-day meal shed at Government Higher Secondary School, Pudukuppam	Education, Infrastructure	Yes	Puducherry	20.41	Yes	NA
2	Construction of shed in open area for patients waiting at Primary Health Care Centre, Kunnam	Education, Infrastructure	Yes	Puducherry	18.46	Yes	NA
Sub Total					**38.87**		

NGO CSR ACTIVITY

Sr.No	Name of the Projects	Item from the list of activities in Schedule VII to the Act	Local Area (Yes/No)	Locations of the Project (District & State)	Amount Spent for the Project (₹in Lakhs)	Mode of Implementation – Direct (Yes/No)	Mode of Implementation – Through Implementing Agency (Name & CSR Registration No.)
1	CSR Project through **Shadowbox Charitable Trust**	As per approved CSR Project	NA	As per approved CSR Project*	150.16	No	Shadowbox Charitable Trust (Registration No. E-32509)
Sub Total					**150.16**		

TOTAL SPEND DURING THE FY 2025-26

(₹ in Lakhs)

Sr. No	Location / Category	Amount Spent
1	Pune CSR Activities	80.04
2	Manesar CSR Activities	51.01
3	Pondicherry CSR Activities	38.87
4	NGO – Shadowbox Charitable Trust	150.16
5	CSR Administrative Overhead	2.54
	OVERALL TOTAL CSR SPEND	**322.62**

[ANNEXURE II]

Form No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED March 31, 2026

[Pursuant to section 204(1) of the Companies Act, 2013 and rule No.9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014] and pursuant to Regulation 24A of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015)

To,
The Members,
Kingfa Science & Technology (India) Limited,
(formerly Hydro S & S Industries Limited)
CIN :L25209TN1983PLC010438
Dhun Building, III Floor,
827 Anna Salai,
Chennai 600 002, Tamil Nadu

We have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Kingfa Science & Technology (India) 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 Kingfa Science & Technology (India) Limited books, papers, minute books, forms and returns filed and other records maintained by the company and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the company has, during the audit period covering the financial year ended on March 31, 2026 complied with the statutory provisions listed hereunder and also that the Company has proper Board-processes and compliance-mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records maintained by Kingfa Science & Technology (India) Limited ("the Company") for the financial year ended on March 31, 2026 according to the provisions of:

i. The Companies Act, 2013 (the Act) and the rules made thereunder;

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

iii. The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;

iv. Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings;

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

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

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

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

   d. The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 2025 regarding the Companies Act and dealing with client;

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

   f. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations 2021, with effect from June 11, 2021 (not applicable to the Company during the audit period);

   g. The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018 (not applicable to the Company during the audit period); and

   h. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021 with effect from August 13, 2021 (not applicable to the Company during the audit period).

During the year under review the Company made allotment of 14,40,920 fully paid up Equity Shares of face value INR 10 each at a price of INR3470 per share (including premium of INR 3460 per share) aggregating to INR 499,99,92,400 by complying to the Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 to the extent it was applicable.

The shares were listed on the NSE and BSE and trading approval were received from both the Stock Exchanges on October 17, 2025.

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

I. Secretarial Standards on the Meetings of the Board of Directors and General Meetings issued by the Institute of Company Secretaries of India.

II. The Listing Agreement entered into by the Company with Stock Exchange(s) pursuant to SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

During the year under review, the Company has complied with the provisions of the Act, rules, regulations, guidelines standards etc. mentioned above except to the extent mentioned below :

1. All Related Party Transactions were undertaken pursuant to prior omnibus approval granted by the Audit Committee. However, during the financial year ended March 31, 2026, there was one Related Party Transaction which was subsequently ratified by the Audit Committee and the Board of Directors in their respective meetings.
2. Audit observations in respect of various other compliances are submitted in detail to the Company along with the Audit Report. These observations, to the extent they do not constitute statutory non compliances, are intended to strengthen the Company's governance and compliance framework.

We further report that -

The Board of Directors of the Company is duly constituted with proper balance of Executive Directors, Non-Executive Directors, Women Director and Independent Directors.

Adequate notice is given to all directors to schedule the Board Meetings, agenda and detailed notes on agenda were sent at least seven days in advance and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

All decisions are carried through majority votes while the dissenting members' views are captured and recorded as part of the minutes of the meetings.

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

For S Vaishnav & Associates
Company Secretaries

Shaswati Vaishnav
Company Secretary
ACS No.: 11392 CP No.: 8675
FRN: S2025MH1008500
UDIN A011392H001118685

Peer Review Certificate No.: 2538/2022

Date : August 14 , 2026.
Place: Pune

Annexure "A"

(To the Secretarial Audit Report of M/s. Kingfa Science & Technology (India) Limited for the financial year ended 31-03-2026)

To
The Members
Kingfa Science & Technology (India) Limited
(formerly Hydro S & S Industries Limited)
CIN :L25209TN1983PLC010438
Dhun Building, III Floor,
827 Anna Salai,
Chennai 600 002, Tamil Nadu

The Secretarial Audit Report for the Financial Year ended 31 March 2026 is to be read along with this Annexure A

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 the processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the secretarial records. The verification was done on test basis to ensure that correct facts are reflected in secretarial records. We believe that the processes and practices we followed provide a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and Books of accounts of the Company.
4. Wherever required, we have obtained the management representation about the compliance and law, rules and regulation and happening of events etc.
5. The compliance of the provisions of corporate and other applicable laws, rules, regulation, standards is the responsibility of the management. Our examination was limited to the verification of procedure on test basis.
6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor the effectiveness with which the management has conducted the affairs of the company.

For S Vaishnav & Associates
Company Secretaries

Shaswati Vaishnav
Company Secretary
ACS No.: 11392 CP No.: 8675
FRN: S2025MH1008500
UDIN A011392H001118685

Date : August 14 , 2026.
Place: Pune

PR No. 2538/2022 dated August 5, 2022.

Note: Observations submitted along with the Secretarial Audit Report for the year ended March 31, 2026.

[ANNEXURE – III]

Conservation of Energy, Technology Absorption and Foreign Exchange Earnings and Outgo

The information under Section 134(3)(m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 for the year ended March 31, 2026, is given below and forms part of the Directors' Report.

(A) CONSERVATION OF ENERGY

a) Steps taken or impact on conservation of energy:

1. In Puducherry average output increased by 10MT/day there by savings of 6 units/MT which resulted in savings of Rs 93750/month
2. In Chakan power consumption optimized by 4 Units/MT which results in the savings of Rs 287000/month
3. Plant indoor/ outdoor Lighting systems were replaced with LED lights for Power saving, improving illumination level and harmonics reduction in Chakan Plant – Rs 14000/month savings
4. Optimization of usage of compressor leads to power saving of approx. 1 lakhs/month.

b) Steps taken by the company for utilizing alternate sources of energy:
The Company is currently exploring options to implement alternate energy sources.

c) The Capital investment on energy conservation equipment:
The Company incurred no capital expenditure but incurred revenue expenditure on energy saving measures during the year under review.

(B) TECHNOLOGY ABSORPTION

(i)Technology Absorption and Benefits derived:

The Company continued to invest in advanced manufacturing and testing technologies to enhance product quality, operational efficiency and research & development capabilities.

During the year, the Company successfully implemented a **PE Regrinding Unit** to reduce packaging waste and improve resource utilization. Further, a **PE Film Making Machine** was installed to strengthen product development and quality enhancement.

The Company also expanded its testing and analytical infrastructure by commissioning advanced laboratory equipment, including **Differential Scanning Calorimeter (DSC), Karl Fischer Titrator, Malvern Particle Size Analyzer, IR Laser Equipment and UL-94 Testing Equipment.** In addition, **MAI and UTM facilities with elevated temperature testing** were established to strengthen in-house testing and Computer-Aided Engineering (CAE) capabilities.

The Company also established facilities for **Long Glass Fibre (LGF) products** and commenced commercial production during the year.

(ii)The benefits derived like product improvement, cost reduction, product development or import substitution;

The above initiatives have resulted in improved product quality, enhanced material performance and increased manufacturing efficiency. The upgraded testing and analytical capabilities have accelerated product development, strengthened research and development activities and enabled the Company to provide enhanced technical support for new projects through in-house CAE analysis.

The implementation of the PE Regrinding Unit has contributed towards waste reduction and improved resource utilization. The commissioning of Long Glass Fibre product facilities has expanded the Company's product portfolio and enabled commercial supplies to customers in India. These initiatives have also enhanced customer satisfaction by delivering innovative, high-performance and sustainable material solutions while strengthening the Company's competitive position.

(iii) In case of imported technology (imported during the last three years reckoned from the beginning of the financial year)

Particulars	
a. The details of technology imported;	Long fibre technology
b. the year of import	2024-25
c. whether the technology has been fully absorbed;	**Yes**
d. if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	-

(iv) The expenditure incurred on Research and Development

(₹ in Lakhs)

Particulars	2025-26	2024-25
a. Capital	643.97	211.00
b. Recurring	2,085.89	1,364.24
Total	**2,729.86**	**1,575.24**
Total R & D expenditure as a % of Total Turnover	1.36	0.89

C) FOREIGN EXCHANGE EARNINGS & OUTGO

(₹ in Lakhs)

Particulars	2025-26	2024-25
Foreign Exchange Earnings	12,673.51	12,758.68
Foreign Exchange Outgo	1,01,396.05	77,914.77

The Company is taking continuous steps to develop export markets as appropriate to the nature of its products.

[ANNEXURE IV]

Disclosures required with respect to Section 197(12) of the Companies Act, 2013

The ratio of the remuneration of each Director to the median employee's remuneration and such other details in terms of Section 197(12) of the Companies Act, 2013 read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year:

Name and Designation	% increase/ decrease ofremuneration n 2026 as compared to 2025	Ratio to median Remuneration of Employees
Mr. Bo Jingen Managing Director	0%	04.26:1
Mr. Doraiswami Balaji* Whole-time Director / Executive Director	-39.37%	11.86:1
Mr. Sun Yajie Whole-time Director / Executive Director	53.51%	05.07:1
Mr. Wang Dazhong Chief Executive Officer	83.67%	05.17:1
Mr. Chen Xiaoqiong Chief Financial Officer	9.96%	04.05:1
Mr. Deepak Vyas# Company Secretary	-	2.62 : 1

Notes:
* The remuneration of Mr. Doraiswami Balaji includes performance incentives pertaining to March 2025 and March 2026. Accordingly, the year-on-year increase/decrease percentage may appear negative due to the timing and inclusion of such performance incentives

Mr. Deepak Vyas was appointed as Company Secretary w.e.f. 11th June, 2025, hence comparable figures of percentage of increase/ decrease of remuneration in 2026 as compared to 2025 are not being provided.

1. The remuneration payable to the Executive Directors is within the overall limits prescribed under the Companies Act, 2013 and as approved by the shareholders of the Company, wherever applicable.

2. The Non-Executive Directors and Independent Directors are entitled to receive remuneration by way of sitting fees, commission and reimbursement of expenses for participation in the Board and Committee Meetings.

3. For the purpose of median remuneration, remuneration is considered on paid basis.

4. The percentage increase in the median remuneration of employees in the financial year was 4.88%, as compared to the previous financial year.

5. The total number of permanent employees on the rolls of the Company as of 31st March, 2026 and 31st March, 2025, was 294 and 285 respectively.

6. The average percentile increases already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in managerial remuneration and justification thereof, including exceptional circumstances, if any, for increase in managerial remuneration, was 8.45%.

   Justification: Salary increases of employees are determined based on individual performance and other relevant factors in accordance with the remuneration framework of the Company. The variable remuneration of Directors is determined based on key financial parameters such as net profit, sales/revenue from operations, EBITDA and cash flow.

7. It is affirmed that the remuneration is in accordance with the Remuneration Policy of the Company.

For and on behalf of the Board of Directors,
Kingfa Science & Technology (India) Limited

Bo Jingen **Managing Director** **DIN: 06617986**	**Doraiswami Balaji** **Whole Time Director** **DIN: 08256342**

Place :- Pune
Date:- 14-08-2026

CORPORATE GOVERNANCE REPORT

The Directors are pleased to present the Company's Report on Corporate Governance for the financial year ended March 31, 2026, pursuant to Regulation 34(3) read with Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("SEBI LODR Regulations").

1. Company's Philosophy on Code of Governance

The Company firmly believes that strong corporate governance is fundamental to creating sustainable value for all stakeholders. Our governance framework is built on the principles of transparency, integrity, accountability, fairness and responsibility. These principles are deeply embedded in the Company's culture and guide its business strategies, decision-making processes and day-to-day operations.

The Company is committed to conducting its business in an ethical, transparent and responsible manner, while ensuring compliance with all applicable laws, regulations and statutory requirements. The Board of Directors provides strategic direction and effective oversight of management with a focus on sustainable growth, long-term value creation, prudent risk management, stakeholder engagement and environmental and social responsibility. The Company's governance framework further emphasizes prudent capital allocation, effective deployment of resources, robust internal controls and protection of stakeholder interests.

The Company has adopted a Code of Conduct applicable to the Board of Directors and Senior Management Personnel, which sets out the standards of ethical behaviour, integrity and professional conduct expected in the discharge of their duties and responsibilities. All Directors and Senior Management Personnel have affirmed compliance with the Code for the financial year ended March 31, 2026

2. Board of Directors

Composition

The Board of Directors of the Company is structured to provide a judicious blend of experience, expertise, independence and diversity. It comprises an appropriate mix of Executive and Non-Executive Directors, including a Woman Independent Director, in compliance with the requirements of the Companies Act, 2013 and the SEBI LODR Regulations, as amended.

As on March 31, 2026, the Board comprised six Directors, consisting of one Managing Director, two Whole-time Directors (Executive Directors) and three Non-Executive Independent Directors. The composition of the Board is in conformity with the applicable provisions of the Companies Act, 2013 and the SEBI LODR Regulations.

Name of the Director	Expertise in a Specific Functional Area
Mr. Bo Jingen	Business Strategy, Planning, Marketing and Sales
Mr. Wu Xiaohui*	Product Development and Technical Support
Mr. Dilip Dinkar Kulkarni**	Internal, Operational & Management Audit and Management Consultancy
Ms. Nilima Ramrao Shinde	Legal
Mr. Ramachandran Sudhinder	Insolvency, Commercial Law, Taxation, Litigation, Arbitration
Mr. Doraiswami Balaji	Marketing, Operations and TQM
Mr. Sun Yajie***	Polymer Science, Research & Development, Product Development and Technical Operations
Mr. Subramanyan S.K***	Finance, Business Strategy, Audit, Taxation, Corporate Governance and Compliance

* Ceased to be Director with effect from July 30, 2025.
** Ceased to be Director upon completion of tenure on August 27, 2025.
*** Appointed as Director with effect from July 30, 2025.

The Directors possess a wide range of skills, expertise and experience across diverse fields, including business strategy, manufacturing, polymer technology, finance, accounting, audit, law, corporate governance, taxation, risk management and regulatory compliance. Their collective knowledge and varied professional backgrounds provide valuable guidance in formulating the Company's strategy and overseeing its operations. The Board is satisfied that, as on March 31, 2026, its composition reflects an appropriate mix of skills, expertise and competencies required for the effective functioning and sustainable growth of the Company.

Meetings

During the year under review, 5 Board Meetings were held on 28th May 2025, 30th July, 2025, 22nd August, 2025, 12th November, 2025 and 07th February, 2026. The last AGM was held on 29th September, 2025.

The details of the category of Directors, their attendance at the Board Meetings and the last AGM, as well as their Directorships and Committee positions in other companies as on March 31, 2026, are provided below:

Name of the Director	Category	No. of Board Meetings Attended	Attendance at the Last AGM held on 29th September 2025	Directorships in other Boards		Committee(s) @ Membership (inclusive of Kingfa India)	
				Directorship	Chairmanship	Membership	Chairmanship
Mr. Bo Jingen (DIN: 06617986)	EX	5 out of 5	Yes	-	-	-	-
Mr. Wu Xiaohui* (DIN: 06617977)	NENID	2 out of 2	-	-	-	-	-
Mr. Dilip Dinkar Kulkarni** (DIN: 07272118)	ID	3 out of 3	No	-	-	1	1
Ms. Nilima Ramrao Shinde (DIN: 07646156)	ID	5 out of 5	Yes	-	-	2	1
Mr. Ramachandran Sudhinder (DIN: 10628111)	ID	5 out of 5	Yes	-	-	1	0
Mr. Doraiswami Balaji (DIN: 08256342)	EX	5 out of 5	Yes	-	-	2	-
Mr. Subramanyan S.K *** (DIN: 00024614)	ID	3 out of 3	Yes	-	-	2	1
Mr. Sun Yajie*** (DIN: 11191121)	EX	3 out of 3	Yes	-	-	-	-

* Ceased to be Non-Executive Non-Independent Director with effect from July 30, 2025.
** Ceased to be Independent Director upon completion of his second and final term with effect from the close of business hours on August 27, 2025.
*** Appointed as Additional Directors with effect from July 30, 2025 and subsequently regularized by the Members.

EX – Executive Director
ID – Independent Director
NENID – Non-executive Non Independent Director

@ Memberships / Chairmanships of only Audit Committee and Stakeholders' Relationship Committee have been included.

None of the Directors of the Company held directorships in any other listed entity as on March 31, 2026.

Compliance

- None of the Directors are inter-se related.
- The number of Directorships, Committee Memberships and Chairmanships held by the Directors are within the limits prescribed under the Companies Act, 2013 and the SEBI Listing Regulations.
- None of the Non-Executive Directors held any securities of the Company as on March 31, 2026.
- None of the Directors is debarred from holding the office of Director by virtue of any order of SEBI or any other authority.

3. Independent Directors

Independence

The Independent Directors of the Company fulfil the criteria of independence as prescribed under Section 149(6) of the Companies Act, 2013 and Regulation 16(1)(b) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. The Board is of the opinion that the Independent Directors possess the requisite integrity, expertise and experience and are independent of the management.

Number of Independent Directorships

In compliance with Regulation 17A of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015:

- None of the Independent Directors of the Company serves as an Independent Director in more than seven listed entities.
- None of the Executive Directors of the Company serves as an Independent Director in more than three listed entities.
- None of the Directors of the Company holds directorships in excess of the limits prescribed under the Companies Act, 2013 and the SEBI LODR Regulations.

Board Procedure

The Company follows a well-defined and robust process for placing matters before the Board in compliance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The agenda, together with detailed explanatory notes, presentations and supporting documents, is circulated to the Directors sufficiently in advance to facilitate informed deliberations and effective decision-making.
In terms of Regulation 17 read with Part A of Schedule II of the SEBI LODR Regulations, the information placed before the Board, inter alia, includes:

- Annual operating plans, business plans and budgets and any updates thereto;
- Capital expenditure plans and any updates thereto;
- Quarterly, half-yearly and annual financial results and performance of the Company;
- Minutes of meetings of the Audit Committee and other Board Committees;
- Information on recruitment, remuneration, appointment or removal of Senior Management Personnel, including the Chief Financial Officer and the Company Secretary;
- Material show cause notices, demand notices, prosecution notices and penalty notices;
- Material litigations, legal proceedings and regulatory developments;
- Fatal or serious accidents, dangerous occurrences, material effluent or pollution-related issues, if any;
- Risk management, internal control and compliance reports;
- Status of utilization of proceeds from the preferential issue and Monitoring Agency Reports, wherever applicable;
- Health, safety and environmental performance of the Company;
- Investor grievances, shareholding matters and related compliance reports; and
- Any other information required to be placed before the Board under applicable laws and regulations.

This framework ensures that the Board receives comprehensive, timely and relevant information to effectively discharge its fiduciary responsibilities and provide strategic guidance to the Management.

Familiarisation Programmes to Independent Directors

The Company has in place a structured Familiarisation Programme for its Independent Directors in accordance with the requirements of Regulation 25(7) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

At the time of appointment, each Independent Director is provided with a formal letter of appointment setting out his/her roles, duties, rights and responsibilities. The Directors are also apprised of their obligations and responsibilities under the Companies Act, 2013, the SEBI LODR Regulations and other applicable laws and regulations.

Further, the Executive Directors and Senior Management Personnel engage with newly appointed Directors to familiarise them with the Company's business operations, industry landscape, organisational structure, governance framework, policies and business strategy.

The Board Members are regularly provided with relevant information and updates to enable them to gain a deeper understanding of the Company's business and operating environment.

Periodic presentations made to the Board, inter alia, cover the following areas:

- Business overview, operational performance and strategic initiatives;
- Industry trends, market developments and regulatory updates;
- Corporate governance and compliance requirements;
- Risk management framework and key business risks;
- Internal control systems and financial performance; and
- Sustainability, health, safety and environmental initiatives.

Independent Directors are continuously updated on the Company's business, operations, opportunities, challenges and significant developments through presentations at Board and Committee Meetings and through interactions with the Senior Management Team.

The details of the Familiarisation Programme imparted to Independent Directors are available on the Company's website and may be accessed at: https://www.kingfaindia.com/Familprogrm.pdf

4. Audit Committee

The Audit Committee is entrusted with the primary responsibility of overseeing the Company's financial reporting process and ensuring the accuracy, integrity, transparency and quality of financial disclosures. The Committee assists the Board in discharging its responsibilities relating to financial reporting, internal controls, risk management, audit processes and compliance with applicable laws and regulations.

The composition, powers, roles, scope and terms of reference of the Audit Committee are in compliance with the provisions of Section 177 of the Companies Act, 2013 and Regulation 18 read with Part C of Schedule II of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

The broad terms of reference of the Audit Committee, inter alia, include the following:

- Review of quarterly, half-yearly and annual standalone and consolidated financial statements, together with the Auditors' Reports, before submission to the Board of Directors.
- Oversight of the Company's financial reporting process and disclosure of financial information to ensure that the financial statements present a true and fair view of the affairs of the Company.
- Review and monitoring of the adequacy and effectiveness of internal financial controls, internal control systems and risk management systems.
- Recommendation for appointment, re-appointment, remuneration and terms of appointment of the Statutory Auditors, Internal Auditors, Cost Auditors and Secretarial Auditors, and review of their independence, qualifications and performance.
- Review and approval of related party transactions and any subsequent modifications thereto, in accordance with the applicable provisions of the Companies Act, 2013, the SEBI LODR Regulations and the Company's Policy on Related Party Transactions.
- Discussion with the Statutory Auditors and Internal Auditors regarding the scope of audit, significant audit findings, observations, qualifications, if any, and follow-up actions thereon.
- Review of internal audit plans, internal audit reports, compliance reports and the adequacy of corrective actions taken by the management.
- Evaluation of the effectiveness of the internal audit function and monitoring the implementation of audit recommendations.
- Review of the Company's risk management framework and key business risks, and monitoring the effectiveness

of mitigation measures.

- Oversight and review of the functioning of the Whistle Blower Policy / Vigil Mechanism and ensuring adequate safeguards against victimisation of whistle-blowers.
- Scrutiny of inter-corporate loans and investments, valuation of undertakings or assets, wherever necessary, and monitoring the end use of funds, wherever applicable.
- Monitoring the utilisation of proceeds raised through public issues, rights issues, preferential issues, qualified institutions placements or other capital raising activities, and reviewing Monitoring Agency Reports, wherever applicable.
- Carrying out such other functions as may be delegated by the Board of Directors and as prescribed under the Companies Act, 2013, the SEBI LODR Regulations and other applicable laws

Composition and Attendance

During the year under review, the composition of the Committee was reconstituted on 30 July 2025, with the reconstitution becoming effective from 28 August 2025. The Committee was further reconstituted on 12 November 2025.

The Audit Committee comprises a majority of Independent Directors. The composition of the Committee and the attendance of its members during the year under review are as follows:

Name of Director	Chairperson / Member	Number of Meetings Attended (Out of 5)
Mr. Dilip Dinkar Kulkarni*	Chairperson	3 out of 3
Ms. Nilima Ramrao Shinde	Member	5 out of 5
Mr. Ramachandran Sudhinder	Member	5 out of 5
Mr. Doraiswami Balaji	Member	5 out of 5
Mr. Subramanyan S. K.**	Chairperson	2 out of 2

* Ceased to be member and chairperson of the committee w.e.f 27th August 2025
* Appointed as member and chairperson of the committee w.e.f 28th August 2025

Meetings

During the year under review, five Audit Committee Meetings were held on 28th May, 2025, 30th July, 2025, 22nd August, 2025, 12th November 2025 and 07th February, 2026. The meetings were conducted in line with the requirements of the Companies Act, 2013 and SEBI (LODR) Regulations, 2015.

The Managing Director, Non-Executive Non-Independent Director, Chief Executive Officer, Chief Financial Officer, representatives of the Statutory Auditors and the Internal Auditors are permanent invitees to the meetings of the Audit Committee. The representatives of the Cost Auditor attend meetings when matters relating to the Cost Audit Report are discussed. The Company Secretary acts as the Secretary to the Committee in terms of Regulation 18(1)(e) of the SEBI (LODR) Regulations, 2015.

5. Nomination and Remuneration Committee

The Nomination and Remuneration Committee ("NRC") is entrusted with the responsibility of identifying and recommending suitable candidates for appointment as Directors and Senior Management Personnel, formulating criteria for determining qualifications, positive attributes and independence of Directors and recommending to the Board the remuneration framework applicable to Directors, Key Managerial Personnel and Senior Management Personnel.

The composition, powers, roles, scope and terms of reference of the Committee are in accordance with the provisions of Section 178 of the Companies Act, 2013 and Regulation 19 read with Part D of Schedule II of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Brief Terms of Reference

The brief terms of reference of the Nomination and Remuneration Committee, inter alia, include the following:

- Recommend to the Board the appointment, re-appointment and removal of Directors and Senior Management Personnel;
- Formulate criteria for determining qualifications, positive attributes and independence of Directors;
- Devise a policy on Board diversity and succession planning;
- Formulate and recommend to the Board the Nomination and Remuneration Policy for Directors, Key Managerial Personnel and Senior Management Personnel;
- Recommend remuneration payable to Directors, Key Managerial Personnel and Senior Management Personnel;
- Formulate criteria for evaluation of performance and carry out evaluation of the performance of the Board, its Committees and individual Directors, including Independent Directors;
- Oversee familiarisation and training programmes for Directors; and
- Perform such other functions as may be entrusted by the Board from time to time in accordance with applicable laws and regulations.

Composition and Attendance

During the year under review, the composition of the Committee was reconstituted on 30 July 2025, with the reconstitution becoming effective from 28 August 2025. The Committee was further reconstituted on 12 November 2025. The composition of NRC and attendance of members is as under:

Name of Director	Position	Meetings Attended (out of 3)
Mr. Dilip Dinkar Kulkarni*	Chairperson	2 out of 2
Ms. Nilima Ramrao Shinde	Member	3 out of 3
Mr. Ramachandran Sudhinder**	Chairperson & Member	3 out of 3
Mr.Sekharipuram Krishnamoorthy Subramanyan #	Chairperson & Member	1 out of 1

* Ceased to be member and chairperson of the committee w.e.f 27th August 2025.

** Mr. Ramachandran Sudhinder, an existing Member of the Nomination and Remuneration Committee, was appointed as the Chairperson of the Committee with effect from 12th November 2025.

Mr. Sekharipuram Krishnamoorthy Subramanyan was appointed as a Member and Chairperson of the Nomination and Remuneration Committee with effect from 28th August 2025. Subsequently, he ceased to be the Chairperson of the Committee with effect from 12th November 2025, while continuing as a Member of the Committee

Meetings

During the year under review, three Nomination and Remuneration Committee meetings of the were held on 28th May 2025, 30th July, 2025 and 07th February, 2026.

Remuneration

Non-Executive Directors and Independent Directors are entitled to receive remuneration by way of sitting fees, commission, and reimbursement of expenses for participation in Board and Committee meetings.

The sitting fees payable to Non-Executive Directors/ Independent Directors for attending meetings of the Board and its Committees are determined by the Board of Directors, within the overall limits prescribed under the Companies Act, 2013. The criteria for making such payments to Non-Executive Directors and Independent Directors are disclosed on the Company's website: https://www.kingfaindia.com/A2NomiRemun_Policy.pdf and https://www.kingfaindia.com/CMPNED2023.pdf

Remuneration policy

There are different roles that require different levels of responsibilities, tasks and skills. Therefore, the remuneration policy is there to determine the appropriate pay rate for each particular set of responsibilities and tasks. It controls how the pay will increase as employees take on more responsibilities and tasks or move up in higher roles.

The detailed Remuneration Policy for Directors, KMP, SMP and other employees, in accordance with the provisions of the Act and the SEBI Listing Regulations is available on the website https://www.kingfaindia.com/A2NomiRemun_Policy.pdf

Remuneration of Directors

The Company follows a transparent and performance-oriented remuneration framework in line with its Nomination and Remuneration Policy and applicable statutory requirements. The details of remuneration paid to the Executive and Non-Executive Directors during the financial year are set out below.

1. **Payment to Executive Directors**

The remuneration of the Managing Director and Whole-time Directors comprises salary, allowances, perquisites, retirement benefits, performance-linked incentive/commission and such other benefits as may be approved by the Board and the Members of the Company from time to time.

The Managing Director and Whole-time Directors are not entitled to receive sitting fees for attending meetings of the Board or its Committees.

The terms of appointment of the Executive Directors are contractual in nature.

Details of remuneration paid to the Managing Director and Whole-time Directors during the financial year 2025-26, together with the particulars of their service contracts, notice period, severance fees and stock options, are set out below:

(Rs.in Lakhs)

Particulars	Mr. Bo Jingen Chairman & Managing Director	Mr. Doraiswami Balaji Whole-time Director (Executive Director)	Mr. Sun Yajie Whole-time Director (Executive Director)
Salary	20,16,000	37,94,004	14,33,600
Perquisites & Allowances	6,74,700	4,71,000	0
Commission	0	0	0
Performance Incentive	0	29,25,000	10,27,297
Total Remuneration	26,90,700	71,90,004	24,60,897
Service Contract / Approved Term	Up to 26 February 2028	Up to 28 October 2027	Up to 29 July 2028

(Rs.in Lakhs)

Particulars	Mr. Bo Jingen Chairman & Managing Director	Mr. Doraiswami Balaji Whole-time Director (Executive Director)	Mr. Sun Yajie Whole-time Director (Executive Director)
Notice Period	As per terms of appointment	As per terms of appointment	As per terms of appointment
Severance Fees	Nil	Nil	Nil
Stock Options*	Nil	Nil	Nil

Subsequent Changes in Executive Leadership

Subsequent to the close of the financial year ended 31 March 2026, certain changes took place in the composition of the Board and the Senior Leadership of the Company.

1. The appointment of Mr. Wang Dazhong (DIN: 11849911) as an Additional Director and Chairman & Managing Director of the Company with effect from August 15, 2026.
2. The appointment of Mr. Sethuraman Shanmugasundaram (DIN: 11871332) as an Additional Director and Whole-Time Director designated as Chief Operating Officer of the Company with effect from August 15, 2026.
3. The appointment of Ms. Apurva Pradeep Joshi (DIN: 06608172) as an Additional Director in the category of Non-Executive Independent Director of the Company with effect from August 15, 2026.
4. Appointment of Mr. Xie Dongming as Chief Financial Officer (CFO) under the category of Key Managerial Personnel of the Company effective from August 15, 2026.
5. Mr. Jingen Bo resigned from the position of Chairman & Managing Director w.e.f August 14, 2026
6. Mr. Chen Xiaoqiong resigned from the position of Chief Financial Officer (CFO) w.e.f August 14, 2026

The Board, based on the recommendations of the Nomination and Remuneration Committee, approved the appointment of new Directors in place of the outgoing Executive Directors and the requisite details of the Directors seeking appointment/re-appointment are provided in the Notice convening the ensuing Annual General Meeting, which forms an integral part of this Annual Report.

2. Payment to Non-Executive Directors

Non-Executive Directors and Independent Directors are entitled to receive sitting fees for attending meetings of the Board and its Committees, reimbursement of expenses incurred for participation in such meetings and commission, as approved by the Members from time to time. The sitting fees payable to Non-Executive Directors for attending meetings of the Board and its Committees are as follows:

Particulars	Sitting Fees per Meeting (₹)
Board Meetings	1,00,000/
Audit Committee Meetings	50,000/
Nomination and Remuneration Committee Meetings	30,000/
Stakeholders' Relationship Committee Meeting	30,000/
Corporate Social Responsibility Committee Meetings	30,000/
Risk Management Committee Meetings	30,000/

The sitting fees payable for meetings of Independent Directors and any other Committee of the Board not specifically mentioned above shall be equivalent to the sitting fees payable for attending a Board Meeting.

Except for the payment of sitting fees, commission and reimbursement of expenses incurred for attending meetings of the Board and its Committees, none of the Non-Executive Directors had any material pecuniary relationship or transaction with the Company during the financial year 2025-26.

Details of sitting fees and commission paid to the Non-Executive Directors during the financial year 2025-26 and their shareholding in the Company as on 31 March 2026 are provided below:

Name of Director	Sitting Fees (₹ in Lakhs)	Commission (₹ in Lakhs)	Shares Held (Nos.)
Mr. Dilip Dinkar Kulkarni*	6,70,000	8,50,000	Nil
Ms. Nilima Ramrao Shinde	12,30,000	6,00,000	Nil
Mr. Ramachandran Sudhinder	11,70,000	5,25,000	Nil
Mr. Wu Xiaohui**	2,60,000	0	Nil
Mr. Subramanyan S.K.#	7,60,000	0	Nil

* Ceased to be an Independent Director of the Company upon completion of his second and final term with effect from the close of business hours on 27 August 2025.

** Ceased to be a Non-Executive Non-Independent Director of the Company with effect from 30 July 2025.

Appointed as an Independent Director of the Company with effect from 30 July 2025 and subsequently regularised by the Members.

No remuneration other than sitting fees and commission was paid to the Non-Executive Directors during the financial year under review. Further, none of the Non-Executive Directors held any convertible instruments of the Company as on 31 March 2026.

Performance Evaluation

Pursuant to the provisions of the Companies Act, 2013 and the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Board carried out an annual evaluation of its own performance, the performance of the Board Committees and the individual Directors.

The evaluation was conducted in accordance with the criteria and framework approved by the Nomination and Remuneration Committee. A structured evaluation mechanism was adopted covering various aspects, including the composition and effectiveness of the Board and its Committees, quality of discussions and decision-making, strategic oversight, governance practices, discharge of responsibilities and contribution of individual Directors.

The performance of the Board, its Committees, the Chairperson, Executive Directors, Non-Executive Directors and Independent Directors was evaluated through a structured process.

The Directors being evaluated did not participate in the discussion relating to their own evaluation.

The outcome of the evaluation was reviewed and discussed by the Nomination and Remuneration Committee and the Board. The Board expressed its satisfaction with the overall effectiveness of the Board, its Committees and individual Directors.

In accordance with Schedule IV to the Companies Act, 2013 and Regulation 25 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the Independent Directors held a separate meeting, without the presence of Non-Independent Directors and members of the Management, to evaluate the performance of the Chairperson, Non-Independent Directors and the Board as a whole.

6. Stakeholders Relationship Committee

The Company has constituted a Stakeholders Relationship Committee (SRC) of the Board of Directors to look into matters relating to the transmission of equity shares, issuance of duplicate share certificates, redressal of complaints received from shareholders and other related matters.

Composition and Attendance

During the year under review, the composition of the Committee was reconstituted on 12th November 2025.

Name of Director	Position	Meetings Attended (out of 1)
Ms. Nilima Ramrao Shinde	Chairperson	1 out 1
Mr. Doraiswami Balaji	Member	1 out 1
Mr. Sekharipuram Krishnamoorthy Subramanyan#	Member	1 out 1
Mr. Ramachandran Sudhinder*	Member	NIL

Mr. Sekharipuram Krishnamoorthy Subramanyan was appointed as a Member of the Stakeholders Relationship Committee w.e.f 12th November, 2025

* Mr. Ramachandran Sudhinder, ceased to be member of the Stakeholder Relationship Committee w.e.f. 12th November 2025.

During the year under review, Mr. Deepak Vyas was appointed as Company Secretary & Compliance Officer with effect from June 11, 2025.

Meetings

During the year under review, one Stakeholder Relationship Committee Meetings were held on 07th February 2026.

Investor Complaints

The Company has established an effective mechanism for redressal of investor grievances and endeavours to resolve investor complaints promptly and within the timelines prescribed under applicable laws and regulations. During the financial year 2025-26, the Company received four investor complaints, of which one complaint was resolved during the year. Three complaints remained pending as on 31 March 2026, as these complaints were received towards the close of the financial year and were under process within the prescribed resolution timelines as on the reporting date. The said complaints were subsequently resolved within the timelines stipulated under the applicable regulatory framework and no investor complaint remained pending thereafter.

Name and Designation of the Compliance Officer
Mr. Deepak Vyas
(Company Secretary & Compliance Officer)

Email: **cs@kingfaindia.com**

7. Corporate Social Responsibility Committee

The Corporate Social Responsibility (CSR) Committee has been constituted by the Board in compliance with the requirements of the Companies Act 2013.

Terms of Reference

The primary roles/responsibilities of the Corporate Social Responsibility Committee are:-

a. Formulate and recommend to the Board, a Corporate Social Responsibility Policy including Annual Action Plan which shall indicate the activities to be undertaken by the Company in areas or subjects, as specified in Schedule VII of the Companies Act, 2013 or any amendment thereto read with Rules made thereunder and Government Directives from time to time.

b. Recommend the amount of expenditure to be incurred on the activities referred to in clause (a).

c. Monitor implementation and adherence to the CSR Policy of the Company from time to time.

d. Such other activities as the Board of Directors determine as they may deem fit in line with CSR Policy or as may be stipulated under any law, rule or regulation including the Listing Regulations and the Act.

The Board has adopted the CSR Policy as formulated and recommended by the Committee. The CSR Policy is available on the website of the Company, https://www.kingfaindia.com/KingfaCSRpolicy0326.pdf The Annual Report on CSR activities for the Financial Year 2025-26 forms part of the Board's Report.

Composition and Attendance

During the year under review, the composition of the Committee was reconstituted on 30 July 2025. The Committee was further reconstituted on 12th November 2025.

The composition of CSR Committee and attendance of each member is as under:

Name of Director	Position	Meetings Attended
Mr. Dilip Dinkar Kulkarni*	Chairperson	2 out of 2
Mr. Wu Xiaohui**	Member	2 out of 2
Mr. Doraiswami Balaji	Member	3 out of 3
Mr. Sun Yajie@	Member	1 out of 1
Mr. Ramachandran Sudhinder #	Chairperson	1 out of 1
Mr. Subramanyan S.K^	Chairperson	-

* Ceased to be member and chairperson of the committee w.e.f 27th August 2025
** Ceased to be member of the committee w.e.f. 30th July 2025.
@ Mr. Sun Yajie was appointed as member of CSR committee w.e.f 31st July 2025.
# Mr. Ramachandran Sudhinder, was appointed as member and the Chairperson of the Committee with effect from 12th November 2025.
^Mr. Subramanyan S. K. was appointed as a Member and Chairperson of the Corporate Social Responsibility Committee with effect from August 28, 2025,and ceased to be a Member and Chairperson of the Committee with effect from November 12, 2025. During his tenure as a Member and Chairperson of the Committee, no meeting of the Corporate Social Responsibility Committee was held.

Meetings

During the year under review, three CSR Committee Meetings were held on 28th May, 2025, 30th July, 2025, and 07th February, 2026.

7. Risk Management Committee

The Risk Management Committee of the Company is constituted in line with Regulation 21 of SEBI (LODR) Regulations, 2015. The Committee is entrusted with framing, implementing, and monitoring the risk management policy of the Company, identifying and evaluating various business and operational risks, reviewing the risk management framework and reporting to the Board on critical risk exposures and mitigation actions, thereby ensuring effective integration of risk management practices with the overall business strategy.

Composition

Name of Director	Position	Meetings Attended (out of 2)
Ms. Nilima Ramrao Shinde	Chairperson	2 out 2
Mr. Doraiswami Balaji	Member	2 out 2
Mr. Sun Yajie	Member	2 out 2

Meetings

During the year under review, two Risk Management Committee Meetings were held on 20th May, 2025, and 15th December, 2025.

9. Senior management: Particulars of senior management including the changes therein since the close of the previous financial year

Particulars of senior management – FY 2025-26

S. No.	Name	Designation
1.	Mr. Wang Dazhong	Chief Executive Officer
2.	Mr.Chen Xiaoqiong	Chief Financial Officer
3.	Mr.Deepak Vyas	Company Secretary
4.	Mr.Shanmugasundaram S.	Business Unit Head - West
5.	Mr.B. Saravanan	General Manager - Marketing
6.	Mr.Sun Yajie	Chief Technology Officer

Particulars of changes in senior management – FY 25-26

S. No.	Name	Designation	Reason for change	Date of change
1.	Deepak Vyas	Company Secretary	Appointment	11th June 2025

10. Independent Directors' Meeting

Two separate meetings of Independent Directors of the Company without the presence of the Non-Independent Directors and Management Representatives were held on March 11, 2026, and March 31, 2026, wherein all three Independent Directors of the Company were present.

11. General Body Meetings

(A) The details of Special resolutions passed during the last three Annual General Meetings are as follows:

Year ended	Date and Time	Venue	Special resolution(s) passed
March 31.03.2025	41st AGM: September 29, 2025 at 11:30 a.m.	Meeting held through Video Conferencing / Other Audio Visual Means	1. Appointment of Mr. Subramanyan S. K. (DIN: 00024614) as a Non-Executive Independent Director. 2. Appointment of Mr. Sun Yajie (DIN: 11191121) as a Whole-Time Director. 3. Approval for Payment of Commission to Independent Directors.
March 31.03.2024	40th AGM: September 25, 2024 at 11:30 a.m.	Meeting held through Video Conferencing / Other Audio Visual Means	1. Approval for Payment of Commission to Independent Directors. 2. Re-appointment of Mr. Doraiswami Balaji (DIN: 08256342) as Whole-time Director designated as Executive Director
March 31.03.2023	39th AGM: September 26, 2023 at 11:30 a.m.	Meeting held through Video Conferencing / Other Audio Visual Means	1. Approval for Payment of Commission to Independent Directors.

(B) Postal Ballot

During the year under review, the Company did not seek shareholders' approval through the postal ballot process. Accordingly, no postal ballot was conducted during the financial year.

However, a postal ballot notice dated 26th March 2025 was issued to have the consent of member for Re-appointment of Mr. Bo Jingen (DIN: 06617986) as Managing Director by passing Special Resolution by way of remote e-voting process with a voting period started from 01st April 2025 to 30th April 2025.

Person who conducted the postal ballot exercise:

Ms. Shaswati Vaishnav, Practicing from M/s. S. Vaishnav & Associates, Practicing Company Secretaries, (ACS No. 11392, CP No. 8675), as the scrutinizer to scrutinize the postal ballot voting process in a fair and transparent manner. Ms. Shaswati Vaishnav conducted the process and submitted her report to the Chairman / Authorised person of the Company.

Details of voting pattern:

The Scrutinizer submitted her report to the Chairman/Compliance Officer after the completion of scrutiny and the results of the voting by Postal Ballot were then announced by the Compliance Officer. The voting results pursuant to Regulation 44(3) of the Listing Regulations and Section 108 of the Act read with the Companies (Management and Administration) Rules, 2014, and Scrutinizer's Report on remote e-voting were uploaded on the Company's website.

Sr. No.	Item	Designation
1.	Re-appointment of Mr. Bo Jingen (DIN: 06617986) as Managing Director as an Special Resolution,	99.9915%

As on the date of this Report, no special resolution is proposed to be conducted through postal ballot.

If required, Special Resolutions shall be passed by Postal Ballot during the financial year 2026-27, in accordance with the prescribed procedure. None of the businesses proposed to be transacted in the ensuing Annual General Meeting require passing of a Special Resolution through Postal Ballot.

Process Followed:

The Company conducts the postal ballot exercise in compliance with the Companies Act, 2013 (Sections 108 and 110), applicable Rules, Regulation 44 of SEBI (LODR) Regulations, 2015 and Secretarial Standards issued by ICSI.

Electronic voting are provided through NSDL and notices are sent electronically to eligible Members. Results are declared after receipt of the Scrutinizer's Report and placed on the Company's website and simultaneously communicates to the Stock Exchanges and NSDL.

Extraordinary General Meeting ('EGM')

Date of EGM	Venue and Time	Year	Special resolution(s) passed
17th September 2025	Meeting held through Video Conferencing / Other Audio Visual Means at 11:30 a.m.	2025-26	To consider and approve, offer, issue and allotment of Equity Shares on a preferential basis.

(D) A brief resume and name of the companies in which Directors, who are being appointed / re-appointed, hold Directorships / Committee Memberships and Shareholding in the Company.

Details of Director(s) retiring or being appointed or re-appointed are given in the notice of the Annual General Meeting which is forming part of the Annual Report of the Company.

11. Means of Communication

1. Quarterly Results	Communicated through advertisement in newspapers.
2. Newspapers wherein results normally published	Financial Express (English) and Makkal Kural (Tamil).
3. Any Website where displayed	www.kingfaindia.com | www.bseindia.com | www.nseindia.com
4. Any official news release published	No
5. Details of presentation made to Institutional Investors/Analysts	Nil

The Management's Discussion and Analysis highlighting specific details of the operations has been included in the Directors' Report.

12. General Shareholder Information

a) Registered Office	Dhun Building, III Floor, 827, Anna Salai, Chennai - 600002.
b) Annual General Meeting : Day, Date, Time and Venue	Details are given in the notice of the Annual General Meeting which is forming part of the Annual Report of the Company.
c) Financial Year	1st April to 31st March

d) Financial Calendar for 2026 – 2027:
(* tentative schedule excluding Extraordinary General Meeting(s) if any)

First Quarter Results (30th June 2026)	on or before August 14, 2026
Second Quarter Results (30th September 2026)	on or before November 14, 2026
Third Quarter Results (31st December 2026)	on or before February 14, 2027
Fourth Quarter Results (31st March 2027)	On or before 30th May 2027
Annual General Meeting (2026-2027)	In accordance with Companies Act, 2013

*or such other date as may be allowed by SEBI/MCA

e) Date of Book Closure

Details are given in the notice of the Annual General Meeting which is forming part of the Annual Report of the Company.

f) Dividend Payment Date : On or before October 27, 2026

g) Listing on Stock Exchanges

1) **BSE Limited (BSE)**
(Scrip Code – 524019)
Phiroze Jeejeebhoy Towers, Dalal Street, Mumbai - 400 001.

(2) **National Stock Exchange of India Limited (NSE)**
(Scrip ID – KINGFA)
Exchange Plaza, Bandra Kurla Complex, Bandra East, Mumbai - 400051

Demat ISIN No. for CDSL and NSDL is **INE473D01015.**

The Listing fees to BSE and NSE have been paid.

h) Registrar to Issue and Share Transfer Agent:

M/s. Integrated Registry Management Services Private Limited,
Unit: Kingfa Science & Technology (India) Limited
2nd Floor, "Kences Towers", No. 1, Ramakrishna Street, North Usman Road, T. Nagar, Chennai - 600 017.
Phone Nos : +91- 44-28140801 - 803 | **Fax No.** : + 91- 44-28142479 | **E-Mail** : yuvraj@integratedindia.in
Contact Person : K. Suresh Babu, Director

i) Share Transfer System

1. All works relating to transfer, transmission, splitting of Share certificates, dematerialization and re-materialization and other investor related activities are attended to and processed by the Company's Registrar & Share Transfer Agent: M/s. Integrated Registry Management Services Private Limited. Company's equity shares are traded on the Stock Exchanges compulsorily in Demat mode segment.

2. Reconciliation of Share capital Audit as stipulated by SEBI is conducted on quarterly basis reconciling the admitted equity share capital with the shares in electronic and physical form and Certificate issued in this regard by Practicing Company Secretary is forwarded to Stock Exchanges where the Company's shares are listed.

j) Distribution of Shareholding and Shareholding Pattern as on 31.03.2026.

i) Distribution of Shareholding

	SHAREHOLDERS		SHARES	
CATEGORY	NUMBER	% TO TOTAL	NUMBER	% TO TOTAL
Upto 2500	12261	99.13	1120770	8.27
2501 – 5000	62	0.50	222012	1.64
5001 – 10000	20	0.16	139964	1.03
10001 – 20000	6	0.05	84973	0.63
20001 – 30000	4	0.03	97188	0.72
30001 – 40000	1	0.01	30732	0.23
40001 – 50000	2	0.02	92784	0.68
50001 – 100000	2	0.02	127743	0.94
100001 & above	10	0.08	11635215	85.86
TOTAL	**12368**	**100.00**	**13551381**	**100.00**

ii) Shareholding Pattern

CATEGORY	HOLDERS	SHARES	VOTING STRENGTH (PERCENTAGE)
Promoter	1	9082214	67.02
Non-Resident Individuals / OCBs	370	109120	0.81
Foreign Port Folio Investor - Corporate / Foreign National	10	1051327	7.76
Bodies Corporate	196	119525	0.88
FIs/Mutual Funds/Banks	4	903178	6.66
Resident Individuals	11756	1902669	14.04
Others	31	383348	2.83
Total	**12368**	**13551381**	**100.00**

k) Dematerialisation of Shares & liquidity

The equity shares of the Company are compulsorily traded in dematerialised form and are available for trading through both the depositories, namely National Securities Depository Limited (NSDL) and Central Depository Services (India) Limited (CDSL).

As on 31 March 2026, 1,34,94,075 equity shares representing 99.58% of the listed equity share capital were held in dematerialised form and 57,306 equity shares representing 0.42% of the listed equity share capital were held in physical form.

l) Outstanding GDRs / ADRs / Warrants or any Convertible instruments, conversion date and likely impact on equity - NIL

m) Commodity price risk or foreign exchange risk and hedging activities

The details have been disclosed in the Notes to and forming part of Financial Statements.

n) Plant Locations

Plant Address	Products
Plot No : F 5/5, Chakan Industrial Area, Phase-2, MIDC, Vasuli – Shinde, Tal Khed, Pune – 410501.	Modified Thermoplastics
RS No.38/1, Sedarapet Industrial Area, Sedarpet, Puducherry - 605 111.	Modified Thermoplastics
Plot No-406, Sector-8, IMT Manesar, Gurgaon – 122050, Haryana.	Modified Thermoplastics
Plot No- C-583,C-583A & C0583B, Bhiadi, RIICO Industrial Area, Bhiwadi, Khairthal Tijara, Rajasthan- 301019	Modified Thermoplastics

o) Address for Correspondence

(i) Share related matters : M/s.Integrated Registry Management Services Private Limited
Unit:Kingfa Science & Technology (India) Limited
2nd Floor, "Kences Towers",No. 1, Ramakrishna Street, North Usman Road, T. Nagar, Chennai – 600 017.
Phone Nos : +91-44-28140801 - 803 | Fax No. : + 91-44-28142479 | E-Mail : **yuvraj@integratedindia.in**
Contact Person : K. Suresh Babu, Director

(ii) Other matters : Company Secretary and Compliance Officer
Kingfa Science & Technology (India) Limited
Regd. Office : Dhun Building, III Floor, 827, Anna Salai, Chennai – 600 002.
Phone Nos : 0091-44-28521736 | Fax No. +91-44-28520420
E-Mail : **cs@kingfaindia.com**

P) Credit Rating
During the financial year 2025-26, the Company did not obtain any credit rating from any credit rating agency.

13) Disclosures

a) Materially Significant Related Party Transactions

All related party transactions entered into during the financial year 2025-26 were in the ordinary course of business and on an arm's length basis.

The Company has obtained prior omnibus approval of the Audit Committee for related party transactions, wherever applicable. In certain cases, where required, transactions were placed before the Audit Committee and the Board for ratification/approval in accordance with the applicable provisions of law.

None of the transactions entered into with related parties had any potential conflict with the interests of the Company at large. There were no materially significant related party transactions with the Promoters, Directors, Key Managerial Personnel, Senior Management Personnel or their relatives that could have had a potential conflict with the interests of the Company.

The disclosures relating to related party transactions, as required under the applicable accounting standards, form part of the Notes to the Financial Statements contained in this Annual Report.

The Company has adopted a Policy on Materiality of Related Party Transactions and Dealing with Related Party Transactions in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Policy is available on the Company's website at: **https://www.kingfaindia.com/KingfaRPT12112025.pdf**

b) Details of Non-Compliance, Penalties and Strictures

The Company has complied with the requirements of the Stock Exchanges, SEBI and other statutory authorities on all matters relating to the capital markets during the last three financial years. No penalties or strictures have been imposed on the Company by the Stock Exchanges, SEBI or any other statutory authority on any matter relating to the capital markets during the said period

c) Vigil Mechanism / Whistle Blower Policy

The Company has established a Vigil Mechanism / Whistle Blower Policy in accordance with the provisions of the Companies Act, 2013 and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The Policy provides a mechanism for Directors, employees and other stakeholders to report genuine concerns, unethical behaviour, actual or suspected fraud, violations of the Company's Code of Conduct or any other improper practices.

The Vigil Mechanism provides adequate safeguards against victimisation of persons who avail of the mechanism and ensures direct access to the Chairperson of the Audit Committee in appropriate or exceptional cases.

The Company affirms that no person has been denied access to the Audit Committee during the financial year under review.

d) Compliance with Mandatory Requirements and Adoption of Non-Mandatory Requirements

The Company has complied with all the mandatory requirements of Corporate Governance stipulated under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The status of compliance with the non-mandatory requirements prescribed under the SEBI Listing Regulations is reviewed by the Board from time to time and adopted, wherever considered appropriate.

e) Web link where Policy for Determining Material Subsidiaries is disclosed

The Company does not have any material subsidiary as defined under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Accordingly, the provisions relating to material subsidiaries are not applicable to the Company.

f) Disclosure of Commodity Price Risks and Commodity Hedging Activities

The Company is exposed to commodity price risks arising from fluctuations in the prices of certain raw materials used in its operations. The Company's risk management framework includes monitoring of commodity price movements and implementation of appropriate mitigation measures, wherever considered necessary.

Details relating to commodity price risks and commodity hedging activities are disclosed in the Notes to the Financial Statements forming part of this Annual Report.

g) Details of Utilisation of Funds Raised through Preferential Allotment

Pursuant to the approval of the Members at the Extraordinary General Meeting held on 17 September 2025, the Company allotted equity shares on a preferential basis on 24 September 2025 and raised aggregate proceeds of approximately ₹500 Crore.

The proceeds are being utilised towards the objects stated in the Notice convening the Extraordinary General Meeting and in accordance with the applicable provisions of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

As on 31 March 2026, the Company had utilised ₹155.78 Crore out of the total proceeds of ₹500 Crore raised through the preferential issue and the balance amount of ₹344.22 Crore remained unutilised and was being deployed in accordance with the objects of the issue and applicable regulatory requirements.

The utilisation of proceeds is monitored by the Monitoring Agency in accordance with the applicable SEBI Regulations. The Monitoring Agency Reports were periodically reviewed by the Audit Committee and the Board of Directors during the financial year under review. No adverse observations or comments were reported by the Monitoring Agency and there was no deviation or variation in the utilisation of the proceeds from the objects stated in the Notice convening the Extraordinary General Meeting.

h) Certificate from Company Secretary in Practice

As required under SEBI (LODR) Regulations, 2015, the Company has received a Certificate from Ms. Shaswati Vaishnav, Practicing Company Secretary, M/s. S. Vaishnav & Associates, certifying that none of our directors on the Board of the company have been debarred or disqualified from being appointed or to continue as directors of Company by the SEBI or Ministry of Corporate Affairs or any such statutory authority. This document is annexed to the report.

i) Recommendations of the Committees

During the financial year 2025-26, all recommendations made by the Committees of the Board, which were mandatorily required, were accepted by the Board of Directors. Accordingly, there were no instances where the Board did not accept any recommendation of any Committee.

j) Fees Paid to the Statutory Auditors

add line before table- The details of fees paid/payable to the Statutory Auditors of the Company for the financial year 2025-26 are as follows:

₹ in Lakhs

Particulars	**2025 -26**
a. As Auditors	
Audit & Assurance Fees	14.00
GST Audit Fees	-
b. Limited Review	2.60
c. Reimbursement of expenses	0.32
d. Certification & others	4.30
Total	**21.22**

The Company has not availed any services from the network firm(s) or network entity(ies) of which the Statutory Auditors are a part.

k) Prevention of Sexual Harassment at Workplace

The Company has in place a Policy on Prevention of Sexual Harassment at Workplace in accordance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The disclosures relating to complaints received, disposed of and pending during the financial year are provided in the Board's Report forming part of this Annual Report.

l) Disclosure of Loans and Advances in the Nature of Loans to Firms/Companies in which Directors are Interested

The Company confirms that, during the financial year 2025-26, neither the Company nor any of its subsidiaries granted any loans or advances in the nature of loans to firms or companies in which any of the Directors of the Company are interested, as specified under Schedule V of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

m) Details of Material Subsidiaries

The Company does not have any subsidiary, including any material subsidiary, as on 31 March 2026. Accordingly, the disclosure requirements relating to material subsidiaries, including details of their incorporation and statutory auditors, are not applicable.

Discretionary Requirements

The Company has also complied with discretionary requirements as specified in the SEBI (LODR) Regulations, 2015, regarding unmodified Financial Statements and Reporting of Internal Auditors.

Compliance with corporate governance requirements

The Company has complied with the requirements of corporate governance specified in Regulation 17 to 27 and clause (b) to (i) of sub-regulation (2) of Regulation 46 of the SEBI Listing Regulations.

Declaration signed by the chief executive officer stating that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management.

As required under SEBI (LODR) Regulations, 2015, the above declaration is annexed to the report.

Compliance certificate from practicing company secretary regarding compliance of conditions of corporate governance shall be annexed with the directors' report.

As required under SEBI (LODR) Regulations, 2015, the above certificate is annexed to the report.

Disclosures with respect to demat suspense account/ unclaimed suspense account: Not Applicable

(1) The listed entity shall disclose the following details in its annual report, as long as there are shares in the demat suspense account or unclaimed suspense account, as applicable : Nil

(a) aggregate number of shareholders and the outstanding shares in the suspense account lying at the beginning of the year: Nil

(b) number of shareholders who approached listed entity for transfer of shares from suspense account during the year: Nil
(c) number of shareholders to whom shares were transferred from suspense account during the year: Nil

(d) aggregate number of shareholders and the outstanding shares in the suspense account lying at the end of the year: Nil

(e) that the voting rights on these shares shall remain frozen till the rightful owner of such shares claims the shares: Nil

Disclosure of certain types of agreements binding listed entities : Not Applicable

For and on behalf of the Board of Directors
KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

BO JINGEN	**DORAISWAMI BALAJI**
Managing Director	**Whole Time Director**
DIN : 06617986	**DIN : 08256342**

Place: Pune
Date: 14-08-2026

Code of Conduct for Prevention of Insider Trading

Company has framed a code of conduct for prevention of insider trading based on Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.

The code is applicable to promoter, all directors, designated employees, connected and specified person having access to unpublished price sensitive information.

The company has also formulated "the code of practices and procedures for fair disclosure of unpublished price sensitive information in compliance with Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015.

This code is displayed on the website, www.kingfaindia.com

For and on behalf of the Board of Directors
KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

BO JINGEN
Managing Director
DIN : 06617986

DORAISWAMI BALAJI
Whole Time Director
DIN : 08256342

Place: Pune
Date: 14-08-2026

CERTIFICATE OF COMPLIANCE WITH CORPORATE GOVERNANCE REQUIREMENTS FOR FINANCIAL YEAR ENDED MARCH 31, 2026.

[Pursuant to Regulation 34(3) read with Schedule V, clause C of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To
The Members of
Kingfa Science & Technology (India) Limited,
CIN: L25209TN1983PLC010438
Dhun Building, III Floor,
827, Anna Salai,
Chennai 600 002 Tamil Nadu

I have examined compliance of conditions of Corporate Governance by Kingfa Science & Technology (India) Limited ("the Company") for the year ended on March 31, 2026, as referred to in regulation 15(2) read with of Schedule V Clause C of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (Hereinafter, collectively referred to as the "Listing Regulations") read with Regulation 34(3) of the said Listing Regulations for the year ended on March 31, 2026.

The compliance of conditions of Corporate Governance is the responsibility of the management. My examination was limited to procedures and implementation thereof adopted by the Company for ensuring the compliance of the conditions of Corporate Governance.

In my opinion, based on my examination of the relevant records, documents and information provided to me, and according to the explanations and representations made by the Management of the Company, I report that the Company has complied with the applicable conditions of Corporate Governance as stipulated under the Listing Regulations, 2015, during the financial year ended March 31, 2026, except for the matters specifically reported elsewhere in this Report, wherever applicable.

I state that no investor's grievance is pending unresolved by the Company for a period exceeding one month against the Company as per the records maintained by the Stakeholders Relationship Committee.

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

For S Vaishnav & Associates
Company Secretaries

Shaswati Vaishnav
Company Secretary
ACS No.: 11392 CP No.: 8675
FRN: S2025MH1008500
UDIN: A011392H00118621

Date : August 14 , 2026.
Place: Pune

P R No. 2538/2022 dated August 5, 2022

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

(Pursuant to Regulation 34(3) read with Schedule V Para C Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To
The Members
Kingfa Science & Technology (India) Limited
Dhun Building, III Floor,
827, Anna Salai,
Chennai – 600 002, Tamil Nadu
CIN: L25209TN1983PLC010438

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Kingfa Science & Technology (India) Limited ("the Company"), having its registered office at Dhun Building, III Floor, 827, Anna Salai, Chennai – 600 002, Tamil Nadu, 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 Clause 10(i) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations").

In our opinion and to the best of our information and according to the verifications carried out by us, including verification of the status of Director Identification Numbers (DINs) on the Ministry of Corporate Affairs portal and based on the explanations and representations furnished by the Company, its officers and Directors, we hereby certify that none of the Directors on the Board of the Company during the financial year ended March 31, 2026, as listed below, has been debarred or disqualified from being appointed or continuing as a Director of any company by the Securities and Exchange Board of India (SEBI), the Ministry of Corporate Affairs (MCA) or any other statutory authority.

Sr. No.	DIN	Name of Director	Designation	Category	Date of Appointment
1	07646156	Nilima Ramrao Shinde	Director	Non-Executive Independent Director	November 1, 2016
2	06617986	Jingen Bo	Managing Director	Executive Director	February 27, 2014
3	08256342	Doraiswami Balaji	Whole-time Director	Executive Director	September 27, 2019
4	00024614	Sekharipuram Krishnamoorthy Subramanyan	Director	Non-Executive Independent Director	July 30, 2025
5	11191121	Sun Yajie	Whole-time Director	Executive Director	July 30, 2025
6	10628111	Ramachandran Sudhinder	Director	Non-Executive Independent Director	May 15, 2024

Changes in the Board during FY 2025-26

1. Mr. Xiaohui Wu (DIN: 06617977) resigned from the office of Director of the Company with effect from July 30, 2025.
2. Mr. Sekharipuram Krishnamoorthy Subramanyan (DIN: 00024614) was appointed as an Additional Director (Independent Category) by the Board of Directors at its meeting held on July 30, 2025 and was subsequently appointed as a Non-Executive Independent Director by the Members at the Annual General Meeting held on September 29, 2025, for a term of five consecutive years commencing from July 30, 2025 up to July 29, 2030, not liable to retire by rotation.

3. Mr. Sun Yajie (DIN: 11191121) was appointed as an Additional Director (Executive Category) by the Board of Directors at its meeting held on July 30, 2025 and was subsequently appointed as Whole-time Director by the Members at the Annual General Meeting held on September 29, 2025 for a period of three years with effect from July 30, 2025.

The responsibility for ensuring the eligibility of Directors for appointment and continuation on the Board rests with the management of the Company. Our responsibility is limited to expressing an opinion based on our verification of the records and information made available to us.

This Certificate is neither an assurance as to the future viability of the Company nor as to the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For S Vaishnav & Associates
Company Secretaries

Shaswati Vaishnav
Company Secretary
ACS No.: 11392   CP No.: 8675
FRN: S2025MH1008500
UDIN: A011392H001116320

Peer Review Certificate No.: 2538/2022

Date : August 14 , 2026.
Place: Pune

CHIEF EXECUTIVE OFFICER (CEO) & CHIEF FINANCIAL OFFICER (CFO) CERTIFICATION

[Pursuant to Regulation 17 (8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We the undersigned, in our respective capacities as Chief Executive Officer and Chief Financial Officer of Kingfa Science & Technology (India) Limited ("the Company") to the best of our knowledge and belief certify that:

A. We have reviewed Financial Statements and the Cash Flow Statement for the year ended March 31, 2026 and that to the best of our knowledge and belief, we state that:
   1. these statements do not contain any materially untrue statement or omit any material fact or contain statements that might be misleading;
   2. these statements together present a true and fair view of the Company's affairs and are in compliance with existing accounting standards, applicable laws and regulations.

B. We further state that to the best of our knowledge and belief, there were no transactions entered into by the Company during the year, which are fraudulent, illegal or violative of the Company's code of conduct.

C. We accept responsibility for establishing and maintaining internal controls for financial reporting and that we have evaluated the effectiveness of the internal control systems of the Company pertaining to financial reporting of the Company and have disclosed to the Auditors and the Audit Committee, deficiencies in the design or operation of such internal controls, if any, of which we are aware and the steps we have taken or propose to take to rectify these deficiencies.

We have indicated to the Auditors and the Audit Committee:
1. significant changes, if any, in internal control over financial reporting during the year;
2. significant changes, if any, in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
3. instances of significant fraud of which we have become aware and the involvement therein, if any, of the management or an employee having a significant role in the company's internal control system over financial reporting.

Yours truly,
For Kingfa Science & Technology (India) Limited

____________________	____________________
WANG DAZHONG	**CHEN XIAOQIONG**
Chief Executive Officer	**Chief Financial Officer**

Date: 29-05-2026
Place: Pune

Declaration by the Chief Executive Officer (CEO)

[Pursuant to Regulation 34(3) and Schedule V of the SEBI (Listing Obligations & Disclosure Requirements) Regulations,2015]

I, Wang Dazhong, CEO of the Kingfa Science & Technology (India) Limited, hereby declare that all the members of the Board of Directors and the Senior Management Personnel have affirmed compliance with the Code of Conduct of Board of Directors and Senior Management Personnel, applicable to them as laid down by the Board of Directors in terms of Regulation 26(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended 31st March, 2026.

Yours truly,
For Kingfa Science & Technology (India) Limited

____
WANG DAZHONG
Chief Executive Officer

Date: May 29, 2026
Place: Pune

MANAGEMENT'S DISCUSSION AND ANALYSIS REPORT

A. INTRODUCTION

This report addresses the Management views and perceptions of the business considering the current scenario based on the market environment and possible growth opportunities with the visible and imminent headwinds and challenges while analyzing the performance for the year under review. The report also presents the summary of control and countermeasures being initiated and also the Development of Human resources. The report should be read in conjunction with the Director's report to the shareholders, the Financial reports and other notes provided as a part of the annual report.

B. ECONOMIC SCENARIO

The year 2025-26 is one of mixed events leading to a volatile finish. We saw continuation of geo¬political tensions at multiple locations and newer disturbances evolving in. Hence we can say the year 2025-26 started with a mixed feelings for the entire world. The Southwest monsoon, the one that covers the major parts of India was 'ahead of schedule' and brought cheers all except for Air-cooler and Air-conditioner industries!

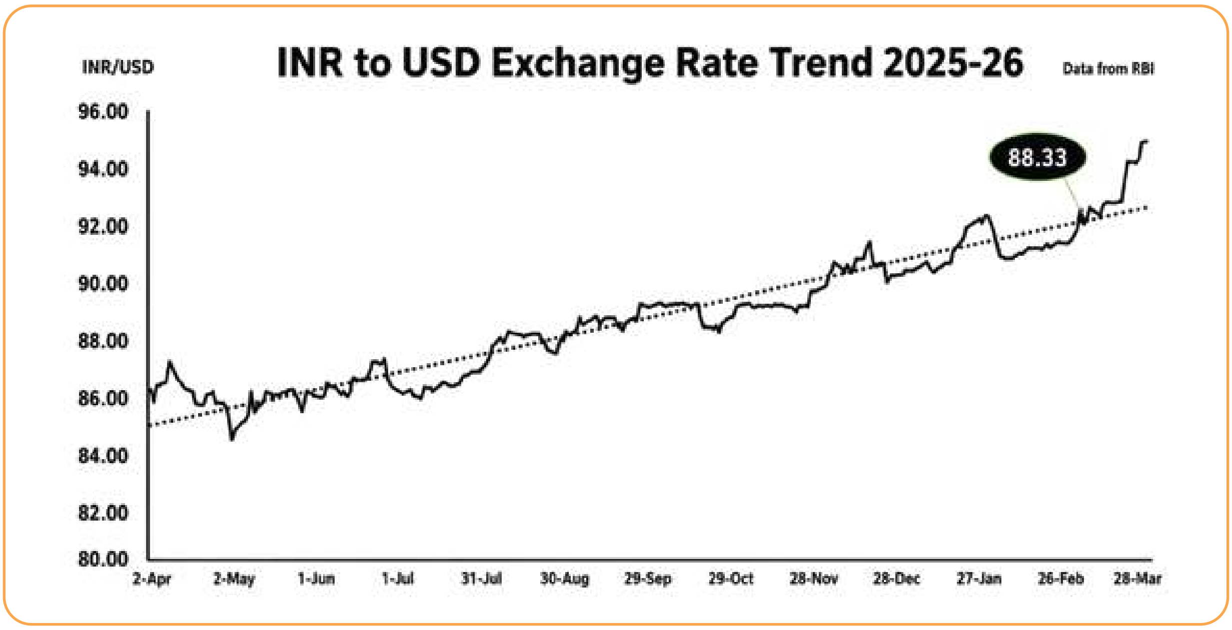
The Indian economy maintained strong growth momentum during FY 2025-26, driven by resilient domestic consumption, continued public capital expenditure, expanding manufacturing activity and robust growth in the services sector. Infrastructure development, construction, transportation and logistics remained key contributors to economic activity, while improving rural demand supported consumption across several sectors. India's growing industrial base continued to drive demand for conventional energy sources even as the country made significant progress in expanding renewable energy capacity through increased investments in solar, wind, bio-energy and green hydrogen. The Government's continued emphasis on energy transition, circular economy, resource efficiency and sustainable manufacturing is expected to create new opportunities for industries while accelerating the adoption of environmentally responsible technologies and materials.

The Ukraine-Russia crisis that began towards the end of the FY 2021-22 continued relentlessly even during 2025-26 and the effect of polarizing nations, sanctions and other measures continued in spite of efforts made for cessation of hostilities. The end of Feb'26 brought in another turmoil in the form of hostilities between US-Israel combine against Iran. This assumed global significance immediately as the 'Strait of Hormuz' the main pathway for all ships to transit in the Gulf region was under siege. The Oil prices which were maintained within a narrow band till then, quickly surged. It is not just the price surge that affected the Globe, it is the very availability of crude that hit all nations. When the hostilities were also directed at all the Gulf countries and their oil facilities, that sparked a deep concern for everyone alike across the Globe

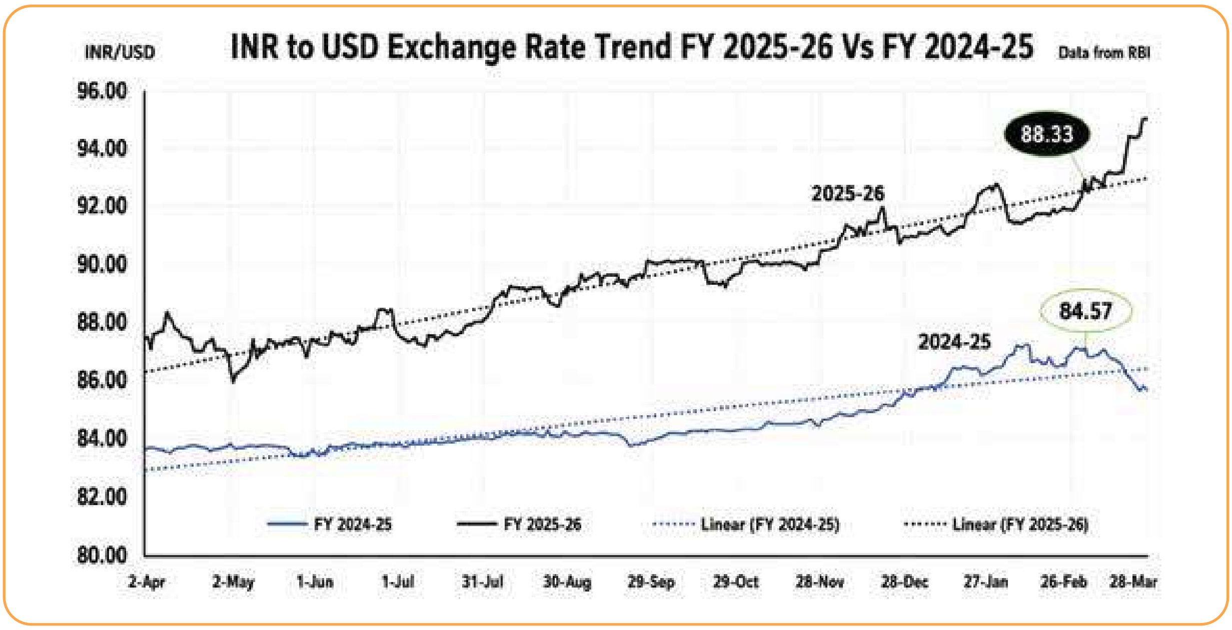
The customs tariff structure which were increased by the new US Govt continued to hog limelight for most of the year under review. Almost all nations had their share of concerns in this regard. The risk related to different raw materials continued to hover on all nations causing disturbances in pricing, logistics and free availability across the Globe. More than the tariffs, it is the frequent changes on the tariff related matter that brought in uncertainty on the minds of the industry players.

On the exchange rate front, the INR depreciated against the US$ and the depreciating trend was seen throughout the FY 2025-26 with marked increases quarter on quarter due to the continuing uncertainty related to US Tariff issues and the US-Iran war that broke out towards the end of the year

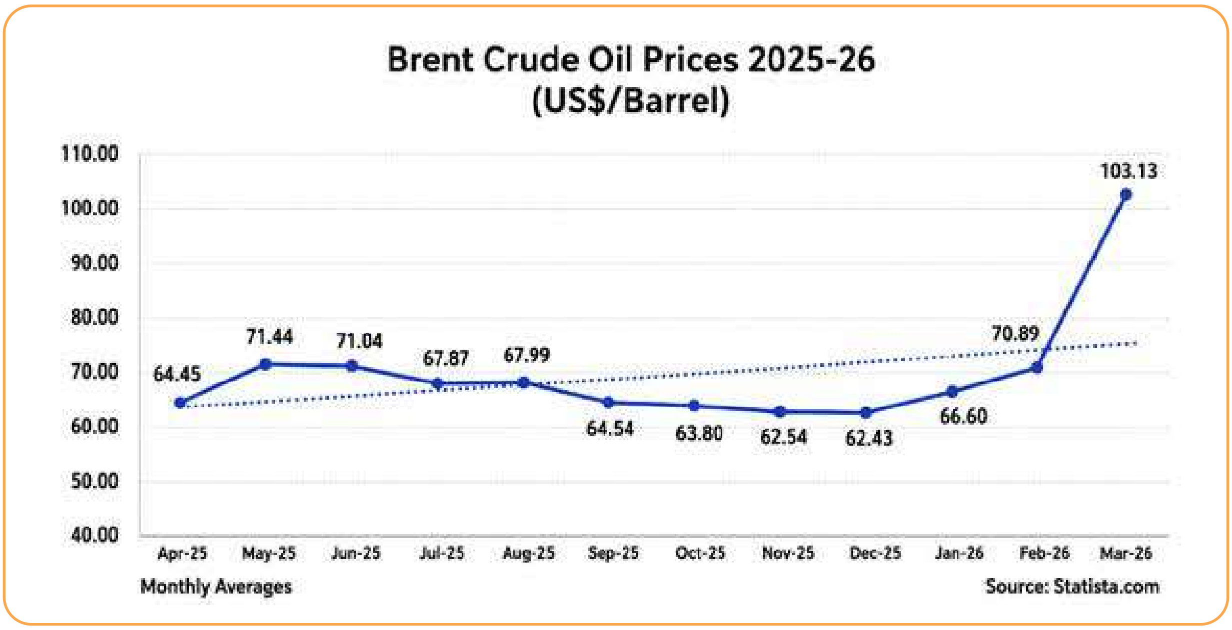
The exchange rate which was at Rs.84.57 (average) in FY 2023-24 went up to Rs.88.33 (average) in FY 2025-26 with the peak seen in Q4 of FY 2025-26 at Rs.91.45 (average).



You can see the comparison of exchange rate trend as per data from RBI in the chart below for the year in discussion and the previous year.



The crude prices declined during the first three quarters of the year. Compared to the peak of US$ 89.94/barrel witnessed in the previous year, the current year the peak till Feb'26 was only US$ 71.44/barrel that too in the beginning of the year in May'25. But with the US-Iran war erupting on 28th Feb'26, the oil prices zoomed from US$72.87 witnessed on 27th of Feb'26 to a peak of US$112.19 on the 20th of Mar'26. The average price for Mar'26 ended up at US$103.13 per barrel as the war was still raging on. This sudden increase resulted in all petrochemical manufacturers rushing to safeguard their supplies in order to protect against disruption in their manufacturing. This in turn caused prices of petrochemical based output, especially the polymers, both commodity as well as specialty polymers, to new peak levels within a narrow span of a few weeks . Only the cessation of war in the gulf region can bring the prices of oil down as we entered the financial year 2026-27

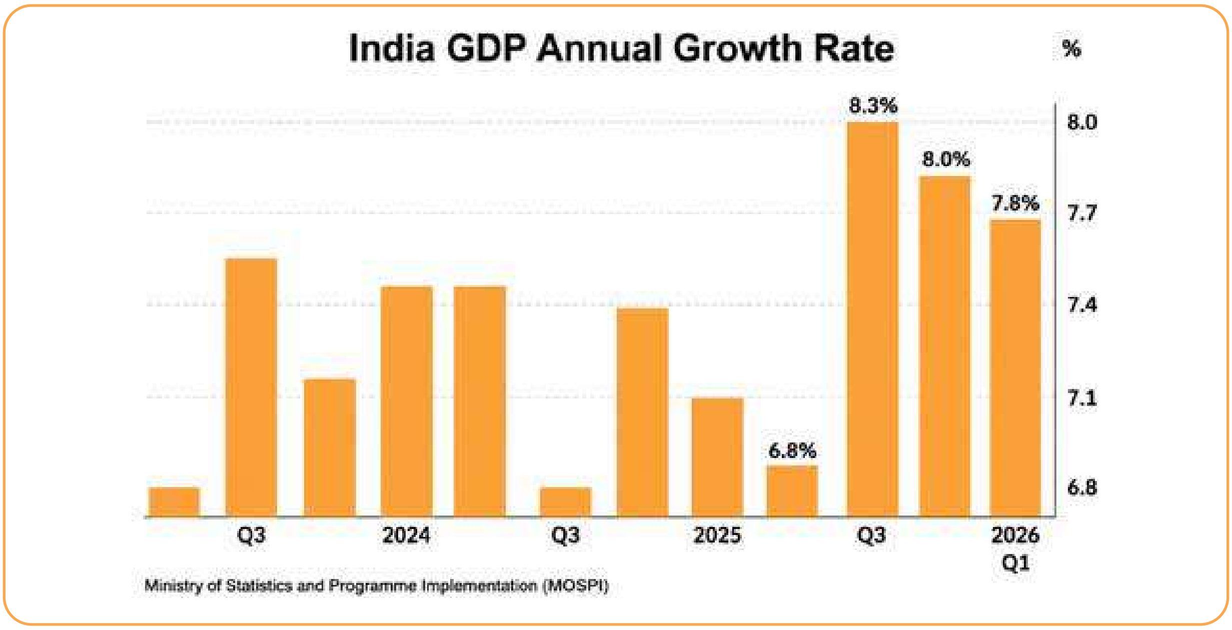


India's GDP expanded by 7.7% for the financial year 2025-26 (FY 26), outperforming initial market predictions and government estimates. This growth establishes India as the fastest-growing major economy in the world, with its total nominal economy reaching $4.15 trillion.

By the year 2028 itself, we are likely to surpass Germany in terms of GDP as per IMF. It is also a pride for us all to note, the first quarter of FY 2025-26, the Indian economy saw a reduced nominal GDP growth rate of 6.8% but the subsequent quarters showed increases and the Q4 estimate is at 7.8% .

Overall, we can say that Indian Economy continues to be resilient and continued it’s robust growth throughout the year in spite of the geo-political tensions in the other parts of the Globe.

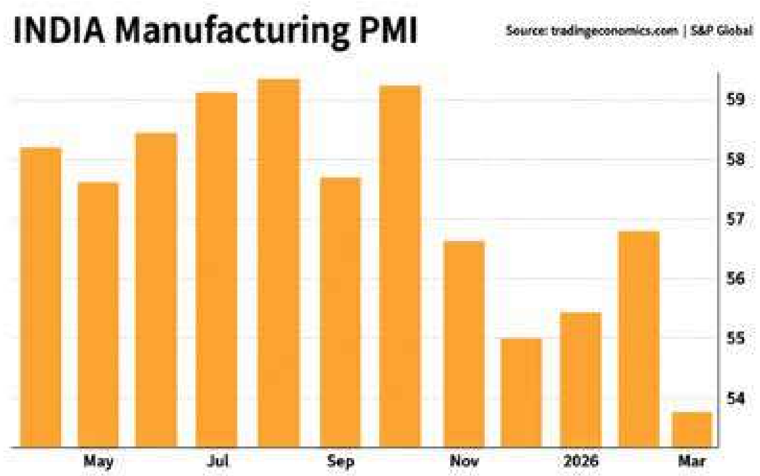
Towards the end of the year, when the war broke out between US-Israel & Iran, the geo-political situation entered a very volatile phase and the World is waiting for the same to normalize and return to predictable business environment. The sudden shock by way of blockage of Hormuz strait, the main pathway for shipping liners to transport oil, disturbed the entire globe and initiated a major energy crisis. Every nation that depends on oil from the gulf region went through and going through a tough challenge to manage their oil needs to keep running.



C. INDUSTRY STRUCTURE AND DEVELOPMENTS

During the year under review, the industries in general, especially in the first eight months, did reasonably well in spite of sluggishness witnessed in few segments as a result of continuing geo¬political conflicts and the tariff related concerns. Manufacturing growth was robust in the first half of the year but started showing strain the third quarter only to recover in the early part of quarter 4. However as the war broke out between US-Israel and Iran on 28th Feb 2026, the entire industrial scenario went into a freeze with no clarity on how the geo-political conflict will end. It was indeed a major disturbance to the smooth sailing, recovering industrial sector and experts predict a long lead time for the industrial sector to revive from this disturbance.

India's manufacturing sector remained resilient during FY2025-26, with the HSBC Manufacturing PMI averaging 57.3, broadly in line with the previous year's 57.4. Manufacturing activity stayed in expansion territory throughout the year, reflecting sustained domestic demand and healthy industrial activity. The first half of FY2025-26 recorded particularly robust momentum, with PMI readings consistently above 58 and peaking at 59.3 in August. However, growth moderated during the second half, with the index easing to 53.9 by March 2026, indicating a slowdown in the pace of expansion amid evolving global and domestic economic conditions. Despite this moderation, the PMI remained above the neutral threshold of 50 throughout the year, underscoring the continued resilience of India's manufacturing sector.



PMI remained above 50 throughout FY 2025-26 but showed volatility in the later months of the financial year

PMI hit two year low in Dec'25

The Index of Industrial Production (IIP) registered cumulative growth of approximately 4.1%, marginally higher than the 4.0% recorded in FY2024-25. Manufacturing remained the principal driver of industrial expansion, supported by robust domestic demand, infrastructure spending and continued investment in capital goods. While growth moderated at times due to softer external demand, commodity price volatility and mining sector weakness, the industrial sector maintained positive momentum throughout the year. Together with the HSBC Manufacturing PMI, which remained firmly above the expansion threshold of 50, the IIP reflects a manufacturing sector that continued to grow on the back of resilient domestic fundamentals, albeit at a measured pace.

Household expenditure on the purchase of vehicles constitutes approximately 3% of India's Private Final Consumption Expenditure (PFCE). While this represents a relatively small share of total consumer spending, the automobile sector has a disproportionately high economic multiplier owing to its extensive linkages with industries such as plastics, polymers, steel, rubber, electronics and auto components. Consequently, sustained growth in vehicle sales continues to be an important driver of manufacturing activity and industrial demand in India.

India's automobile industry maintained strong growth momentum during FY 2025-26, with total vehicle production reaching a record 34.71 million units, an increase of 11.8% over the previous year and 53.2% higher than FY 2020-21. Growth was broad-based across all vehicle segments, led by robust performance in passenger vehicles, commercial vehicles and three-wheelers, while two-wheelers continued to account for nearly three-fourths of total production. The passenger vehicles registered a modest growth of 9.4% compared to 3.3% in the previous year. The two wheelers registered a Year-on-Year growth of 11.8% which is just 0.5% higher than that of the previous year.

The sustained increase in automobile manufacturing reflects resilient domestic demand, continued infrastructure development, improved consumer confidence and supportive government policies. These trends are expected to provide a favourable demand outlook for the plastics and polymer industry, given the increasing use of lightweight and high-performance polymer components across modern vehicles.

In FY 2025-26, India further strengthened its position as a global automotive manufacturing hub. The country remained the world's largest tractor manufacturer, the second-largest producer of two-wheelers and buses, the third-largest manufacturer of heavy trucks, the fourth-largest producer of passenger vehicles, and continued to be among the leading manufacturers of commercial vehicles globally.

India's automotive industry continues to be a key pillar of the country's manufacturing growth, supported by government initiatives such as 'Make in India', 'Atmanirbhar Bharat', the Production Linked Incentive (PLI) Scheme for Automobiles and Auto Components, the PM E-Drive programme, and the ongoing development of the Automotive Mission Plan (AMP) 2047.

These initiatives aim to strengthen India's global competitiveness, promote advanced and sustainable mobility, enhance domestic value addition, and position the country as a leading global hub for automotive manufacturing, innovation and exports

AUTOMOTIVE INDUSTRY IN INDIA PRODUCTION TREND

Category	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26
Passenger Vehicles	30,62,280	36,50,698	45,87,116	49,01,840	50,61,164	55,39,115
Commercial Vehicles	6,24,939	8,05,527	10,35,626	10,67,504	10,34,947	11,70,150
Three Wheelers	6,14,613	7,58,669	8,55,696	9,96,159	10,50,020	13,00,805
Two Wheelers	1,83,49,941	1,78,21,111	1,94,59,009	2,14,68,527	2,38,83,857	2,66,91,916
Quadricycles	3,836	4,061	2,897	5,006	6,488	6,998
Grand Total	**2,26,55,609**	**2,30,40,066**	**2,59,40,344**	**2,84,39,036**	**3,10,36,476**	**3,47,08,984**

All Figures in Numbers
Source: siam.in

The Indian automobile industry continues to exhibit cyclical characteristics, although the degree of cyclicality varies across vehicle segments. Demand for commercial vehicles remains closely linked to economic activity, infrastructure spending and freight movement, while tractor sales continue to be influenced by agricultural performance, monsoon conditions and rural incomes. Passenger vehicles and two-wheelers are comparatively less cyclical, with demand being driven by rising disposable incomes, urbanization, consumer preferences, financing availability and replacement demand. The industry is also undergoing a structural transformation led by electrification, increasing localization, stricter emission and safety regulations, and rapid technological advancements. While global trade uncertainties, geopolitical developments and supply chain risks continue to pose challenges, India's strong macroeconomic fundamentals, supportive government policies and growing domestic demand are expected to sustain the long¬term growth trajectory of the automotive industry.

D. COMPANY PERFORMANCE

Indian industry demonstrated broad-based resilience during FY 2025-26, supported by robust domestic demand, sustained public infrastructure investment, healthy manufacturing activity and the continued strength of the services sector. Although global trade uncertainties, geopolitical developments and supply chain disruptions affected certain industries, India's strong macroeconomic fundamentals enabled most sectors to maintain positive growth. Nevertheless, the performance of each industry continued to be shaped by its own demand drivers, cost structures, regulatory environment and competitive dynamics. Your Company was no exception, and its performance reflected the opportunities and challenges prevailing in the polymer and manufacturing sectors during the year.

1.Operations

As we point out every year, our company has always been ahead of the growth curve so that we are in the forefront, be it technology, or service or manufacturing excellence. Our manufacturing facility at Chakan near Pune, continued to be strengthened with addition of capacity with new compounding lines added. As we informed in the previous year, the plant 1 is completed with all necessary lines already erected. The plant 2 was added in the previous year with 2 lines. Further 3 more lines of varying capacity were added during the year. This plant is mainly developed as a production center for Engineering plastics.

As part of Plant 2, a state of the art line for manufacture of long Glass fiber reinforced compounds was commissioned during the year and is now fully operational producing advanced compounds for Auto industry requirements. We now have slots to be filled for 6 more lines, which will happen in the coming financial year.

As in the previous years, your team continued to localize more and more Engineering plastics compounds reducing the lead time for the customers and a premium local choice. The addition of LFT line has further strengthened the capability of your company in offering advanced material solution for the industries in India. It is also imperative to state here that the efficiency of the manufacturing activities to enhance productivity is continued to be given the top priority so that your company sets standards in minimizing cost of conversion and a trend setter in operational efficiency.

We are extremely happy to inform you that your company has inaugurated a new compounding plant at Bhiwadi in Rajasthan which will enhance supply position to all our customers in the northern region. This plant, on commissioning, has a capacity for compounding of 40,000 MTPA to start with. After obtaining all necessary approvals from OEMs, this new plant will further undergo expansion with existing machineries at Manesar plant getting relocated to this plant effectively enhancing the capacity to 60,000 MTPA. The Bhiwadi plant is also equipped with a good testing laboratory to support customers

The relevance of World class testing facilities is crucial to developing compounds for demanding applications in automotive as well as Appliances. Your company's NABL accredited lab at Chakan plant, continued to add new high-end test equipments in this direction to be armed with the best-in class instruments for the benefit of customers. Notable among the new additions are the multi-axial impact tester and Universal Testing Machine (UTM) with provisions for testing at elevated as well as sub-zero temperatures. Such high-end testing of components for their long-term performance as well as safety requirements for which the Indian OEMs depended on foreign test labs can now be carried out within India within short notice at Kingfa lab. Multiple customers have visited your company's lab and expressed satisfaction after witnessing the testing programs

The existing technical center at Pondicherry plant underwent transformation in the laboratory setup with inclusion of latest analytical test instruments and facilities to test UL approved grades.

The nine dedicated lines for laboratory scale and pilot scale production of new compounds to help technical teams in development activities are yielding results for the company by quickening the lead-time of product development to support our customers.

The government of India made BIS Certification approval mandatory for all polymers, for both locally manufactured and for imports a year back. However the mandate was removed during the year due to policy changes. Your company had already obtained BIS approval for ABS, PP, PE and PC compounds. With a view to maintain the standard of the products manufactured, your company decided to continue to keep the license alive and continue all required periodical testing and documentation. This will keep the confidence of our customers alive as the BIS license is in force.

We are proud to intimate you all on your company successfully filing nineteen more patents related to polymeric compounds during the year. Your technical team has now filed a total of 23 patents so for and working towards many more patents in the coming years. The continuous development work carried out by the technical team will make Kingfa India a torch bearer of innovation in polymeric compounds in India

Your company continued to localize specialty compounds which are high value orders through technology transfer from the parent company. Notable among them are the Laser markable compounds in PC and bio-composites using plant origin raw material for auto parts.

In the previous year we saw the raw material prices showing ups and downs throughout the year. The current year saw stability for most of the year and then exploded in the year end due to geo-political conflicts. The very availability of petro based raw materials became a question mark with the closure of Hormuz strait. Your company managed to ensure timely availability of all the raw materials and made sure that customer supplies are maintained without any disturbance. It is to the credit of the entire team members that your company managed the crisis very well and supported customers. The logistics cost remained at manageable level during the year. The geo-political conflict towards the end of the year pushed the logistics cost up.

We continue to take support of our principals in creating multiple and alternate options to have a greater control on key RM prices and availability. The group companies supported us at critical times supplying us the right materials at the right time. The supply base continued to be expanded to minimize the risks and to have better control. This year also key suppliers from India were invited to Kingfa Global supplier meet and given opportunity to learn about global Kingfa policies and initiatives.

Inventory management both at RM and FG level posed challenges in view of the unpredictability seen in customer off-take patterns and the geo-political situation. The internal team managed it well with continuous monitoring, realigning supply route/ transportation, developing alternate vendors and continually engaging in improvement work

Sustainability is the watch word in the industries everywhere these days. As Green initiatives take precedence over other conventional options, the need for conserving energy and directing our focus on sustainable options/solutions is inevitable. Your company is also looking into sustainable solutions as we move forward towards becoming carbon neutral for all Kingfa units by 2050 as stated earlier. Options are being explored for creating an eco-system for use of recycled inputs to support OEMs and their customers in their green initiatives.

2. Marketing Initiatives

Your company actively participated and organized seminars through industry associations like Indian Plastics Institute, Polymer Update, Elite Plus and AIPMA to keep in touch with existing and potential customers as in the past to keep the engagements alive. Technical lectures focusing on newer technologies, newer material solutions and green Initiatives were presented to the industry participants which helps in widening our circle of association in the industry/OEMs and to make the participants from industries aware of our new product launches and tailor made solutions. Your company participated and put up a stall in the RACE 2025 trade fair held at Mumbai to showcase it’s process on being a successful material solution provider

With Kingfa India establishing itself as one of the leading manufacturers of engineering plastics in India gaining significant foothold in PA, PBT, PC, ABS, HIPS, SAN and blends & alloys, addition of new applications and new customers in newer segment continue to be the focus area for the Sales & marketing team. As in the previous years, your company continued to take significant share for engineering plastics in the appliances sector especially in the washing machines, coolers and Air-conditioners and continue to add more and more customers in other segments as well. In the Electrical & electronics segments, the focus is on both global and local players with suitable products offered locally for the manufacture of MCBs, connectors and other electrical parts. The newly commenced LFT plant helped in localizing some of the imports with India made compounds. OEMs and customers have now a dependable partner in the form of Kingfa for localizing their engineering plastics need.

The share of Electric Vehicles in the overall Passenger Vehicles is on an increasing trend with basic infra-structure for charging the vehicles getting established country-wide. More and more Auto OEMs have now EV offerings for the benefit of customers. Your company continues to conduct in-house workshops at the campus of the leading Vehicle makers to make them aware of the products and services that Kingfa can offer for them to support them in their innovations and sustainability efforts and show-casing the new offerings for EV segment developed at Kingfa

3. Human Resources & Industrial Relations

Your company is honored to state that the morale of all the employees continues to be high during the year under review. As is the practice followed in earlier years, the technical, marketing, operations, finance, sourcing and other internal teams were strengthened with the addition of a mix of new hands through campus interviews conducted at leading institutions across India. The number of institutions covered for campus interview was enhanced this year in order to get talents from across different cultural background.

The members of the sales, technical and internal teams visited our HQ at China and underwent training on the latest trends in Polymers and how new applications were added to Kingfa basket apart from training related to trade nuances and system requirements. The members of the Sourcing team were given opportunity this year also to be part of the 'Supplier conference' held at China for the suppliers of all Kingfa facilities. The training program also included sessions on imparting the Kingfa Culture with a view to make Kingfa team members feel as one united family in line with our corporate slogan 'One Team, One Dream'.

The Company's overseas business development initiatives continued to gain momentum during the year, with the international team successfully translating business opportunities into commercial supplies, thereby supporting the continued growth of exports from India. Focus remained on building a strong pipeline of prospective projects across key overseas markets, laying the foundation for sustainable long-term growth.

The Company's continued engagement with multinational customers establishing manufacturing operations in India represents a strategic investment in future business. Early involvement with such customers is expected to translate into meaningful commercial opportunities as their manufacturing facilities become operational. To further strengthen its international footprint, the Company deputed members of its Indian sales team to South Africa and Morocco, reinforcing customer relationships and supporting business development initiatives in these important markets.

The permanent employees on the rolls of the company stood at **294** as of 31st March 2026

4. Business Opportunity

The Company's strategy of consistently growing ahead of industry trends by proactively pursuing emerging business opportunities, while making sustained investments in people, technology, state-of-the-art infrastructure, capabilities and capacity ahead of market demand, has once again proved its effectiveness. This forward-looking approach has enabled Kingfa to achieve benchmark growth and further strengthen its leadership position in the polymer compounding industry. We are supremely confident that this objective would put us in the right place to fully capitalize on the upswing in manufacturing growth in India in the coming years as the concept of 'Viksit Bharat' - 'Developed India' resonates.

Your company's focus on export is yielding results. Exports to South Africa and Thailand were well established and exports to Morocco and Egypt started during the year.

The Company continued to successfully secure homologation approvals from Indian OEMs for polypropylene and engineering plastics grades developed by Kingfa in China and other overseas operations, thereby facilitating the introduction of globally proven materials into the Indian market. During the year, the newly established NABL-accredited laboratory at the Pune facility emerged as a key differentiator, receiving widespread appreciation from customers and OEMs. The state-of-the-art testing and validation facilities demonstrate the Company's strong technical capabilities and its commitment to providing comprehensive product development and application support. Customer visits to the laboratory have further reinforced confidence in the Company's technical expertise, quality standards and ability to partner with customers in developing innovative material solutions.

E. RISKS AND CONCERNS AND THREATS

The exposure of the Company to various types of risks is detailed below along with the strategy employed to manage / mitigate the same. Your company goes through a formal risk assessment process with the help of HQ in order to identify various risk factors and to mitigate the same. It is also reviewed by the Risk Management Committee

Business risks

The Company operates in an increasingly dynamic and competitive business environment where performance is influenced by macroeconomic conditions, industry cycles, customer investment trends, technological developments and changing market dynamics. Recognising these challenges, the Company has adopted a diversified business strategy focused on expanding its presence across multiple end-use industries, broadening its portfolio of value-added products and strengthening its customer base. This approach has enhanced the Company's resilience by reducing dependence on any single market segment while enabling it to respond effectively to changing customer requirements and emerging growth opportunities. Backed by sustained investments in innovation, technical expertise, manufacturing excellence and market expansion, the Company remains well positioned to manage business risks and create long-term value for all stakeholders.

Financial Risks

The Company operates in an environment where financial risks arising from fluctuations in raw material prices, working capital requirements, interest rates and market conditions are an inherent part of business. These risks are continuously monitored through a well-defined financial risk management framework, enabling timely decision-making and effective mitigation.

The Company maintains a disciplined approach towards working capital management through continuous monitoring of inventory and receivables to optimise cash flows and improve capital efficiency. Lean inventory practices, supported by agile planning and close coordination with customers, enable the Company to respond effectively to changing market conditions while maintaining high service levels. Use of SAP has significantly enhanced real-time visibility of key financial and operational parameters, facilitating informed and timely business decisions.

As the Company's principal raw materials are derivatives of crude oil, input costs are inherently subject to fluctuations in global crude oil prices and foreign exchange movements. To mitigate these risks, the Company adopts a prudent sourcing strategy by leveraging multiple suppliers, diversified procurement channels and robust demand forecasting. Strategic procurement decisions are taken after careful evaluation of market trends and risk factors to optimise procurement costs and ensure continuity of supply.

The Company also continues to optimise its financing costs through efficient treasury management and prudent utilisation of funding support from its global operations. Continuous focus on receivables and payables management, supported by periodic credit reviews and disciplined collection processes, has helped maintain a healthy working capital cycle and minimise credit risk.

Overall, the Company's strong financial discipline, robust internal controls and proactive risk management practices continue to support its operational resilience and long-term sustainable growth.

Commodity Price Risks

The Company is exposed to fluctuations in the prices of polypropylene, engineering plastic resins and other petrochemical-based raw materials, which are influenced by global crude oil prices, supply-demand dynamics and geopolitical developments. As these raw materials constitute a significant component of the Company's input costs, commodity price volatility remains an inherent business risk.

However, as the Company is an indirect consumer of these commodities and primarily operates on a value-added compounding business model, it has historically been able to pass on a substantial portion of raw material price fluctuations to customers, albeit with a time lag. Consequently, while short-term volatility may have an impact on margins and working capital, it has not had a material impact on the Company's profitability over the medium to long term.

To mitigate commodity price risks, the Company follows a prudent procurement strategy based on continuous monitoring of market trends, diversified sourcing, demand forecasting and inventory optimisation. Strategic procurement decisions are taken after careful assessment of prevailing market conditions and anticipated price movements to ensure continuity of supply while minimising the impact of price volatility.

Foreign Exchange Risks

The Company is exposed to foreign exchange risk arising primarily from the import of key raw materials, capital equipment and other foreign currency denominated transactions. Exchange rate fluctuations may have an impact on input costs, working capital requirements and profitability. The Company, therefore, follows a structured foreign exchange risk management framework to minimise the adverse impact of currency volatility.

The Company's foreign exchange management policy is guided by the following objectives:

- **To minimise the Company's exposure to foreign currency fluctuations** through prudent treasury practices, thereby reducing the potential impact on earnings and cash flows.
- T**o provide a stable planning environment** by managing foreign exchange exposures relating to both short-term operational requirements and long-term business commitments through appropriate risk mitigation strategies.
- **To progressively create a natural hedge** by expanding export markets and increasing foreign currency earnings. The Company's growing export business across Asia, Africa, Europe and other international markets provides a partial offset to import-related foreign exchange exposures, thereby reducing the overall currency risk.

The Company continuously monitors foreign exchange markets and, wherever considered appropriate, seeks professional treasury advice to adopt suitable strategies in line with its risk management policy. The objective is to protect the Company's financial performance while retaining adequate flexibility to respond to changing market conditions.

Credit risk

The Company is exposed to credit risk arising primarily from trade receivables and, to a lesser extent, from deposits with banks, foreign exchange transactions and other financial instruments. Credit risk represents the possibility of financial loss resulting from a customer's or counterparty's failure to fulfil its contractual obligations.

The Company has established a robust credit risk management framework comprising customer credit evaluations, defined credit limits, continuous monitoring of receivables and periodic review of customer creditworthiness. Credit exposure is diversified across a broad customer base and industry segments, thereby minimising concentration risk.

Receivables are regularly monitored through a structured review mechanism, and appropriate corrective actions are initiated promptly in respect of overdue accounts. The Company also deals predominantly with reputed customers and maintains banking relationships with well-established financial institutions, thereby reducing counterparty risk.

Supported by disciplined credit management practices and robust internal controls, the Company continues to maintain healthy collection efficiencies while keeping credit risk within acceptable levels.

Asset protection

The Company has established comprehensive measures to safeguard its physical and financial assets against potential risks. All significant assets are adequately insured against insurable risks based on current replacement or reinstatement values, as appropriate. The adequacy of insurance coverage is reviewed periodically in consultation with independent professional advisors to ensure that it remains aligned with the Company's asset base and evolving business requirements.

In addition to physical asset protection, the Company continuously strengthens its internal control systems, preventive maintenance practices and risk management processes to safeguard its assets and ensure operational continuity.

F. INTERNAL CONTROL SYSTEMS AND THEIR ADEQUACY

The Company has established a comprehensive internal control framework designed to ensure the orderly and efficient conduct of its business, safeguard its assets, optimise the utilisation of resources, ensure the reliability of financial and operational information, and maintain compliance with applicable laws, regulations and internal policies.

The effectiveness of the internal control systems is periodically evaluated through an independent internal audit conducted by a reputed professional audit firm. The scope of the audit encompasses the adequacy and effectiveness of internal controls, compliance with established policies and procedures, operational efficiency and risk management practices. The audit findings, together with management's responses and corrective action plans, are reviewed on a regular basis to ensure timely implementation and continuous improvement.

The Audit Committee of the Board of Directors provides continuous oversight of the Company's internal control environment. It periodically reviews the internal audit reports, the adequacy of internal financial controls, the implementation of corrective actions and the overall effectiveness of the Company's risk management and governance processes in accordance with the requirements of the Companies Act, 2013, the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable statutory requirements.

G. OUTLOOK

The long-term outlook for the Indian polymer compounding industry continues to remain positive, supported by strong domestic consumption, sustained infrastructure development, increasing manufacturing activity and favourable government policies aimed at strengthening the country's manufacturing ecosystem. Growth in the automotive, electrical & electronics, consumer appliances, infrastructure, healthcare and other engineering sectors is expected to continue driving demand for high-performance polymer compounds.

The Company expects sustained growth in demand from the automotive industry, particularly from passenger vehicles, commercial vehicles and electric vehicles. The increasing emphasis on lightweighting, enhanced performance, improved safety and sustainability is expected to accelerate the adoption of advanced polypropylene compounds and engineering plastics. The Company is actively engaged with leading automotive OEMs and component manufacturers in developing innovative material solutions for both internal combustion engine (ICE) and electric vehicle (EV) platforms, positioning it well to benefit from these emerging opportunities.

The transition towards electric mobility presents significant long-term growth prospects for specialised polymer compounds used in battery systems, electrical and electronic components, lightweight structural parts and thermal management applications. The Company continues to invest in product development and technical capabilities to strengthen its position as a preferred material solutions provider to the rapidly expanding EV ecosystem.

The capacity expansion currently being undertaken is aligned with the Company's long¬term growth strategy and is expected to enhance its ability to meet increasing customer requirements while supporting future business opportunities. Continued investments in manufacturing excellence, technology and technical capabilities will further strengthen the Company's competitive position.

The Company also remains focused on improving operational efficiency through disciplined working capital management, optimisation of inventory and receivables, enhanced supply chain planning and continuous process improvements. These initiatives are expected to improve asset utilisation, strengthen cash flows and contribute to improved profitability.

While the automotive industry continues to be an important growth driver, the Company remains committed to broadening its presence across diversified end-use industries, including electrical and electronics, consumer appliances, power tools, infrastructure, batteries, pipes, industrial equipment and other engineering applications. Continued expansion of its engineering plastics and specialty materials portfolio is expected to further reduce dependence on any single industry segment while creating new avenues for sustainable growth.

Overall, the Company remains optimistic about its growth prospects. India's strong macroeconomic fundamentals, rising domestic consumption, expanding manufacturing base, increasing investments in infrastructure and continued policy support under initiatives such as Make in India and Atmanirbhar Bharat provide a favourable environment for long-term industrial growth. With these structural drivers in place, the Company is well positioned to capitalise on emerging opportunities and deliver sustainable value to all stakeholders.

H.DISCUSSION ON FINANCIAL PERFORMANCE WITH RESPECT TO OPERATIONAL PERFORMANCE

During FY 2025-26, the Company witnessed growth in its business operations supported by higher business volumes, capacity enhancement, continued demand across automotive and non-automotive applications. These operational factors contributed to the increase in Revenue from Operations from ₹1,744.69 Crores in FY 2024-25 to ₹1,995.55 Crores in FY 2025-26.

The increase in business volumes and expansion of operations resulted in corresponding changes in raw material and other operating costs. The Company continued to focus on efficient sourcing, inventory management, productivity improvement and cost optimisation to manage the impact of input costs.

The Company's continued focus on manufacturing capabilities, product development and operational efficiencies, together with improved business volumes and product mix, supported profitability. Consequently, PBT increased from ₹206.08 Crores to ₹249.91 Crores and PAT increased from ₹152.86 Crores to ₹185.26 Crores.

Overall, the Company's financial performance during FY 2025-26 reflects the positive impact of its operational initiatives, including capacity enhancement, customer development and operational efficiency.

I. SIGNIFICANT CHANGES IN KEY FINANCIAL RATIOS AND RETURN ON NET WORTH

As per the Listing Regulations, details (i.e. change of 25% or more as compared to the immediately preceding financial year) in key financial ratios, along with explanations therefor, are given below:

Particulars	Current Year	Previous Year	Variance (%)
Debtors Turnover	4.07	4.10	(0.79)
Inventory Turnover	4.86	4.96	(2.09)
Interest Coverage Ratio	103.69	33.10	213.26
Current Ratio [1]	4.06	2.02	100.99
Debt-Equity Ratio [2]	0.01	0.06	(81.35)
Operating Profit Margin (%)	9.19	8.71	5.51
Net Profit Margin (%)	9.30	8.72	6.60
Debt Service Coverage Ratio [3]	32.73	85.51	(61.72)
Working Capital Turnover Ratio [4]	1.92	4.04	(52.39)
Return on Capital Employed [5]	17.90%	27.51%	(34.94)
Return on Investment [6]	8.39%	6.35%	32.02

(1) The increase in the ratio is primarily driven by funds raised during the current year, which led to higher cash and bank balances as well investments in fixed deposits.

(2) The short-term loans were fully repaid during the current year, and consequently, no borrowings remain outstanding at year-end. This repayment has resulted in a decrease in the current ratio compared to the prior year.

(3) The ratio was affected by the increase in principal repayments during the year, as borrowings were fully repaid.

(4) The ratio decreased due to a increase in working capital, as current assets rose mainly from funds raised during the year.

(5) Capital employed has increased during the current year mainly due to higher cash and bank balances and fixed deposits arising from the fund raise undertaken during the year.

(6) The increase in return on investment during the current year is primarily attributable to higher investments in fixed deposits, resulting in increased interest income

For further details relating to the aforesaid ratios, including the basis of computation, comparative figures, changes during the financial year and the reasons for significant changes, if any, stakeholders may refer to **Note 40 to the Financial Statements** forming part of the Financial Results. The said Note also provides details of other financial ratios, as applicable, and the corresponding explanations for the changes therein.

Cautionary Statement

Statements in the Management's Discussion and Analysis Report describing the Company's 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 would make a difference to the Company's operations include demand-supply conditions, raw material prices, changes in Government regulations, tax regimes, economic developments within the country and other factors such as litigation and labour negotiations.

BUSINESS RESPONSIBILITY & SUSTAINABILITY REPORT

SECTION A: GENERAL DISCLOSURES

I. Details of the listed entity

1.	Corporate Identity Number (CIN) of the Listed Entity	L25209TN1983PLC010438
2.	Name of the Listed Entity	Kingfa Science & Technology (India) Limited (formerly known as Hydro S&S Industries Limited)
3.	Date of incorporation	10-11-1983
4.	Registered office address	Dhun Building, III Floor, 827, Anna Salai, Chennai, Tamil Nadu-600002
5.	Corporate address	Plot No F 5/5, Chakan Industrial Area, Phase-2, MIDC, Vasuli Shinde, Khed, Pune, Maharashtra-410501
6.	E-mail	cs@kingfaindia.com
7.	Telephone	044 – 28521736
8.	Website	www.kingfaindia.com
9.	Financial year for which reporting is being done	01-04-2025 to 31-03-2026
10.	Name of the Stock Exchange(s) where shares are listed	1. BSE Ltd. 2. National Stock Exchange of India Ltd (NSE)
11.	Paid-up Capital	13,55,13,810
12.	Name and contact details (telephone, email address) of the person who may be contacted in case of any queries on the BRSR report	Mr. Deepak Vyas Contact - 044 – 28521736 E mail - cs@kingfaindia.com
13.	Reporting boundary - Are the disclosures under this report made on a standalone basis (i.e. only for the entity) or on a consolidated basis (i.e. for the entity and all the entities which form a part of its consolidated financial statements, taken together).	Standalone basis
14.	Whether the company has undertaken assessment or assurance of the BRSR Core?	NA
15.	Name of assurance provider	NA
16.	Type of assurance obtained	NA

II. Products/services

17. Details of business activities *(accounting for 90% of the turnover)*:

Sr. No.	Description of Main Activity	Description of Business Activity	% of Turnover of the entity
1.	Manufacturing	Plastic Products, Modified Plastics Compounding	100.00%

18. Products/Services sold by the entity (accounting for 90% of the entity's Turnover):

S. No.	Product/Service	NIC Code	% of total Turnover contributed
1.	Modified Thermoplastics	22209	100%

III. Operations

19. Number of locations where plants and/or operations/offices of the entity are situated:

Location	Number of plants	Number of offices	Total
National	4	2	6
International	0	1	1

20. Markets served by the entity:

a. Number of locations

Locations	Number
National (No. of States & Union Territories)	25
International (No. of Countries)	9

b. What is the contribution of exports as a percentage of the total turnover of the entity? 6.29%

c. A brief on types of customers – The Company serves B2B & B2C Customers consisting of OEMs-original equipment manufacturer (Auto Sector), Non-Auto Sector & Medical field.

IV. Employees

21. Details as at the end of Financial Year:

a. Employees and workers (including differently abled):

Sr. No.	Particulars	Total (A)	Male		Female		Others	
			No. (B)	% (B/A)	No. (C)	% (C/A)	No. (H)	%(H/A)
EMPLOYEES								
1.	Permanent (D)	272	256	94.12%	16	5.88%	0	0.00%
2.	Other than Permanent (E)	0	0	0.00%	0	0.00%	0	0.00%
3.	Total employees (D + E)	272	256	94.12%	16	5.88%	0	0.00%
WORKERS								
4.	Permanent (F)	22	22	100%	0	0%	0	0.00%
5.	Other than Permanent (G)	495	484	97.78%	11	2.22%	0	0.00%
6.	Total workers (F + G)	517	506	97.87%	11	2.13%	0	0.00%

b. Differently abled Employees and workers:

Sr.No.	Particulars	Total (A)	Male		Female		Others	
			No. (B)	% (B/A)	No. (C)	% (C/A)	No. (H)	%(H/A)
DIFFERENTLY ABLED EMPLOYEES								
1.	Permanent (D)	0	0	0.00%	0	0.00%	0	0.00%
2.	Other than Permanent (E)	0	0	0.00%	0	0.00%	0	0.00%
3.	Total employees (D + E)	0	0	0.00%	0	0.00%	0	0.00%
DIFFERENTLY ABLED WORKERS								
4.	Permanent (F)	0	0	0.00%	0	0.00%	0	0.00%
5.	Other than Permanent (G)	0	0	0.00%	0	0.00%	0	0.00%
6.	Total workers (F + G)	0	0	0.00%	0	0.00%	0	0.00%

22. Participation/Inclusion/Representation of women

	Total (A)	No. and percentage of Females	
		No. (B)	% (B / A)
Board of Directors	6	1	16.67%
Key Management Personnel	6	0	0.00%

23. Turnover rate for permanent employees & workers *(Disclose trends for past 3 years)*

	Turnover rate in current FY (2025-26)				Turnover rate in previous FY (2024-25)				Turnover rate in the year prior to the previous FY (2023-24)			
	Male	Female	Other	Total	Male	Female	Other	Total	Male	Female	Other	Total
Permanent Employees	18.40%	37.5%	0.00%	19.55%	15.59%	43.75%	0.00%	59.34%	11.84%	20.68%	0.00%	32.52%
Permanent Workers	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

V. Holding, Subsidiary and Associate Companies (including joint ventures)

24. (a) Names of holding / subsidiary / associate companies / joint ventures

Sr.No.	Name of the holding/ subsidiary/ associate companies/ joint ventures (A)	Indicate whether holding/ Subsidiary/ Associate/ Joint Venture	% of shares held by listed entity	Does the entity indicated at column A, participate in the Business Responsibility initiatives of the listed entity? (Yes/No)
1.	Kingfa Sci. & Tech .Co. Ltd., China	Holding	67.02%	No

VI. CSR Details

25. (i) Whether CSR is applicable as per section 135 of Companies Act, 2013: **Yes**
(ii) Turnover (in Rs.): 19,95,55,14,572
(iii) Net worth (in Rs.): 13,98,63,66,216

VII. Transparency and Disclosures Compliances

26. Complaints/Grievances on any of the principles (Principles 1 to 9) under the National Guidelines on Responsible Business Conduct:

Stakeholder group from whom complaint is received	Grievance Redressal Mechanism in Place (Yes/No)	(If Yes, then provide web-link for grievance redress policy)	FY (2025-26)			PY (2024-25)		
			Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks	Number of complaints filed during the year	Number of complaints pending resolution at close of the year	Remarks
Communities	Yes	http://www.kingfaindia.com/images/pdf/WPandVM.pdf	0	0	None	0	0	None
Investors (other than shareholders)	Yes		0	0	None	0	0	None
Shareholders	Yes		0	0	None	0	0	None
Employees and workers	Yes		0	0	None	0	0	None
Customers	Yes		0	0	None	0	0	None
Value Chain Partners	Yes		0	0	None	0	0	None
Other (please specify)	Yes		0	0	None	0	0	None

27. Overview of the entity's material responsible business conduct issues

Please indicate material responsible business conduct and sustainability issues pertaining to environmental and social matters that present a risk or an opportunity to your business, rationale for identifying the same, approach to adapt or mitigate the risk along-with its financial implications, as per the following format:

Sr. No.	Material issue identified	Indicate whether risk or opportunity (R/O)	Rationale for identifying the risk/ opportunity	In case of risk, approach to adapt or mitigate	Financial implications of the risk or opportunity (Indicate positive or negative implications)
1.	Employee Wellbeing	Opportunity	Employee wellbeing leads to enhance employee satisfaction, engagement and productivity. When employees feel appreciated and receive adequate support, they are more likely to be motivated and dedicated to their work, resulting in improved business outcomes.	NA	Positive
2.	Community Development	Opportunity	Community development drives economic growth by supporting local businesses and creating jobs. It also addresses social issues, promotes social justice, and improves the wellbeing of marginalized communities through increased access to essential services. Supporting CSR activities creates a positive impact on the communities we engage with, addressing needs, promoting sustainability, and enhancing stakeholder relationships.	NA	Positive
3.	Water Management / Waste Management	Opportunity	Water and waste management is a significant priority in our daily lives, and we perceive it as an opportunity to effectively address these concerns within our premises. It allows us to save money, showcase our environmental commitment, comply with regulations, drive innovation, engage employees, and attract sustainability-focused customers.	NA	Positive
4.	Business Continuity	Risk	Potential threats such as natural disasters or disruption in operation due to technical failure exist in spite of all-round preparedness.	To minimize interruptions due to breakdown, preventive maintenance is undertaken.	Negative
5.	Supply Chain Management	Opportunity	Management of supply chain is crucial in manufacturing the products and thereby meeting the Company's business objectives.	NA	Positive
6.	Occupational Health and Safety	Opportunity	The Company continuously strives to provide a safe workplace for its employees.	NA	Positive

SECTION B: MANAGEMENT AND PROCESS DISCLOSURES

This section is aimed at helping businesses demonstrate the structures, policies and processes put in place towards adopting the NGRBC Principles and Core Elements.

Disclosure Questions	P1	P2	P3	P4	P5	P6	P7	P8	P9
Policy and management processes									
1. a. Whether your entity's policy/policies cover each principle and its core elements of the NGRBCs. (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
b. Has the policy been approved by the Board? (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
c. Web Link of the Policies, if available	https://www.kingfaindia.com/BResPlcy.pdf								
2. Whether the entity has translated the policy into procedures. (Yes / No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
3. Do the enlisted policies extend to your value chain partners? (Yes/No)	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
4. Name of the national and international codes/certifications/labels/ standards (e.g. Forest Stewardship Council, Fairtrade, Rainforest Alliance, Trustea) standards (e.g. SA 8000, OHSAS, ISO, BIS) adopted by your entity and mapped to each principle.	• ISO 9001:2015 • IATF 16949:2016 • ISO 45001:2015 • ISO 14001:2015 • ISO 28000:2022 • BIS-IS-17077, • BIS-IS-10951, • BIS-IS-7328, • BIS-IS-14434 • NABL ISO IEC 17025 • GRS - Global Recycled Standard								
5. Specific commitments, goals and targets set by the entity with defined timelines, if any.	The commitments and goals are aligned with National Guidelines on Responsible Business Conduct by the Company and have been mentioned in Annual Report wherever applicable. It strives to minimize the impacts of business operations on the environment, and society at large, as much as possible.								
6. Performance of the entity against the specific commitments, goals and targets along-with reasons in case the same are not met.	Performance of the entity against the specific commitments, goals and targets are set, reviewed, and implemented as per the objectives taken and have been mentioned in Annual Report wherever applicable.								
Governance, leadership and oversight									
7. Statement by director responsible for the business responsibility report, highlighting ESG related challenges, targets and achievements *(listed entity has flexibility regarding the placement of this disclosure)*	In keeping with Company's commitment to reducing the environmental impact of business, the Company has implemented a risk assessment as part of Business Risk Management framework. The procedure entails a thorough examination of all our processes, raw materials, products, and services, as well as identifying and quantifying the importance of Environmental Aspects and Associated Impacts. The Board/Committee of the Company reviews the matters related to ESG and business responsibility activities from time to time.								

8. Details of the highest authority responsible for implementation and oversight of the Business Responsibility policy (ies).	Mr. Doraiswami Balaji Whole Time Director
9.Does the entity have a specified Committee of the Board/ Director responsible for decision making on sustainability related issues? (Yes / No). If yes, provide details.	Yes Mr. Doraiswami Balaji, Whole Time Director

10. Details of Review of the National Guidelines on Responsible Business Conduct (NGRBC)

Subject for Review	Indicate whether review was undertaken by Director/ Committee of the Board/ Any other Committee									Frequency (Annually/ Half yearly/ Quarterly/ Any other – please specify)								
	P1	P2	P3	P4	P5	P6	P7	P8	P9	P1	P2	P3	P4	P5	P6	P7	P8	P9
Performance against Above policies and follow up action	Committee of the Board	Committee of the Board	Committee of the Board	Committee of the Board	Committee of the Board	Committee of the Board	Director	Committee of the Board	Director	Annually								
Compliance with statutory requirements of relevance to the principles, and, rectification of any non- compliances	Committee of the Board	Committee of the Board	Committee of the Board	Committee of the Board	Committee of the Board	Committee of the Board	Director	Committee of the Board	Director	Annually								

11. Has the entity carried out independent assessment/ evaluation of the working of its policies by an external agency?(Yes/No). If yes, provide name of the agency.	P1	P2	P3	P4	P5	P6	P7	P8	P9
	No								

12. If answer to question (1) above is “No” i.e. not all Principles are covered by a policy, reasons to be stated:

Not Applicable since the policies of the Company cover all Principles on NGRBCs.

SECTION C: PRINCIPLE WISE PERFORMANCE DISCLOSURE

PRINCIPLE 1 - Businesses should conduct and govern themselves with integrity, and in a manner that is Ethical, Transparent and Accountable.

Essential Indicators

1. Percentage coverage by training and awareness programmes on any of the Principles during the financial year:

Segment	Total number of training and awareness programmes held	Topics/principles covered under the training and its impact	%age of persons in respective category covered by the awareness programmes
Board of Directors	5	1. Global Familiarization Programme at Kingfa Group Headquarters, China. 2. Business and Functional Leadership Engagement Sessions. 3. Corporate Governance, Regulatory Compliance and Financial Reporting Updates. 4. Ongoing Management Interaction and Familiarization Sessions. 5. Plant and Operational Familiarization Visits	90%
Key Managerial Personnel other than BoD	5	1. Global Familiarization Programme at Kingfa Group Headquarters, China. 2. Business and Functional Leadership Engagement Sessions. 3. Corporate Governance, Regulatory Compliance and Financial Reporting Updates. 4. Ongoing Management Interaction and Familiarization Sessions. 5. Plant and Operational Familiarization Visits	90%
Employees other than BoD and KMPs	39	1. IATF 16949 Awareness Training 2. Process & Product Audit 3. Awareness Training for Online testing 4. Awareness on MSDS 5. How to carry out Dock Audit 6. SAP FICO module training inline with business requirement 7. GRS Awareness 8. Quality Policy Training 9. Extrusion Process 10. Awareness on Operational Control Procedure & Significant Aspects 11. Awareness on identification of suspicious objects 12. Mental Health Awareness 13. FG Packing & SOP / Production Process SOP & Training 14. Scrap Yard Maintenance 15. Security Risk assememt techniques 16. POSH Awareness Training 17. 5 S & Safety 18. Visitor Screening & Escort procedure 19. 4M Change Training 20. 6 Core Tool (FMEA, APQP, PPAP, SPC, MSA & Control Plan) by External Faculty 21. Awareness Training for PQC Inspection 22. Hazard identification and risk assessment 23. STP Operation and Maintenance 24. BIS Awareness	71.69%

Segment	Total number of training and awareness programmes held	Topics/principles covered under the training and its impact	%age of persons in respective category covered by the awareness programmes
		25. Kaizen 26. Awareness Training for IQC Inspection 27. IT Security awareness 28. Awareness Training of ISO 14001:2015, ISO 45000:2018 29. Effective Monitoring of CCTV 30. GRN, Material Costing & GST 31. ISO 28000 Awareness Training 32. 7 QC Tool by External Faculty 33. 8 D Preparation & Root cause Analysis 34. Defect Awareness 35. Soft Skills & Professional Training 36. Bribery/ Anti -Corruption 37. CSR (Customer Specific Requirement) Training 38. ISO & IATF 16949:2016 Training 39. MSDS Awareness Above training programs has developed understanding, knowledge and awareness of aforesaid topics among employees and workers.	
Workers	39	1. IATF 16949 Awareness Training 2. Process & Product Audit 3. Awareness Training for Online testing 4. Awareness on MSDS 5. How to carry out Dock Audit 6. SAP FICO module training inline with business requirement 7. GRS Awareness 8. Quality Policy Training 9. Extrusion Process 10. Awareness on Operational Control Procedure & Significant Aspects 11. Awareness on identification of suspicious objects 12. Mental Health Awareness 13. FG Packing & SOP / Production Process SOP & Training 14. Scrap Yard Maintenance 15. Security Risk assememt techniques 16. POSH Awareness Training 17. 5 S & Safety 18. Visitor Screening & Escort procedure 19. 4M Change Training 20. 6 Core Tool (FMEA, APQP, PPAP, SPC, MSA & Control Plan) by External Faculty 21. Awareness Training for PQC Inspection 22. Hazard identification and risk assessment 23. STP Operation and Maintenance 24. BIS Awareness 25. Kaizen 26. Awareness Training for IQC Inspection 27. IT Security awareness 28. Awareness Training of ISO 14001:2015, ISO 45000:2018 29. Effective Monitoring of CCTV 30. GRN, Material Costing & GST 31. ISO 28000 Awareness Training 32. 7 QC Tool by External Faculty 33. 8 D Preparation & Root cause Analysis 34. Defect Awareness 35. Soft Skills & Professional Training 36. Bribery/ Anti -Corruption 37. CSR (Customer Specific Requirement) Training 38. ISO & IATF 16949:2016 Training 39. MSDS Awareness Above training programs has developed understanding, knowledge and awareness of aforesaid topics among employees and workers.	62.62%

2. Details of fines / penalties /punishment/ award/ compounding fees/ settlement amount paid in proceedings (by the entity or by directors / KMPs) with regulators/ law enforcement agencies/ judicial institutions, in the financial year, in the following format

Monetary					
	NGRBC Principle	**Name of the regulatory/ enforcement agencies/ judicial institutions**	**Amount (In INR)**	**Brief of the Case**	**Has an appeal been preferred? (Yes/No)**
Penalty/ Fine	None				
Settlement					
Compounding Fees					

Non-Monetary				
	NGRBC Principle	**Name of the regulatory/ enforcement agencies/ judicial institutions**	**Brief of the Case**	**Has an appeal been preferred? (Yes/No)**
Imprisonment	None			
Punishment				

3. Of the instances disclosed in Question 2 above, details of the Appeal/ Revision preferred in cases where monetary or non-monetary action has been appealed.: **Not Applicable**

4. Does the entity have an anti-corruption or anti-bribery policy? If yes, provide details in brief and if available, provide a web-link to the policy.

Yes. The Company has code of conduct along with the policy that serve as guiding principal for the Directors, Senior management and Employees of the Company.

The same has been placed on website of the company.
http://www.kingfaindia.com/images/pdf/CodeofConduct_Senior_Management_Personnel.pdf &
https://www.kingfaindia.com/BribeAntiCorrPolicy.pdf

5. Number of Directors/KMPs/employees/workers against whom disciplinary action was taken by any law enforcement agency for the charges of bribery/corruption:

	FY (2025-26)	PY (2024-25)
Directors	0	0
KMPs	0	0
Employees	0	0
Workers	0	0

6. Details of complaints with regard to conflict of interest:

	FY (2025-26)		PY (2024-25)	
	Number	**Remarks**	**Number**	**Remarks**
Number of complaints received in relation to issues of Conflict of Interest of the Directors	0	NA	0	NA
Number of complaints received in relation to issues of Conflict of Interest of the KMPs	0	NA	0	NA

7. Provide details of any corrective action taken or underway on issues related to fines / penalties / action taken by regulators/ law enforcement agencies/ judicial institutions, on cases of corruption and conflicts of interest.:

During the year, there were no fines, penalties, or actions taken by any regulatory or judicial authority, and no cases of corruption or conflicts of interest were reported.

8. Number of days of accounts payables ((Accounts payable *365) / Cost of goods/services procured) in the following format:

	FY (2025-26)	PY (2024-25)
Number of days of accounts payables	70	91

9. Openness of business

Provide details of concentration of purchases and sales with trading houses, dealers, and related parties along-with loans and advances & investments, with related parties, in the following format:

Parameter	Metrics	FY (2025-26)	PY (2024-25)
Concentration of Purchases	a. Purchases from trading houses as % of total purchases	5.82%	3.34%
	b. Number of trading houses where purchases are made from	65	54
	c. Purchases from top 10 trading houses as % of total purchases from trading houses	70.64%	69.02%
Concentration of Sales	a. Sales to dealers / distributors as % of total sales	3.10%	3.03%
	b. Number of dealers / distributors to whom sales are made	2	1
	c. Sales to top 10 dealers/ distributors as % of total sales to dealers / distributors	100.00%	100.00%
Share of RPTs in	a. Purchases (Purchases with related parties / Total Purchases)	16.83%	1.26%
	b. Sales (Sales to related parties / Total Sales)	2.85%	3.29%
	c. Loans & advances (Loans & advances given to related parties / Total	0.00%	0.00%
	d. Investments (Investments in related parties / Total Investments made)	0.00%	0.00%

PRINCIPLE 2 Businesses should provide goods and services in a manner that is sustainable and safe

Essential Indicators

1. Percentage of R&D and capital expenditure (capex) investments in specific technologies to improve the environmental and social impacts of product and processes to total R&D and capex investments made by the entity, respectively.

	FY (2025-26)	PY (2024-25)	Details of improvements in environmental and social impacts
R&D	0.32%	1.37%	Identification of hazardous substances such as heavy metals in quality assurance of input raw material
Capex	3.16%	8.93 %	To provide better working condition

2. a. Does the entity have procedures in place for sustainable sourcing? **Yes**
   b. If yes, what percentage of inputs were sourced sustainably? – **7 %**

3. Describe the processes in place to safely reclaim your products for reusing, recycling and disposing at the end of life, for:

(a) Plastics (including packaging)	Grinding the lumps and reusing them.
(b) E-waste	No E-waste generated.
(c) Hazardous waste	Sold with the Pollution control Authorized board.
(d) other waste	Sent to Authorized vendor for disposal.

4. Whether Extended Producer Responsibility (EPR) is applicable to the entity's activities (Yes / No). – Yes

If yes, whether the waste collection plan is in line with the Extended Producer Responsibility (EPR) plan submitted to Pollution Control Boards? If not, provide steps taken to address the same. – Yes

PRINCIPLE 3 Businesses should respect and promote the well-being of all employees, including those in their value chains

Essential Indicators

1. a. Details of measures for the well-being of employees:

Category	% of employees covered by										
	Total (A)	Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care Facilities	
		Number (B)	% (B / A)	Number (C)	% (C / A)	Number (D)	% (D/ A)	Number (E)	% (E/ A)	Number (F)	% (F/ A)
Permanent employees											
Male	256	256	100.00%	256	100.00%	0	0.00%	0	0.00%	0	0.00%
Female	16	16	100.00%	16	100.00%	16	100%	0	0.00%	0	0.00%
Others	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Total	272	272	100.00%	272	100.00%	16	5.88%	0	0.00%	0	0.00%
Other than permanent employees											
Male	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Female	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Others	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Total	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%

b. Details of measures for the well-being of workers:

Category	% of workers covered by										
	Total (A)	Health insurance		Accident insurance		Maternity benefits		Paternity Benefits		Day Care Facilities	
		Number (B)	% (B / A)	Number (C)	% (C / A)	Number (D)	% (D/ A)	Number (E)	% (E/ A)	Number (F)	% (F/ A)
Permanent workers											
Male	22	22	100%	22	100%	0	0.00%	0	0.00%	0	0.00%
Female	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Others	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Total	22	22	100%	22	100%	0	0.00%	0	0.00%	0	0.00%
Other than permanent workers											
Male	484	484	100%	484	100%	0	0.00%	0	0.00%	0	0.00%
Female	11	11	100%	11	100%	11	100%	0	0.00%	0	0.00%
Others	0	0	0.00%	0	0.00%	0	0.00%	0	0.00%	0	0.00%
Total	495	495	100%	495	100%	11	2.22%	0	0.00%	0	0.00%

c. Spending on measures towards well-being of employees and workers (including permanent and other than permanent) in the following format –

	FY (2025-26)	PY (2024-25)
Cost incurred on well-being measures as a % of total revenue of the company	0.23%	1.84%

2. Details of retirement benefits, for Current FY and Previous Financial Year.

Benefits	FY (2025-26)			PY (2024-25)		
	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)	No. of employees covered as a % of total employees	No. of workers covered as a % of total workers	Deducted and deposited with the authority (Y/N/N.A.)
PF	100.00%	100.00%	Y	100.00%	100.00%	Y
Gratuity	100.00%	100.00%	Y	100.00%	100.00%	Y
ESI	100.00%	100.00%	Y	100.00%	100.00%	Y
Others – Please specify (Superannuation)	0.00%	0.00%	Y	0.35%	0.00%	Y

3. Accessibility of workplaces
Are the premises / offices of the entity accessible to differently abled employees and workers, as per the requirements of the Rights of Persons with Disabilities Act, 2016? If not, whether any steps are being taken by the entity in this regard.: Yes, the Company's premises are accessible; however, it currently has no differently abled employees or workers.

4. Does the entity have an equal opportunity policy as per the Rights of Persons with Disabilities Act, 2016: The Company presently does not have any employees or workers with disabilities; however, an equal opportunity policy will be put in place as and when such appointments are made, in line with the Rights of Persons with Disabilities Act, 2016

If so, provide a web-link to the policy.: NA

5. Return to work and Retention rates of permanent employees and workers that took parental leave.

Gender	Permanent employees		Permanent workers	
	Return to work rate	Retention rate	Return to work rate	Retention rate
Male	0	0	0	0
Female	100.00	100.00	0	0
Others	0	0	0	0
Total	100.00	100.00	0	0

6. Is there a mechanism available to receive and redress grievances for the following categories of employees and worker? If yes, give details of the mechanism in brief.

	Yes/No	If yes, give details of the mechanism in brief.
Permanent Workers	Yes	For Employees & workers, the Company has a Whistleblower Policy and Vigil Mechanism to deal with instance of fraud and mismanagement; if any. The Vigil Mechanism ensures that strict confidentiality is maintained whilst dealing with concerns and that no discrimination will be met against any person for a genuinely raised concern In addition, grievances can be addressed through HR, Admin, and respective Department Heads.
Other than Permanent Workers	Yes	
Permanent Employees	Yes	
Other than Permanent Employees	Yes	

7. Membership of employees and worker in association(s) or Unions recognised by the listed entity:

Category	FY (2025-26)			PY (2024-25)		
	Total employees / workers in respective category (A)	No. of employees / workers in respective category, who are part of association(s) or Union (B)	% (B / A)	Total employees / workers in respective category (C)	No. of employees / workers in respective category, who are part of association (s) or Union (D)	% (D / C)
Total Permanent Employees	272	0	0.00%	285	0	0.00%
Male	256	0	0.00%	269	0	0.00%
Female	16	0	0.00%	16	0	0.00%
Other	0	0	0.00%	0	0	0.00%
Total Permanent Workers	22	19	86.36%	21	19	90.48%
Male	22	19	86.36%	21	19	90.48%
Female	0	0	0.00%	0	0	0.00%
Other	0	0	0.00%	0	0	0.00%

8. Details of training given to employees and workers:

Category	FY (2025-26)					PY (2024-25)				
	Total (A)	On Health and Safety Measures		On Skill Upgradation		Total (D)	On Health and Safety Measures		On Skill Upgradation	
		Number (B)	% (B / A)	Number (C)	% (C / A)		Number (E)	% (E/ A)	Number (F)	% (F/ A)
Employees										
Male	256	182	71.09%	183	71.48%	269	98	36.43%	67	24.91%
Female	16	11	68.75%	12	75.00%	16	9	56.25%	7	43.75%
Others	0	0	0%	0	0%	0	0	0.00%	0	0.00%
Total	272	193	70.95%	195	71.69%	285	107	37.54%	74	25.96%
Workers										
Male	506	345	68.18%	292	57.71%	356	148	41.57%	97	27.25%
Female	11	8	72.73%	6	54.55%	5	3	60.00%	2	40.00%
Others	0	0	0%	0	0%	0	0	0.00%	0	0.00%
Total	517	353	68.28%	298	57.64%	361	151	41.83%	99	27.42%

9. Details of performance and career development reviews of employees and worker:

Category	FY (2025-26)			PY (2024-25)		
	Total (A)	No. (B)	% (B/A)	Total (D)	No. (E)	% (E/D)
Employees						
Male	256	256	100.00%	269	269	100.00%
Female	16	16	100.00%	16	16	100.00%
Other	0	0	0.00%	0	0	0.00%
Total	272	272	100.00%	285	285	100.00%
Workers						
Male	506	506	100.00%	356	356	100.00%
Female	11	11	100.00%	5	5	100.00%
Other	0	0	0.00%	0	0	0.00%
Total	517	517	100.00%	361	361	100.00%

10. Health and safety management system:

a. Whether an occupational health and safety management system has been implemented by the entity? ***(Yes/ No)***	Yes
If yes, the coverage such system?	The Company has in place Health and Safety Policy which effectively managed to reduce risks in the workplace of company. It provides structured management approach to control safety & environmental risks. In addition, the Company also conducts regular health check-up camps for employees and workers.
b. What are the processes used to identify work-related hazards and assess risks on a routine and non-routine basis by the entity?	Step 1: Collect Existing Information about Workplace Hazards. Step 2: Inspect the Workplace for Safety Hazards. Step 3: Identify Health & Work-Related Hazards. Step 4: Conduct Incident Investigations. Step 5: Identify Hazards Associated with Emergency Situations
c. Whether you have processes for workers to report the work related hazards and to remove themselves from such risks.	Yes
d. Do the employees/ worker of the entity have access to non-occupational medical and healthcare services?	Yes

11. Details of safety related incidents, in the following format:

Safety Incident/Number	Category*	FY (2025-26)	PY (2024-25)
Lost Time Injury Frequency Rate (LTIFR) (per one million-person hours worked)	Employees	0.00	0.00
	Workers	0.00	0.00
Total recordable work-related injuries	Employees	0	0
	Workers	0	0
No. of fatalities	Employees	0	0
	Workers	0	0
High consequence work related injury or ill-health (excluding fatalities)	Employees	0	0
	Workers	0	0

*Including in the contract workforce

12. Describe the measures taken by the entity to ensure a safe and healthy work place.

1) We are Using PPE at the plant.
2) Maintaining 5 s at the plant.
3) Providing the sanitary pad hygiene machine for the Female staff & worker free of cost.
4) Providing training regarding the health and safety.
5) Awareness of ergonomics to Employee.

13. Number of Complaints on the following made by employees and workers:

Category	**FY (2025-26)**			**PY (2024-25)**		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Working Conditions	0	0	None	0	0	None
Health & Safety	0	0	None	0	0	None

14. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Health and safety practices	100.00%
Working Conditions	100.00%

15. Provide details of any corrective action taken or underway to address safety-related incidents (if any) and on significant risks / concerns arising from assessments of health & safety practices and working conditions.: NA

PRINCIPLE 4: Businesses should respect the interests of and be responsive to all its stakeholders

Essential Indicators	
1. Describe the processes for identifying key stakeholder groups of the entity.	The Company values all the stakeholders of the Company and maintains long term cordial relationship with them. The Stakeholders are determined based on the significance of their impact on the business.

2. List stakeholder groups identified as key for your entity and the frequency of engagement with each stakeholder group.

Sr.No.	Stakeholder Group	Whether identified as Vulnerable & Marginalized Group	Channels of communication	Frequency of engagement	Purpose and scope of engagement including key topics and concerns raised during such engagement
1	Employee	Yes	E-mail/ Notice Board / SMS	Continuous	Enhance efficiency, Equal opportunities, clear communication
2	Shareholders	No	E-mail/ SMS/ Website/ Newspaper/ Advertisements	Continuous	Business Updates and performance details on finance
3	Auditors/ Consultants	No	E-mail	Continuous	Advice on business, legal and tax related issue & Business performance details
4	Suppliers	No	E-mail/ SMS /Website	Continuous	Payment Cycle, Business Obligations & Mutual expectation
5	Customers	No	E-mail/ SMS/ Website/ Advertisements	Continuous	Understand customer needs and obtain feedback to provide customer satisfaction

PRINCIPLE 5 Businesses should respect and promote human rights

Essential Indicators

1. Employees and workers who have been provided training on human rights issues and policy(ies) of the entity, in the following format:

Category	FY (2025-26)			PY (2024-25)		
	Total (A)	No. of employees/ workers covered (B)	% (B/A)	Total (C)	No. of employees /workers covered (D)	% (D/C)
Employees						
Permanent	272	272	100.00%	285	188	65.96%
Other than permanent	0	0	0.00%	361	197	54.57%
Total Employees	272	272	100.00%	646	385	59.60%
Workers						
Permanent	22	22	100.00%	21	13	61.90%
Other than permanent	495	495	0.00%	340	185	54.41%
Total Employees	517	517	100.00%	361	198	54.85%

2. Details of minimum wages paid to employees and workers, in the following format

Category	FY (2025-26)					PY (2024-25)				
	Total (A)	Equal to Minimum Wage		More than Minimum Wage		Total (D)	Equal to Minimum Wage		More than Minimum Wage	
		Number (B)	% (B / A)	Number (C)	% (C / A)		Number (E)	% (E/ A)	Number (F)	% (F/ A)
Employees										
Permanent	272	0	0.00%	272	100.00%	285	0	0.00%	285	100.00%
Male	256	0	0.00%	256	100.00%	269	0	0.00%	269	100.00%
Female	16	0	0.00%	16	100.00%	16	0	0.00%	16	100.00%
Other	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%
Other than Permanent	0	0	0.00%	0	0.00%	361	361	100.00%	0	0.00%
Male	0	0	0.00%	0	0.00%	356	356	100.00%	0	0.00%
Female	0	0	0.00%	0	0.00%	5	5	100.00%	0	0.00%
Other	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%
Workers										
Permanent	22	22	100.00%	0	0.00%	21	21	100.00%	0	0.00%
Male	22	22	100.00%	0	0.00%	21	21	100.00%	0	0.00%
Female	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%
Other	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%
Other than Permanent	495	495	100.00%	0	0.00%	340	335	98.53%	0	0.00%
Male	484	484	100.00%	0	0.00%	335	335	100.00%	0	0.00%
Female	11	11	100.00%	0	0.00%	5	0	0.00%	0	0.00%
Other	0	0	0.00%	0	0.00%	0	0	0.00%	0	0.00%

3. Details of remuneration/salary/wages

a. Median remuneration/wages

	Male		Female		Others	
	Number	Median remuneration/ salary/ wages of respective category	Number	Median remuneration/ salary/ wages of respective category	Number	Median remuneration/ salary/ wages of respective category
Board of Directors (BoD)	7	1762500	1	1630000	0	0
Key Managerial Personnel	6	2710999	0	0	0	0
Employees other than BoD and KMP	250	642396	16	612103	0	0
Workers	22	719540	0	0	0	0

b. Gross wages paid to females as % of total wages paid by the entity, in the following format:

	FY (2025-26)	PY (2024-25)
Gross wages paid to females as % of total wages	4.55%	6.62%

4. Do you have a focal point (Individual/ Committee) responsible for addressing human rights impacts or issues caused or contributed to by the business? Yes

5. Describe the internal mechanisms in place to redress grievances related to human rights issues.	The issue related to work or other rights can be raised through the Plant Head/HR Manager who then take the action and provide the solution through team and inform the concerned person accordingly.

6. Number of Complaints on the following made by employees and workers:

Category	FY (2025-26)			PY (2024-25)		
	Filed during the year	Pending resolution at the end of year	Remarks	Filed during the year	Pending resolution at the end of year	Remarks
Sexual Harassment	0	0	None	0	0	None
Discrimination at workplace	0	0	None	0	0	None
Child Labour	0	0	None	0	0	None
Forced Labour/ Involuntary Labour	0	0	None	0	0	None
Wages	0	0	None	0	0	None
Other human rights related issues	0	0	None	0	0	None

7. Complaints filed under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013, in the following format:

	FY (2025-26)	PY (2024-25)
Total complaints reported under Sexual Harassment of women at Workplace (Prevention, Prohibition and Redressal) Act, 2013	0	0
Complaints on POSH as a % of female employees/workers	0	0
Complaints on POSH upheld	0	0

8.	Mechanisms to prevent adverse consequences to the complainant in discrimination and harassment cases.	Prevention of Sexual Harassment Committee at the Workplace
9.	Do human rights requirements form part of your business agreements and contracts?	No

10. Assessments for the year:

	% of your plants and offices that were assessed (by entity or statutory authorities or third parties)
Child labour	100.00%
Forced/involuntary labour	100.00%
Sexual harassment	100.00%
Discrimination at workplace	100.00%
Wages	100.00%
Others – please specify	100.00%

11.	Provide details of any corrective actions taken or underway to address significant risks / concerns arising from the assessments at Question 10 above:	There were no corrective actions taken since there were no risk/concern arose from the assessments.

PRINCIPLE 6: Businesses should respect and make efforts to protect and restore the environment

Essential Indicators

1. Details of total energy consumption (in Joules) and energy intensity, in the following format:

Parameter	FY (2025-26)	PY (2024-25)
From renewable sources		
Total electricity consumption (A)	0.00	0.00
Total fuel consumption (B)	0.00	0.00
Energy consumption through other sources (C)	0.00	0.00
Total energy consumed from renewable sources (A+B+C)	0.00	0.00
From non-renewable sources Total electricity consumption (D)	130895323740000.00	159949274400000.00
Total fuel consumption (E)	1190376000.00	0.00
Energy consumption through other sources (F)	0.00	0.00
Total energy consumed from non- renewable sources (D+E+F)	130896514116000.00	159949274400000.00
Total energy consumed (A+B+C+D+E+F)	130896514116000.00	159949274400000.00
Energy intensity per rupee of turnover (Total energy consumed / Revenue from operations)	6559.4156263785	9167.7730366634
Energy intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total energy consumed / Revenue from operations adjusted for PPP)	0.00	0.00
Energy intensity in terms of physical output	0.00	0.00
Energy intensity (optional) – the relevant metric may be selected by the entity		
Indicate if any independent assessment/evaluation/assurance has been carried out by an external agency? (Y/N)	No	No
If yes, name of the external agency.	NA	NA

2. Does the entity have any sites / facilities identified as designated consumers (DCs) under the Performance, Achieve and Trade (PAT) Scheme of the Government of India? (Y/N) – No

If yes, disclose whether targets set under the PAT scheme have been achieved. In case targets have not been achieved, provide the remedial action taken, if any. - NA

3. Provide details of the following disclosures related to water, in the following format:

Parameter	**FY (2025-26)**	**PY (2024-25)**
Water withdrawal by source (in kilolitres)		
(i) Surface water	50606.00	76971.00
(ii) Groundwater	7692.00	7800.00
(iii) Third party water	20361.00	18821.00
(iv) Seawater / desalinated water	0.00	0.00
(v) Others	0.00	0.00
Total volume of water withdrawal (in kilolitres) (i + ii + iii + iv + v)	78659.00	103592.00
Total volume of water consumption (in kilolitres)	73421.00	103592.00
Water intensity per rupee of turnover (Total water consumption / Revenue from operations)	0.0000036792	0.0000059376
Water intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total water consumption / Revenue from operations adjusted for PPP)	0.00	0.00
Water intensity in terms of physical output	0.00	0.00
Water intensity (optional) – the relevant metric may be selected by the entity	0.00	0.00
Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N)	No	No
If yes, name of the external agency.	NA	NA

4. Provide the following details related to water discharged:

Parameter	FY (2025-26)	PY (2024-25)
Water discharge by destination and level of treatment (in kilolitres)		
(i) To Surface water	3786.00	2927.00
- No treatment	0.00	0.00
- With treatment – please specify level of treatment	3786.00	2927.00
(ii) To Groundwater	0.00	0.00
- No treatment	0.00	0.00
- With treatment – please specify level of treatment	0.00	0.00
(iii) To Seawater	0.00	0.00
- No treatment	0.00	0.00
- With treatment – please specify level of treatment	0.00	0.00
(iv) Sent to third-parties	1452.00	0.00
- No treatment	1452.00	0.00
- With treatment – please specify level of treatment	0.00	0.00
(v) Others	0.00	0.00
- No treatment	0.00	0.00
- With treatment – please specify level of treatment	0.00	0.00
Total water discharged (in kilolitres)	5238.00	2927.00
Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N)	No	No
If yes, name of the external agency.	NA	NA

5. Has the entity implemented a mechanism for Zero Liquid Discharge? No.

If yes, provide details of its coverage and implementation. - NA

6. Please provide details of air emissions (other than GHG emissions) by the entity, in the following format:

Parameter	Please specify unit	FY (2025-26)	PY (2024-25)
NOx	ug/m3	26.03	22.17
SOx	ug/m3	16.24	18.19
Particulate matter (PM)	ug/m3	54.92	35.18
Persistent organic pollutants (POP)	mg/m3	0	0.00
Volatile organic compounds (VOC)	mg/m3	0	0.50
Hazardous air pollutants (HAP)	ug/m3	0	0.02
Others – please specify	ug/m3	0	22.17
Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N)	No		
If yes, name of the external agency.	NA		

7. Provide details of greenhouse gas emissions (Scope 1 and Scope 2 emissions) & its intensity, in the following format:

	Unit	FY (2025-26)	PY (2024-25)
Total Scope 1 emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)	NA		
Total Scope 2 emissions (Break-up of the GHG into CO2, CH4, N2O, HFCs, PFCs, SF6, NF3, if available)			
Total Scope 1 and Scope 2 emission intensity per rupee of turnover (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations)			
Total Scope 1 and Scope 2 emission intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total Scope 1 and Scope 2 GHG emissions / Revenue from operations adjusted for PPP)			
Total Scope 1 and Scope 2 emission intensity in terms of physical output			
Total Scope 1 and Scope 2 emission intensity (optional) – the relevant metric may be selected by the entity			
Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N)	No		
If yes, name of the external agency.	NA		

8. Does the entity have any project related to reducing Green House Gas emission? : No

If Yes, then provide details. : NA

9. Provide details related to waste management by the entity, in the following format:

Parameter	FY (2025-26)	PY (2024-25)
Total waste generated (in metric tonnes)		
Plastic waste (A)	517.02	193.00
E-waste (B)	0	0.187
Bio-medical waste (C)	0	0.00
Construction and demolition waste (D)	0	0.00
Battery waste (E)	0	0.00
Radioactive waste (F)	0	0.00
Other Hazardous waste. Please specify, if any. (G)-Hydraulic/Waste/Used oil (Ltrs)	3.27	1.30
Other Non-hazardous waste generated (H). Please specify, if any. (Break-up by composition i.e. by materials relevant to the sector)	0.00	0.00
Total (A + B + C + D + E + F + G + H)	520.29	194.487
Waste intensity per rupee of turnover (Total waste generated/ Revenue from operations)	0.0000000261	0.0000000111
Waste intensity per rupee of turnover adjusted for Purchasing Power Parity (PPP) (Total waste generated / Revenue from operations adjusted for PPP)	0.00	0.00
Waste intensity in terms of physical output	0.00	0.00
Waste intensity (optional) – the relevant metric may be selected by the entity	0.00	0.00

For each category of waste generated, total waste recovered through recycling, re-using or other recovery operations (in metric tonnes)		
Category of waste		
(i) Recycled	65	0.00
(ii) Re-used	0.00	0.00
(iii) Other recovery operations	0.00	0.00
Total	65	0.00
For each category of waste generated, total waste disposed by nature of disposal method (in metric tonnes)		
Category of waste		
(i) Incineration	0.00	0.00
(ii) Landfilling	0.00	0.00
(iii) Other disposal operations	0.00	0.00
Total	0.00	0.00
Indicate if any independent assessment/ evaluation/assurance has been carried out by an external agency? (Y/N)	No	
If yes, name of the external agency.	NA	

10. Briefly describe the waste management practices adopted in your establishments. Describe the strategy adopted by your company to reduce usage of hazardous and toxic chemicals in your products and processes and the practices adopted to manage such wastes:

We comply with all regulations concerning the safe and responsible management of waste materials. Also, we follow MPCB norms at our plants. We dispose the hazardous waste to Authorized MPCB vendors. In our process the toxic chemicals are not used.

11. If the entity has operations/offices in/around ecologically sensitive areas (such as national parks, wildlife sanctuaries, biosphere reserves, wetlands, biodiversity hotspots, forests, coastal regulation zones etc.) where environmental approvals / clearances are required, please specify details in the following format: NA

Sr. No.	Location of operations/offices	Type of operations	Whether the conditions of environmental approval / clearance are being complied with? (Y/N) If no, the reasons thereof and corrective action taken, if any.
NA			

12. Details of environmental impact assessments of projects undertaken by the entity based on applicable laws, in the current financial year: No

Name and brief details of project	EIA Notification No.	Date	Whether conducted by independent external agency (Yes / No)	Results communicated in public domain (Yes / No)	Relevant Web link
NA					

13. Is the entity compliant with the applicable environmental law/ regulations/ guidelines in India; such as the Water (Prevention and Control of Pollution) Act, Air (Prevention and Control of Pollution) Act, Environment protection act and rules thereunder (Y/N).: Yes

If not, provide details of all such non-compliances, in the following format: NA

Sr. No.	Specify the law / regulation / guidelines which was not complied with	Provide details of the non- compliance	Any fines / penalties / action taken by regulatory agencies such as pollution control boards or by courts	Corrective action taken, if any
NA				

PRINCIPLE 7 Businesses, when engaging in influencing public and regulatory policy, should do so in a manner that is responsible and transparent

Essential Indicators

1. a. Number of affiliations with trade and industry chambers/ associations. – 5

b. List the top 10 trade and industry chambers/ associations (determined based on the total members of such body) the entity is a member of/ affiliated to.

Sr.No.	Name of the trade and industry chambers/ associations	Reach of trade and industry chambers/ associations (State/National/International)
1	Kingfa Science & Technology (India) Ltd., Paniyalar Munetra Sangam	State
2	Fedaration of Chakan Industrial Association	State
3	Jejuri Industrial Association	State
4	All India Plastic Manufacturing Association	National
5	The Plastics Export Promotion Council	National

2. Provide details of corrective action taken or underway on any issues related to anti-competitive conduct by the entity, based on adverse orders from regulatory authorities.

Sr.No.	Name of authority	Brief of the case	Corrective action taken
NA			

PRINCIPLE 8 Businesses should promote inclusive growth and equitable development

Essential Indicators

1. Details of Social Impact Assessments (SIA) of projects undertaken by the entity based on applicable laws, in the current financial year.

Sr. No.	Name and brief details of project	SIA Notification No.	Date of notification	Whether conducted by independent external agency	Results communicated in public domain	Relevant Web link
NA						

2. Provide information on project(s) for which ongoing Rehabilitation and Resettlement (R&R) is being undertaken by your entity, in the following format:

Sr. No.	Name of Project for which R&R is ongoing	State	District	No. of Project Affected Families (PAFs)	% of PAFs covered by R&R	Amounts paid to PAFs in the FY (In INR)
NA						

3. Describe the mechanisms to receive and redress grievances of the community.
The communities can raise their grievances as per the mechanism provided in our Community Policy available on our website of the Company.

4. Percentage of input material (inputs to total inputs by value) sourced from suppliers:	FY (2025-26)	PY (2024-25)
Directly sourced from MSMEs/ small producers	6%	14%
Directly from within India	42%	7%

5. Job creation in smaller towns – Disclose wages paid to persons employed (including employees or workers employed on a permanent or non-permanent / on contract basis) in the following locations, as % of total wage cost

Location	FY (2025-26)	PY (2024-25)
Rural	11.87%	14.44%
Semi-urban	65.34%	60.70%
Urban	6.69%	9.53%
Metropolitan	16.10%	15.33%

(Place to be categorized as per RBI Classification System - rural / semi-urban / urban / metropolitan)

PRINCIPLE 9 Businesses should engage with and provide value to their consumers in a responsible manner

Essential Indicators

1. Describe the mechanisms in place to receive and respond to consumer complaints and feedback.

In case of any complaint about the product, the customer can inform the same to the concerned salesperson over phone or by mail. On receipt of the complaint the salesperson checks the details over the phone, e-mail or in person & offers the solution/ resolution either by himself or in consultation with the product specialist if it is technical in nature. For Commercials/Delivery related complaints, the resolution is offered by the salesperson, either by himself or by the department concerned. Feedback is taken by the sales team whenever they meet the customers in person and through website as well.

2. Turnover of products and/ services as a percentage of turnover from all products/service that carry information about	As a percentage to total turnover
Environmental and social parameters relevant to the product	100.00%
Safe and responsible usage	100.00%
Recycling and/or safe disposal	100.00%

3. Number of consumer complaints in respect of the following:

Category	FY (2025-26)		Remarks	PY (2024-25)		Remarks
	Filed during the year	Pending resolution at the end of year		Filed during the year	Pending resolution at the end of year	
Data privacy	0	0	None	0	0	None
Advertising	0	0	None	0	0	None
Cyber-security	0	0	None	0	0	None
Delivery of essential services	0	0	None	0	0	None
Restrictive Trade Practices	0	0	None	0	0	None
Unfair Trade Practices	0	0	None	0	0	None
Other	5	0	None	5	0	None

4. Details of instances of product recalls on account of safety issues	Number	Reasons for recall
Voluntary recalls	0	0
Forced recalls	0	0

5. Does the entity have a framework/ policy on cyber security and risks related to data privacy?	Yes
If available, provide a web-link of the policy	https://www.kingfaindia.com/CyberSecurity&DataProtectionPolicy.pdf

6. Provide details of any corrective actions taken or underway on issues relating to advertising, and delivery of essential services; cyber security and data privacy of customers; re-occurrence of instances of product recalls; penalty / action taken by regulatory authorities on safety of products / services. - NA

7. Provide the following information relating to data breaches:

a. Number of instances of data breaches along-with impact	0%
b. Percentage of data breaches involving personally identifiable information of customers	0%
c. Impact, if any, of the data breaches	NA

INDEPENDENT AUDITORS' REPORT

To the Members of KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the Financial Statements of KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED ("the Company"), which comprise the Balance Sheet as at March 31, 2026, and the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year then ended, and notes to the Financial Statements, including a summary of Material Accounting Policies and other explanatory information (hereinafter referred to as "the Financial Statements").

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ('the Act') in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2026, and its profit (including Other Comprehensive Income), changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

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

Key Audit Matters

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

Key Audit Matters	How our audit addressed the key audit matters
Valuation of Inventory At the 31 March 2026, the value of inventories amounted to Rs. 32,374.06 lakhs representing around 18% of total assets. Inventories have been considered key audit matter due to the size of the balance, nature of the product, price volatility of raw material and finished product etc. and management judgements involved. Refer note 1(B.4.vii) to the Ind AS Financial Statements for accounting policy for valuation of inventories.	Our audit procedures included, but not limited to, following – - We have evaluated and tested the design and operating effectiveness of internal controls relating to inventory recording and valuation including inventory provision. - We tested, on a sample basis, the underlying data used in computation of inventory costs, including material consumption, labour costs and overhead absorption rates, and reconciled the same with supporting records. - We have evaluated inventory costing methodology and valuation policy established by management and tested on a sample basis its compliance with the applicable accounting standards. - We compared the methodology used to calculate the inventory provision and its consistency with prior periods and obtained an understanding of management justification for changes. - We obtained inventory provision calculation from the Company and re-performed the calculation of the inventory provision as per the policy of the Company. For specific provisions made, on a sample basis we assessed the basis of such provision and also tested it with management approvals. For inventory on hand at the end of the period, we assessed on a sample basis, whether such inventory was recorded at the lower of cost and net realisable value.

Key Audit Matters	How our audit addressed the key audit matters
Completeness and Valuation of Property, plant and equipment and Capital Work in progress As disclosed in Note no 2 of the financial statements, total value of Property Plant and Equipment and Capital Work in Progress As at 31 March 2026 is Rs. 36,104.11 Lakh, which is 21% of the total assets. We have considered this a Key Audit Matter considering the size of these balances in the financial statements, judgment involved in the valuation (including impairment assessment if any) and corresponding disclosure requirement of revised schedule III of the Companies Act 2013. Refer note 1(B.4.ii) to the Ind AS Financial Statements for accounting policy for valuation of property, plant and equipment.	Our audit procedures included, but not limited to, following – - We have evaluated and tested the design and operating effectiveness of internal controls relating to property, plant equipment (PPE) and capital work in progress (CWIP). - We have tested on sample basis accuracy of additions to the CWIP and capitalization to PPE recorded by the Company during the year. - We examined the useful life for individual assets to determine whether it is consistent with the Company's accounting policy. - We have verified report on periodic verification of PPE performed by the management and tested the reconciliation between physical verification reports and fixed assets registers on a sample basis to determine any adjustments that may be required thereon. - We have also tested the ageing of items in CWIP as at year end from valuation and presentation and disclosure perspective. - We have evaluated the impairment assessment performed by the management to confirm impairment provision, if any, that may be required in the financial statements.

Other Information

The Company's Board of Directors is responsible for the other information. The other information comprises the information included in Management Discussion and Analysis, Board of Director's Report along with Annexures, but does not include the Financial Statements and our auditor's report thereon. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

When we read the Management Discussion and Analysis; Board of Directors' Report along with its Annexures included in the Annual Report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Financial Statements that give a true and fair view of the financial position, financial performance (including other comprehensive income), changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards (Ind AS)specified under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act we are also responsible for expressing our opinion on whether the Company has adequate internal financial controls system in place and the operating effectiveness of such controls.

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

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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

Report on Other Legal and Regulatory Requirements

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

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

    b. In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except that the back-up of part of the books of accounts and other relevant books and papers maintained in electronic mode has not been maintained on servers physically located in India and except for the matters stated in the paragraph 2(i)(vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014. Also refer note 40B to the financial statements.

    c. The Balance Sheet, the Statement of Profit and Loss (including other comprehensive income), the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.

    d. In our opinion, the aforesaid Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

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

    f. With reference to the maintenance of accounts and other matters connected therewith, refer to our comment in Paragraph 2 (b) above, the backup of part of the books of account and other relevant books and papers maintained in electronic mode has not been maintained on the servers physically located in India and refer to our comment in paragraph 2(i)(vi) below, on reporting under rule 11 (g) of the Companies (Audit and Auditors) Rules, 2014.

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

    h. As required by section 197 (16) of the Act; in our opinion and according to information and explanation provided to us, the remuneration paid by the company to its directors is in accordance with the provisions of section 197 of the Act and remuneration paid to directors is not in excess of the limit laid down under this section.

    i. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

        i) The Company has disclosed the impact of pending litigations on its financial position in its Financial Statements – Refer Note 31A to the Financial Statements.

        ii) The Company did not have any long-term contracts including derivative contracts as at March 31, 2026.

        iii) There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

        iv) a) The management has represented to us that, to the best of its knowledge and belief, as disclosed in the Note 41(vi) to the financial statements, if any, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

        b) the management has represented to us, that, to the best of its knowledge and belief, as disclosed in the Note 41(vi) to the accounts to the Financial Statements, if any, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

c) Based on the information and explanation given to us and audit procedures performed as considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations made by the management and as mentioned under sub-clause (iv)(a) and (iv)(b) above contain any material misstatement.

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

vi) Based on our examination, the Company, has used accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and, at the application layer, the audit trail feature has been enabled and operated throughout the year, except in case of direct changes to data tables where edit log did not capture complete details. Further audit trail at application layer is not tamper proof however due to lack of sufficient information, we are not able to comment whether there was any instance of the audit trail feature been tampered with. Further audit trail functionality is not enabled at database layer to log any direct data changes, therefore, the question of our commenting on whether the audit trail has been tampered with does not arise. Further the audit trail, to the extent available, has been preserved by the Company as per the statutory requirements for record retention.

With respect to web applications, due to lack of availability of sufficient information, we are not able to comment whether audit trail functionality is enabled and operated throughout the year. Consequently, the question of our commenting on whether the audit trail has been tampered with does not arise.

Further, with respect to another accounting software used for payroll processing, based on the service organisation report (SOC Type 2 Report) covering period 1 April 2025 to 31 December 2025 and bridge letter from service provider covering period from 1 January 2026 to 31 March 2026, aforesaid software has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software both at application and database layer. Further, based on the aforesaid documents, nothing has come to our attention that causes us to believe that the audit trail feature has been tampered with during the year. Additionally, there is no specific comment on preservation of audit trail as per statutory requirement for record retention. However based on email communication received from Service Organisation, the audit trail has been preserved by the Service Organisation as per the statutory requirements for record retention.

For **P G BHAGWAT LLP**
Chartered Accountants
Firm Registration Number: 101118W/W100682

Abhijit Shetye
Partner
Membership Number: 151638
UDIN: 26151638KMLWXK3033

Pune
May 29, 2026

Annexure A to the Independent Auditors' Report

Referred to in paragraph 1 under the heading, "Report on Other legal and Regulatory Requirements" of our report on even date:

i.(a) (A)The Company is maintaining proper records showing full particulars, including quantitative details and situation of Property, Plant & Equipment.
(B)The Company is maintaining proper records showing full particulars of intangible assets.

(b) The Property, Plant & Equipment are physically verified by the Management according to a phased program designed to cover all the items over a period of three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the program, a portion of the Property, Plant & Equipment has been physically verified by the Management during the year, and no material discrepancies have been noticed on such verification.

(c) The title deeds of immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in Note 2 and Note 9 on Property, Plant & Equipment and Assets held for sale, respectively to the financial statements, are held in the name of the Company.

(d) The Company has chosen cost model for its Property, Plant and Equipment (including Right of Use assets) and intangible assets. Consequently, the question of our commenting on whether the revaluation is based on the valuation by a Registered Valuer, or specifying the amount of change, if the change is 10% or more in the aggregate of the net carrying value of each class of Property, Plant and Equipment (including Right of Use assets) or intangible assets does not arise.

(e) According to the information and explanations provided to us there are no proceedings have been initiated or are pending against the company for holding any benami property under the Prohibition of Benami Property Transactions Act, 1988 (as amended in 2016) and rules made thereunder. Hence reporting under clause 3(i) (e) of the order is not applicable.

ii.(a) The physical verification of inventory excluding stocks with third parties have been conducted at reasonable intervals by the Management during the year. In respect of inventory lying with third parties, these have substantially been confirmed by them. In our opinion and based on the policy adopted by the management, the coverage and procedure of such verification is appropriate. The discrepancies noticed on physical verification of inventory as compared to book records were not 10% or more in aggregate for each class of inventory and have been appropriately dealt with in the books of accounts.

ii.(b) According to the information and explanations provided to us, the company has not been sanctioned working capital limits in excess of five crore rupees during the year, in aggregate, from banks or financial institutions on the basis of security of current assets. Hence reporting under clause 3(ii)(b) of the order is not applicable.

iii. The company during the year 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. Hence reporting under Clause (iii)(a), (iii)(b), (iii)(c), (iii)(d), (iii)(e) and (iii)(f), of the said Order are not applicable to the Company.

iv. The Company has not granted any loans or made any investments, or provided any guarantees or security to the parties covered under Section 185 and 186 of the Act. Therefore, the provisions of Clause 3(iv) of the said Order are not applicable to the Company.

v. The Company has not accepted any deposits or amounts which are deemed to be deposits from the public within the meaning of Sections 73, 74, 75 and 76 of the Act and the Rules framed there under to the extent notified.

vi. Pursuant to the rules made by the Central Government of India, the Company is required to maintain cost records as specified under Section 148(1) of the Act in respect of its products. We have broadly reviewed the same, and are of the opinion that, prima facie, the prescribed accounts and records have been made and maintained. We have not, however, made a detailed examination of the records with a view to determine whether they are accurate or complete.

Name of the statute	Nature of dues	Amount (Rs. Lakh)	Amount paid under protest (Rs. Lakh)	Period to which the amount relates	Forum where the dispute is pending
The Income Tax Act, 1961	Income tax	213.44	-	AY 2018-19	The Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income tax	107.19	-	AY 2022-23	The Commissioner of Income Tax (Appeals)
The Income Tax Act, 1961	Income tax	3,897.69	-	AY 2023-24	The Commissioner of Income Tax (Appeals)
Goods and Service tax 2017	IGST	248.23	13.02	FY 2018-19 FY 2019-20	Commercial Tax Officer
Goods and Service tax 2017	IGST	40.75	-	FY 20 20-21	Assistant Commissioner
Central Excise Act, 1944	Duty of excise	4.17		FY 2012-13	Assistant Commissioner of Central Excise
Finance Act, 1994	Service Tax	42.27	3.84	October 2014 to June 2017	Customs, Excise and Service Tax Appellate Tribunal, South Zonal Bench, Chennai

vii.(a) According to the information and explanations given to us and the records of the Company examined by us, in our opinion, the Company is generally regular in depositing undisputed statutory dues in respect of income tax, professional tax and labor welfare fund, though there has been a slight delay in a few cases, and is regular in depositing undisputed statutory dues, including Goods and Service Tax, provident fund, employees' state insurance, sales tax, service tax, duty of customs, duty of excise, value added tax, cess and other material statutory dues, as applicable, with the appropriate authorities. There are no arrears of statutory dues outstanding as at March 31, 2026, for a period of more than six months from the date they became payable.

(b) According to the information and explanations given to us and the records of the Company examined by us, there are no statutory dues of provident fund, employees' state insurance, duty of customs, cess and other material statutory dues, as applicable, which have not been deposited on account of any dispute. The particulars of other statutory dues referred to in sub-clause (a) as at March 31, 2026 which have not been deposited on account of a dispute, are as follows.

viii. In terms of the information and explanations given to us and the books of account and records examined by us, the Company has not surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961. Hence reporting under clause 3(viii) of the order is not applicable.

ix.(a) According to the records of the Company examined by us and the information and explanation given to us, the Company has not defaulted in repayment of loans or other borrowings or in the payment of interest thereon to any lender as at the balance sheet date.

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

(c) According to the information and explanations given to us and on the basis of our audit procedures, the Company has not availed any term loan.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the financial statements of the company, we report that no funds raised on short-term basis have been used for long-term purposes by the company.

(e) The company does not have any subsidiary, associate or joint venture, hence reporting under clause 3(ix)(e) of the order is not applicable.

(f) The company does not have any subsidiary, associate or joint venture, hence reporting under clause 3(ix)(f) of the order is not applicable.

x.(a) The Company has not raised any money by way of initial public offer, further public offer (including debt instruments) during the year. Accordingly, the provisions of Clause 3(x)(a) of the Order are not applicable to the Company.

(b) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has made a preferential allotment of equity shares during the year, in compliance with the requirements of Section 42 and Section 62 of the Act. The funds raised have, to the extent utilised during the year, been applied for the purposes for which they were raised. As at the balance sheet date, the amounts raised during the year have not been fully utilised, and the unutilised amount has been temporarily placed in current accounts and fixed deposits with banks as at year end pending its utilisation for the purposes for which the funds were raised.

xi.(a) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, we have neither come across any instance of fraud by the Company or on the Company noticed or reported during the year, nor have we been informed of any such case by the Management.

(b) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us, report in the form ADT-4 as specified under sub-section (12) of section 143 of the Companies Act has not been filed. Accordingly reporting under clause 3(xi)(b) of the order is not applicable.

(c) During the course of our examination of the books and records of the Company, carried out in accordance with the generally accepted auditing practices in India, and according to the information and explanations given to us and as represented to us by the management, there are no whistle blower complaints received by the company during the year.

xii. As the Company is not a Nidhi Company and the Nidhi Rules, 2014 are not applicable to it, the provisions of Clause 3(xii) of the Order are not applicable to the Company.

xiii. The Company has entered into transactions with related parties in compliance with the provisions of Sections 177 and 188 of the Act. The details of related party transactions have been disclosed in the financial statements as required under Ind AS 24, Related Party Disclosures specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, as amended.

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

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

xv. The Company has not entered into any non-cash transactions with its directors or persons connected with him. Accordingly, the provisions of Clause 3(xv) of the Order are not applicable to the Company.

xvi. (a) The Company is not required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Accordingly, the provisions of Clause 3(xvi)(a) of the Order are not applicable to the Company.

(b) According to the information and explanations given to us and procedures performed by us, we report that the Company has not conducted any Non-Banking Financial or Housing Finance activities during the year. Therefore reporting under clause 3(xvi)(b) of the order is not applicable.

(c) According to the information and explanations given to us and procedures performed by us, the Company is not Core Investment Company (CIC) as defined in the regulations made by the Reserve Bank of India, hence reporting under clause 3(xvi)(c) of the order is not applicable.

(d) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) does not have any CIC.

xvii. The Company has not incurred cash losses during current financial year and during immediately preceding financial year.

xviii. There has been no resignation by statutory auditors during the year hence reporting under clause 3(xviii) of the order is not applicable.

xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the company as and when they fall due.

xiv. (a) There are no unspent amounts towards Corporate Social Responsibility (CSR) on other than ongoing projects requiring a transfer to a Fund specified in Schedule VII to the Companies Act in compliance with second proviso to sub-section (5) of Section 135 of the Act. Accordingly, reporting under clause 3(xx)(a) of the Order is not applicable for the year.

(b) There are no unspent amounts towards Corporate Social Responsibility (CSR) in respect of ongoing projects requiring a transfer to a Special Account in compliance with sub-section (6) of Section 135 of the Act. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable for the year.

For P G BHAGWAT LLP
Chartered Accountants
Firm Registration Number: 101118W/W100682

Abhijit Shetye
Partner
Membership Number:151638
UDIN: 26151638KMLWXK3033
Pune
May 29, 2026

Annexure B to the Independent Auditors' Report

Referred to in paragraph 2(g) under the heading, "Report on Other legal and Regulatory Requirements" of our report on even date:
Report on the Internal Financial Controls with reference to Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ("the Act")

We have audited the internal financial controls with reference to the Financial Statements of KINGFA SCIENCE & TECHNOLOGY (INDIA) LIMITED ("the Company") as of March 31, 2026 in conjunction with our audit of the Financial Statements of the Company for the year ended on that date.

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

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

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

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

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

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

Opinion

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

For **P G BHAGWAT LLP**
Chartered Accountants
Firm Registration Number: 101118W/W100682

Abhijit Shetye
Partner
Membership Number: 151638
UDIN: 26151638KMLWXK3033

Pune
May 29, 2026

Balance Sheet as at 31 Mar 2026

(Rs.in Lakhs)

Particulars	Note no.	As at 31 March 2026	As at 31 March 2025
ASSETS			
I. Non-current assets		**37,738.33**	**30,150.17**
(a) Property, plant and equipment	2	30,021.63	24,381.13
(b) Capital work-in-progress	2	6,082.49	4 ,107.77
(c) Intangible assets	2	0.13	0.30
(d) Financial assets			
(i) Other financial assets	3	997.20	899.77
(e) Income Tax Assets (Net)	4	494.72	536.51
(f) Other non-current assets	5	142.16	224.69
II. Current assets		**1,37,682.14**	**85,411.61**
(a) Inventories	6	32,374.06	30,114.57
(b) Financial assets			
(i) Trade receivables	7	53,412.85	44,609.38
(ii) Cash and cash equivalents	8.a	13,558.30	2,348.03
(iii) Bank balance other than (ii) above	8.b	28,528.70	18.28
(iv) Other financial assets	3	2,414.77	877.87
(c) Other current assets	5	7,389.85	7,439.87
(d) Assets classified as held for sale	9	3.61	3.61
Total Assets		**1,75,420.47**	**1,15,561.78**
EQUITY AND LIABILITIES			
Equity		**1,39,930.88**	**72,860.89**
(a) Equity share capital	10	1 ,355.14	1 ,211.05
(b) Other equity			
i. Capital reserve	11	67.18	67.18
ii. Capital redemption reserve	11	87.09	87.09
iii. Securities premium reserve	11	73,253.59	24,878.38
iv. General reserve	11	1,122.76	1,122.76
v. Retained earnings	11	64,045.11	45,494.43
Liabilities			
I. Non-current liabilities		**1,586.06**	**483.32**
(a) Financial liabilities			
i. Borrowings	12	-	-
ii. Lease liability	13	1 ,236.32	206.08
iii. Other financial liabilities	14	-	2.00
(b) Deferred tax liabilities (Net)	15	242.95	167.19
(c) Government grants	16	106.79	108.05
II.Current liabilities		**33,903.54**	**42,217.56**
(a) Financial liabilities			
i. Borrowings	12	-	3,914.43
ii. Lease liabilities	13	304.06	179.74
iii. Trade and other payables	17		
-total outstanding dues of micro enterprises and small enterprises	17	1,464.83	1,020.70
-total outstanding dues of creditors other than micro enterprises and small enterprises	17	29,871.67	33,859.55
iv. Other financial liabilities	14	725.66	2 ,372.09
(b) Other current liabilities	18	717.96	378.54
(c) Short-term provisions	19	269.79	308.51
(d) Government grants	16	1.26	1.26
(e) Current tax liabilities(Net)	20	548.31	182.74
Total Equity and Liabilities		**1,75,420.47**	**1,15,561.77**

Material accounting policies 1 B. 4

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

As per our attached report of even date

For and on behalf of the board of directors of Kingfa Science & Technology (India) Limited

For P G BHAGWAT LLP
Chartered Accountants
Firm Registration Number : 101118W/W100682

ABHIJIT SHETYE
Partner
Membership Number : 151638
Pune : 29 May 2026

BO JINGEN
Managing Director
DIN : 06617986

DORAISWAMI BALAJI
Whole Time Director
DIN : 08256342

WANG DAZHONG
Chief Executive Officer

CHEN XIAOQIONG
Chief Financial Officer

DEEPAK VYAS
Company Secretary

Statement of profit and loss for the period ended 31 Mar 2026

(Rs.in Lakhs)

Particulars	Note no.	2025-26	2024-25
Income			
Revenue from operations	21	1,99,555.15	1,74,469.06
Other income	22	2,064.74	937.51
Total Income		**2,01,619.89**	**1,75,406.57**
Expenses			
Cost of raw materials and components consumed	23	1,36,597.50	1,24,459.78
Purchase of traded goods	24	15,804.59	12,237.15
Changes in inventories of finished goods, work-in-progress and traded goods	25	(623.97)	(1,927.49)
Employee benefits expense	26	4,850.29	3,932.83
Finance costs	27	375.49	665.52
Depreciation and amortisation expense	28	2,838.03	2,171.47
Other Expenses	29	16,787.43	13,259.36
Total expenses		**1,76,629.36**	**1,54,798.62**
Profit before exceptional items and tax		**24,990.53**	**20,607.95**
Exceptional items		**-**	**-**
Profit before tax		**24,990.53**	**20,607.95**
Tax expense		**6,464.68**	**5,322.43**
Current tax	30	6,372.29	5,167.87
(Excess)/short provision related to earlier years		24.99	82.40
Deferred tax	30	67.40	72.15
Profit for the year		**18,525.85**	**15,285.52**
Other comprehensive income			
Other Comprehensive Income (Net of tax expenses)		**24.83**	**(71.17)**
Re-measurement gains/(losses) on defined benefit plans		33.18	(95.11)
Income tax effect on above		(8.35)	23.94
Total other comprehensive income for the year, net of tax		**24.83**	**(71.17)**
Total comprehensive income for the year, net of tax		**18,550.68**	**15,214.35**
Earnings per equity share [nominal value per share Rs.10/- (31 March 2025: Rs.10/-)]			
Basic	35	**144.10**	126.22
Diluted	35	**144.10**	126.22

Material accounting policies 1 B. 4

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

As per our attached report of even date

For and on behalf of the board of directors of
Kingfa Science & Technology (India) Limited

For P G BHAGWAT LLP
Chartered Accountants
Firm Registration Number :
101118W/W100682

BO JINGEN
Managing Director
DIN : 06617986

DORAISWAMI BALAJI
Whole Time Director
DIN : 08256342

ABHIJIT SHETYE
Partner
Membership Number : 151638
Pune : 29 May 2026

WANG DAZHONG
Chief Executive Officer

CHEN XIAOQIONG
Chief Financial Officer

DEEPAK VYAS
Company Secretary

Statement of Cash Flow for the year ended 31 March 2026

(Rs.in Lakhs)

Particulars	31 March 2026	31 March 2025
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before Tax		
Adjustments to reconcile profit before tax to net cash flows:	**24,990.53**	**20,607.95**
Add:		
Depreciation and Amortisation	2 ,838.03	2,171.47
Provision for Impairment Loss	163.73	161.07
Provision for doubtful debts and advances (Net)	32.59	70.26
Bad debts written off	66.41	137.42
Loss on scrapping of fixed assets	0.54	-
Unrealised Loss / (Profit) on Foreign Currency Trade payable	409.76	(406.83)
Unrealised Loss / (Profit) on Foreign Currency on Trade receivable	(283.02)	10.79
Finance cost	375.49	665.52
	3,603.53	**2,809.70**
Less:		
Government Grant Income	1.26	1.26
Profit on sale of assets	-	0.20
Interest income	1 ,238.19	55.09
Provisions no longer required written back	682.03	443.68
- Provision for doubtful debts written back	49.03	205.29
	1,970.51	**705.52**
Operating Profit before working capital changes	**26,623.55**	**22,712.13**
Working Capital Adjustments		
(Increase) / Decrease in Trade and Other Receivables	(9,354.25)	(5,378.29)
(Increase) / Decrease in Inventories	(2,259.48)	(5,901.22)
Increase / (Decrease) in Trade and other Payables	(2,393.37)	1,056.74
Increase / (Decrease) in Provisions	(5.54)	83.47
	(14,012.64)	**(10,139.30)**
Net Cash generated from operations	**12,610.91**	**12,572.83**
Direct taxes paid (Net of refunds received if any)	(5,989.93)	(6,580.51)
NET CASH INFLOW FROM OPERATING ACTIVITIES	**6,620.98**	**5,992.32**
CASH FLOW FROM INVESTING ACTIVITIES		
Add :		
Sale of Property, Plant and Equipment	1.60	2.38
Interest received	386.86	40.22
	388.46	**42.60**
Less :		
Purchase of Property, Plant and Equipment	(11,129.09)	(3,032.95)
(Investment in) /Disposal of fixed deposits (Net)	(28,500.85)	6.15
	(39,629.94)	**(3,026.80)**
NET CASH (OUTFLOW) FROM INVESTING ACTIVITIES	**(39,241.48)**	**(2,984.20)**
CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issue of equity shares	49,999.92	-
Payment of share issue expenses	(1,480.63)	-
Repayment of borrowings (Net)	(3,914.43)	1,414.42
Interest paid (finance cost)	(242.95)	(726.22)
Principal element of lease payment including incidental cost	(531.08)	(178.96)
Final Dividend Paid	(0.06)	(1,205.37)
NET CASH INFLOW/(OUTFLOW) FROM FINANCING ACTIVITIES	**43,830.77**	**(696.13)**
Net increase / (decrease) in cash and cash equivalents	**11,210.27**	**2,311.99**
Opening Cash and Cash equivalents	**2,348.03**	**36.04**
Closing Cash and Cash equivalents (Refer note 8.a)	**13,558.30**	**2,348.03**

As per our attached report of even date

For P G BHAGWAT LLP
Chartered Accountants
Firm Registration Number :
101118W/W100682

ABHIJIT SHETYE
Partner
Membership Number : 151638
Pune : 29 May 2026

For and on behalf of the board of directors of
Kingfa Science & Technology (India) Limited

BO JINGEN
Managing Director
DIN : 06617986

DORAISWAMI BALAJI
Whole Time Director
DIN : 08256342

WANG DAZHONG
Chief Executive Officer

CHEN XIAOQIONG
Chief Financial Officer

DEEPAK VYAS
Company Secretary

Statement of changes in Equity for the year ended 31 March 2026

A. Equity Share Capital (Refer Note 10)

(Rs.in Lakhs)

Equity Shares of Rs 10 each issued, subscribed and fully paid	No.of Shares	Amount
As at 01 April 2024	**1,21,10,461**	**1,211.05**
Issue/Reduction, if any during the year	-	-
As at 31 March 2025	**1,21,10,461**	**1,211.05**
Issue/Reduction, if any during the year	14,40,920	144.09
As at 31March 2026	**1,35,51,381**	**1,355.14**

B. Other Equity (Refer Note 11)

(Rs.in Lakhs)

Particulars	Reserves and Surplus					Total equity
	Capital Reserve	Capital Redemption Reserve	Securities Premium	General Reserve	Retained Earnings	
Opening balance As at 01 April 2024	**67.18**	**87.09**	**24,878.38**	**1,122.76**	**31,491.13**	**57,646.54**
Profit/(Loss) for the year	-	-	-	-	15,285.52	15,285.52
Other comprehensive income for the year	-	-	-	-	(71.17)	(71.17)
Total Comprehensive income for the year	-	-		-	**15,214.35**	**15,214.35**
Final Dividend	-	-	-	-	(1,211.05)	(1,211.05)
Rights Issue Expenses	-	-	-	-	-	-
Received during the year	-	-	-	-	-	-
Closing Balance as at 31 March 2025	**67.18**	**87.09**	**24,878.38**	**1,122.76**	**45,494.43**	**71,649.84**
Opening Balance as at 01 April 2025	**67.18**	**87.09**	**24,878.38**	**1,122.76**	**45,494.43**	**71,649.84**
Premium received on Preferential Share Issue(Refer Note 11(5))	-	-	49,855.83	-	-	49,855.83
Preferential Share Issue Expenses (Refer Note 11(5))	-	-	(1,480.62)	-	-	(1,480.62)
Profit/(Loss) for the year	-	-	-	-	18,525.85	18,525.85
Other comprehensive income for the year	-	-	-	-	24.83	24.83
Total Comprehensive income for the year	**-**	**-**	**48,375.21**	**-**	**18,550.68**	**66,925.89**
Closing Balance as at 31 March 2026	**67.18**	**87.09**	**73,253.59**	**1,122.76**	**64,045.11**	**1,38,575.73**

As per our attached report of even date

For and on behalf of the board of directors of
Kingfa Science & Technology (India) Limited

For P G BHAGWAT LLP
Chartered Accountants
Firm Registration Number :
101118W/W100682

BO JINGEN
Managing Director
DIN : 06617986

DORAISWAMI BALAJI
Whole Time Director
DIN : 08256342

ABHIJIT SHETYE
Partner
Membership Number : 151638
Pune : 29 May 2026

WANG DAZHONG
Chief Executive Officer

CHEN XIAOQIONG
Chief Financial Officer

DEEPAK VYAS
Company Secretary

Note1: Notes To And Forming Part Of The Financial Statements As At And For The Year Ended 31st March 2026

A) Corporate Information

The Company is a Public Limited Company domiciled in India and is incorporated under the provisions of the Companies Act applicable in India. The registered office of the Company is located at Dhun Building, III Floor, 827, Anna Salai, Chennai – 600002.

The equity shares of the Company are listed on two recognized stock exchanges in India i.e. Bombay Stock Exchange Limited (BSE) and National Stock Exchange of India Limited (NSE).

The Company is a subsidiary company of M/s Kingfa Science & Technology Co. Ltd China.

The Company is engaged in the business of manufacturing and supply of high-quality reinforced polypropylene compounds, thermoplastics elastomers, fiber re-enforced composites and personal protective equipment (PPE) like mask and gloves.

The financial statements were approved by the Board of Directors and authorized for issue on 29 May 2026.

B) Basis of preparation of Financial Statements

B.1 i. Compliance with Ind AS

These financial statements have been prepared in accordance with Indian Accounting Standards ("Ind AS") as notified under the Companies(Indian Accounting Standards) Rules, 2015 read with Section 133 of the Companies Act, 2013 (the "Act") as amended from time to time.

The financial statements have been prepared on a historical cost basis, except for defined benefits plans- plan assets measured at fair value.

ii. Current Vs Non-Current Classification

The company presents assets and liabilities in the Balance Sheet based on current / non-current classification.

An asset is current when it is:

a. Expected to be realised or intended to be sold or consumed in normal operating cycle

b. Held primarily for the purpose of trading

c. Expected to be realised within twelve months after the reporting period, or

d. Cash or cash equivalents unless restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period

All other assets are classified as non- current

A liability is current when it is:

a. Expected to be settled in normal operating cycle

b. Held primarily for the purpose of trading

c. Due to be settled within twelve months from the reporting period, or

d. There is no unconditional right to defer the settlement of the liability for at least twelve months from the reporting period

All other assets are classified as non - current.

Deferred tax assets and liabilities are classified as non - current assets and liabilities.

B.2 New amendments issued but not effective

The Ministry of Corporate Affairs (MCA) has issued the following amendments to Indian Accounting Standards that are not yet effective as at the reporting date of 31st March 2026. The Company has not early adopted any of these amendments. Management is currently assessing the impact of these amendments on the Company's financial statements.

Standard	Nature of Amendment	Effective Date	Expected Impact on the Company
Ind AS 1 (Presentation of Financial Statements)	Removal of the Ind AS carve-out for post-reporting date covenant waivers. From April 1, 2026, if a covenant is breached at the reporting date, the related borrowing must be classified as current even if the lender grants a waiver after the reporting date but before financial statement approval.	April 1, 2026 (Mandatory)	Applicable. The Company's cash credit facility contains regular financial covenants. Management has reviewed the facility terms and assessed that, based on current financial performance, no covenant breach is anticipated at 31st March 2026. The amendment will be adopted from FY 2026-27.
Ind AS 10 (Events After the Reporting Period)	Minor terminology update replacing the word 'provision' with 'covenant' for consistency with revised Ind AS 1.	April 1, 2026 (Mandatory)	No material impact expected. Terminology change only.

B.3 Critical accounting judgments, estimates and assumptions

The preparation of the Company's financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. This note provides an overview of the areas that involve a higher degree of judgments or complexities and of items which are more likely to be materially adjusted due to estimates and assumptions turning out to be different than those originally assessed. Detailed information about each of these judgments, estimates and assumptions is mentioned below.

Judgments, estimates and assumptions are continually evaluated. They are based on historical experience and other factors, including expectations of future events that may have a financial impact on the company and that are believed to be reasonable under the circumstances.

(a) Judgements

In the process of applying the Company's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognized in the financial statements:

i. Contingent Liabilities

The Company has received various orders and notices from tax authorities in respect of direct and indirect taxes. The outcome of these matters may have a material effect on the financial position, results of operations or cash flows. Management regularly analyzes current information about these matters and provides provisions for probable contingent losses including the estimate of legal expense to resolve the matters. In making the decision regarding the need for loss provisions, management considers the degree of probability of an unfavourable outcome and the ability to make a sufficiently reliable estimate of the amount of loss. The filing of a suit or formal assertion of a claim against the Company or the disclosure of any such suit or assertions, does not automatically indicate that a provision of a loss may be appropriate.

ii. Segment Reporting

IND-AS 108 Operating Segments requires Management to determine the reportable segments for the purpose of disclosure in financial statements based on the internal reporting reviewed by Chief Operating Decision Maker (CODM) to assess performance and allocate resources. The standard also requires Management to make judgments with respect to aggregation of certain operating segments into one or more reportable segment.

The Company has determined that the Chief Operating Decision Maker (CODM) is the Board of Directors (BoD), based on its internal reporting structure and functions of the BoD. Operating segments used to present segment information are identified based on the internal reports used and reviewed by the BoD to assess performance and allocate resources.

iii. Leases

The company has applied provisions of IND AS 116 effective from 1st April 2019. The said standard provides for certain recognition exemptions for short term leases as well as provides for certain criteria when the lease contracts are non-enforceable. The determination of lease term for the purpose of availing such exemptions and evaluation of such criteria for non-enforceability of a contract involve significant judgment.

(b) Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Company based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising that are beyond the control of the Company. Such changes are reflected in the assumptions when they occur.

i. Defined benefit plans

The cost of the defined benefit plan and other post-employment benefits and the present value of such obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate, future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed at each reporting date. The parameter most subject to change is the discount rate. In determining the appropriate discount rate for plans operated in India, the management considers the interest rates of government bonds in currencies consistent with the currencies of the post-employment benefit obligation. The mortality rate is based on Indian Assured Lives Mortality (2012-14) Ultimate. Those mortality tables tend to change only at interval in response to demographic changes. Future salary increases and benefit increases are based on expected future inflation rates. Further details about employee benefit obligations are given in Note 32.a.

ii. Impairment of Financial Assets

The impairment provisions for financial assets disclosed under note 37.B are based on assumptions about risk of default and expected loss rates. The company uses judgement in making these assumptions and selecting the inputs to the impairment calculation, based on the company's past history, existing market conditions as well as forward looking estimates at the end of each reporting period.

B. 4 Material Accounting Policies

i. Revenue Recognition

a. Revenue towards satisfaction of performance obligations is measured at the amount of transaction price (net of variable
consideration) allocated to that performance obligation. The transaction price of goods sold and services rendered is net of
variable consideration on account of various discounts and schemes offered by the Company as part of the contract . Consideration is generally due upon satisfaction of performance obligations and a receivable is recognised when it becomes unconditional.

The Company manufactures and sells modified thermoplastic compounds. Sales are recognized when control of the products has been transferred, when the products are delivered to the customer and there is no unfulfilled obligation that could affect the customer's acceptance of the products. Delivery occurs when the products have been shipped, the risks of obsolescence and loss have been transferred to the customer, and either the customer has accepted the products in accordance with the sales contract, the acceptance provisions have lapsed, or the company has objective evidence that all criteria for acceptance have been satisfied.

A receivable is recognized when the goods are delivered as this is the point in time that the consideration is unconditional because only the passage of time is required before the payment is due. Sales are stated net of discounts, rebates and returns. It also excludes Goods and Service Tax.

b. Revenue from export incentives are accounted for on export of goods if the entitlements can be estimated with reasonable assurance and conditions precedent to claim are fulfilled.

c. Interest income from - debt instruments is recognized when it is probable that the economic benefits will flow to the Company and the amount of income can be measured reliably. Interest income is accrued on a timely basis, by reference to the principal outstanding and at the effective interest rate applicable, which is the rate that exactly discounts estimated future cash receipts through the expected life of the financial asset to that asset's net carrying amount on initial recognition.

ii. Property, Plant and Equipment

a. Property, plant and equipment; and construction in progress are stated at cost, net of accumulated depreciation and accumulated impairment losses. Such cost includes the cost of replacing parts of the property, plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. When significant parts of property, plant and equipment are required to be replaced at intervals, the Company recognizes such parts as individual assets with specific useful life and depreciates them accordingly. Likewise, when a major inspection is performed, its cost is recognized in the carrying amount of the Property, Plant and Equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognized in the Statement of Profit and Loss as incurred.

b. Capital work-in-progress comprises cost of fixed assets that are not yet installed and ready for their intended use at the balance sheet date.

c. Own manufactured assets are capitalized at cost including an appropriate share of allocable expenses.

Depreciation and Amortization

Depreciation is charged on the basis of useful life of assets on Straight Line method for Lease hold land, Buildings, Plant & Equipment and Right to use asset and written down value method for other assets.

Asset Category	Life in Years	Basis for useful life
Leasehold Land		Amortized over lease period
Plant & Equipment	15	Useful life based on Number of Shifts as prescribed under Schedule- II of Companies Act, 2013
Buildings (other than factory buildings) other than RCC Frame Structure	30	Life as prescribed under Schedule-II of Companies Act, 2013
Buildings (other than factory buildings) RCC Frame Structure	60	Life as prescribed under Schedule-II of Companies Act, 2013
Carpeted Roads-RCC	10	Life as prescribed under Schedule-II of Companies Act, 2013
Computers		
Network	6	Life as prescribed under Schedule-II of Companies Act, 2013
End user devices, such as, desktops, laptops, etc.	3 to 6	Life as prescribed under Schedule-II of Companies Act, 2013
Servers	6	Life as prescribed under Schedule-II of Companies Act, 2013
Electrical Installations	10	Life as prescribed under Schedule-II of Companies Act, 2013
Furniture & Fixture		
Furniture, Fixtures and Electrical Fittings	10	Life as prescribed under Schedule-II of Companies Act, 2013
Office Equipment	5	Life as prescribed under Schedule-II of Companies Act, 2013
Vehicles	8	Life as prescribed under Schedule-II of Companies Act, 2013

- Depreciation on additions is provided from the date when asset is ready to use.
- Depreciation on assets sold, discarded or demolished during the year is being provided at their respective rates on pro-rata basis up to the date on which such assets are sold, discarded or demolished.

An item of property, plant and equipment is derecognized upon disposal or when no future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the Statement of Profit and Loss when the asset is derecognized.

The residual values, useful lives and methods of depreciation of property, plant and equipment are reviewed at each financial year end and adjusted prospectively, if appropriate.

iii. Impairment of Assets

The Company assesses at each balance sheet date whether there is any indication due to internal or external factors that an asset or a group of assets comprising a Cash Generating Unit (CGU) may be impaired. If any such indication exists, the Company estimates the recoverable amount of the assets. If such recoverable amount of the assets or the recoverable amount (economic value in use) of the CGU to which the asset belongs is less than the carrying amount of the assets or the CGU as the case may be, the carrying amount is reduced to its recoverable amount and the reduction is treated as an impairment loss and is recognized in the profit and loss account. If at any subsequent balance sheet date there is an indication that a previously assessed impairment loss no longer exists, the recoverable amount is reassessed and the asset is reflected at recoverable amount subject to a maximum of depreciated historical cost and is accordingly reversed in the profit and loss account.

iv. Financial instruments – initial recognition and subsequent measurement

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

(a) Financial assets

(i) Initial recognition and measurement of financial assets

All financial assets are recognized initially at fair value plus, in the case of financial assets not recorded at fair value through profit or loss, transaction costs that are attributable to the acquisition of the financial assets. However, trade receivables that do not contain a significant financing component are measured at transaction price.

(ii) Subsequent measurement of financial assets

For the purposes of subsequent measurement, financial assets are classified in three categories:

- Financial assets at amortized cost
- Financial assets at fair value through other comprehensive income (FVOCI)
- Financial assets at fair value through profit or loss (FVTPL)
- Financial assets at amortized cost :

A financial asset is measured at amortized cost if:

- The financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows, and
- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

After initial measurement, such financial assets are subsequently measured by applying the effective interest rate (EIR) to the gross carrying amount of a financial asset if applicable. The EIR amortization is included in finance income in the statement of profit and loss. The losses arising from impairment are recognized in the statement of profit and loss.

• Financial assets at fair value through other comprehensive income

A financial asset is measured at fair value through other comprehensive income if:

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

After initial measurement, such financial assets, until they are derecognized or reclassified, are subsequently measured at fair value with unrealized gains or losses recognized in other comprehensive income except for interest income, impairment gains or losses and foreign exchange gains and losses which are recognized in the statement of profit and loss.

• Financial assets at fair value through profit or loss

A financial asset is measured at fair value through profit or loss unless it is measured at amortized cost or at fair value through other comprehensive income.

In addition, the Company may elect to classify a financial asset, which otherwise meets amortized cost or fair value through other comprehensive income criteria, as at fair value through profit or loss. However, such election is allowed only if doing so reduces or eliminates a measurement or recognition inconsistency (referred to as 'accounting mismatch').

After initial measurement, such financial assets are subsequently measured at fair value with unrealized gains or losses recognized in the statement of profit and loss.

(iii) Derecognition of financial assets

A financial asset is derecognized when:

- the contractual rights to the cash flows from the financial asset expire, or
- The Company has transferred its contractual rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party and either (a) the Company has transferred substantially all the risks and rewards of the asset, or (b) the Company has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Company has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, it evaluates if and to what extent it has retained the risks and rewards of ownership. When it has neither transferred nor retained substantially all of the risks and rewards of the asset, nor transferred control of the asset, the Company continues to recognize the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognizes an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Company has retained.

Continuing involvement that takes the form of a guarantee over the transferred asset is measured at the lower of the original carrying amount of the asset and the maximum amount of consideration that the Company could be required to repay.

(iv) Reclassification of financial assets

The Company determines classification of financial assets and liabilities on initial recognition. After initial recognition, no reclassification is made for financial assets which are equity instruments and financial liabilities. For financial assets which are debt instruments, a reclassification is made only if there is a change in the business model for managing those assets. Changes to the business model are expected to be infrequent. The Company's senior management determines change in the business model as a result of external or internal changes which are significant to the Company's operations. Such changes are evident to external parties. A change in the business model occurs when the Company either begins or ceases to perform an activity that is significant to its operations. If the Company reclassifies financial assets, it applies the reclassification prospectively from the reclassification date which is the first day of the immediately next reporting period following the change in business model. The Company does not restate any previously recognized gains, losses (including impairment gains or losses) or interest.

The Following Table show various reclassifications and how they are accounted for

Original classification	Revised classification	Accounting treatment
Amortised cost	FVTPL	Fair value is measured at reclassification date. Difference between previous amortized cost and fair value is recognised in the statement of Profit and loss.
FVTPL	Amortised cost	Fair value at reclassification date becomes its new gross carrying amount. EIR is calculated based on the new gross carrying amount.
Amortised cost	FVOCI	Fair value is measured at reclassification date. Difference between previous amortised cost and fair value is recognised in OCI. No change in EIR due to reclassification.
FVOCI	Amortised cost	Fair value at reclassification date becomes its new amortised cost carrying amount. However, cumulative gain or loss in OCI is adjusted against fair value. Consequently, the asset is measured as if it had always been measured at amortised cost.
FVTPL	FVOCI	Fair value at reclassification date becomes its new carrying amount. No other adjustment is required.
FVTOCI	FVTPL	Assets continue to be measured at fair value. Cumulative gain or loss previously recognized in OCI is reclassified to statement of profit and loss at the reclassification date.

(v) Impairment of financial assets

In accordance with Ind AS 109, the Company applies expected credit loss (ECL) model for measurement and recognition of impairment loss on the following financial assets and credit risk exposure:

- Financial assets that are debt instruments and are measured at amortized cost.
- Financial assets that are debt instruments and are measured as at FVOCI
- Lease receivables
- Trade receivables

The Company follows 'simplified approach' for recognition of impairment loss allowance on:

- Trade receivables, if they do not contain a significant financing component
Trade receivables or contract assets that contain a significant financing component, if the Company applies practical
- expedient to ignore separation of time value of money, and
- All lease receivables.

The application of simplified approach does not require the Company to track changes in credit risk. Rather, it recognizes impairment loss allowance based on lifetime ECLs at each reporting date, right from its initial recognition.

For recognition of impairment loss on other financial assets and risk exposure, the Company determines that whether there has been a significant increase in the credit risk since initial recognition. If credit risk has not increased significantly, 12-month ECL is used to provide for impairment loss. However, if credit risk has increased significantly, lifetime ECL is used. If, in a subsequent period, credit quality of the instrument improves such that there is no longer a significant increase in credit risk since initial recognition, then the entity reverts to recognizing impairment loss allowance based on 12-month ECL.

Lifetime ECL are the expected credit losses resulting from all possible default events over the expected life of a financial instrument. The 12-month ECL is a portion of the lifetime ECL which results from default events on a financial instrument that are possible within 12 months after the reporting date.

ECL is the difference between all contractual cash flows that are due to the Company in accordance with the contract and all the cash flows that the Company expects to receive (i.e., all cash shortfalls), discounted at the original EIR. When estimating the cash flows, an entity is required to consider:

- All contractual terms of the financial instrument (including prepayment, extension, call and similar options) over the expected life of the financial instrument. However, in rare cases when the expected life of the financial instrument cannot be estimated reliably, then the Company is required to use the remaining contractual term of the financial instrument.

- Cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

ECL impairment loss allowance (or reversal) recognized during the period is recognized as income/ expense in the statement of profit and loss. This amount is reflected in a separate line in the P&L as an impairment gain or loss. The balance sheet presentation for various financial instruments is described below:

- Financial assets measured as at amortized cost, contract assets and lease receivables: ECL is presented as an allowance, i.e. as an integral part of the measurement of those assets in the balance sheet. The allowance reduces the net carrying amount. Until the asset meets write-off criteria, the Company does not derecognize impairment allowance from the gross carrying amount.

- Loan commitments: ECL is presented as a provision in the balance sheet, i.e. as a liability.

In addition to the Expected Credit Loss (ECL) model prescribed under Ind AS 109 - Financial Instruments, the Company has recognized additional provisions on certain financial assets. These provisions are based on specific information and circumstances available at the reporting date that were assessed on a case-by-case basis, where such information indicates that the credit risk has increased significantly beyond the thresholds normally captured by the ECL model.

These additional provisions have been made to reflect management's best estimate of expected future cash flows, recoverability risks, and other qualitative factors specific to each counterparty or asset. The Company believes that this approach enhances the accuracy and prudence of financial reporting, especially in cases where forward-looking information or post-balance sheet events provide material evidence regarding the financial health or performance of counterparties.

Such provisions are reviewed periodically and adjusted as and when new information becomes available.

To assess the increase in credit risk and impairment loss, the Company combines financial instruments on the basis of shared credit risk characteristics with the objective of facilitating an analysis that is designed to enable significant increases in credit risk to be identified on a timely basis.

The Company does not have any purchased or originated credit-impaired (POCI) financial assets, i.e., financial assets which are credit impaired on purchase/ origination.

(b) Financial Liabilities

(i) Initial recognition and measurement of financial liabilities

All financial liabilities are recognized initially at fair value minus, in the case of financial liabilities not recorded at fair value through profit or loss, transaction costs that are attributable to the issue of the financial liabilities.

(ii) Subsequent measurement of financial liabilities

For the purposes of subsequent measurement, financial liabilities are classified and measured as follows:

- Financial liabilities at fair value through profit or loss

  Financial liabilities at fair value through profit or loss include financial liabilities held for trading and financial liabilities designated upon initial recognition as at fair value through profit or loss. Financial liabilities are classified as held for trading if they are incurred for the purpose of repurchasing in the near term. This category also includes derivative financial instruments entered into by the Company that are not designated as hedging instruments in hedge relationships as defined by Ind AS 109.

  Gains or losses on liabilities held for trading are recognized in the statement of profit and loss.

  Financial liabilities designated upon initial recognition at fair value through profit or loss are designated at the initial date

  of recognition, and only if the criteria in Ind AS 109 are satisfied. For liabilities designated as FVTPL, fair value gains/ losses attributable to changes in own credit risks are recognized in OCI. These gains/ losses are not subsequently transferred to P&L. However, the Company may transfer the cumulative gain or loss within equity. All other changes in fair value of such liability are recognized in the statement of profit and loss. The Company has not designated any financial liability as at fair value through profit and loss.

- Loans and Borrowings at amortized Cost

  Borrowings are initially recognized at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortized cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognized in profit or loss over the period of the borrowings using the effective interest method. Fees paid on the establishment of loan facilities are recognized as transaction case, the fee is deferred until the draw down occurs. To the extent there is no evidence that it is probable that some or all of the facility will be drawn down, the fee is capitalized as a prepayment for liquidity services and amortized over the period of the facility to which it relates.

  Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognized in profit or loss as other gains/(losses).

(iii) De-recognition of financial liabilities

A financial liability (or a part of a financial liability) is derecognized from its balance sheet when, and only when, it is extinguished i.e. when the obligation specified in the contract is discharged or cancelled or expired.
When an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as the derecognition of the original liability and the recognition of a new liability. The difference in the respective carrying amounts is recognized in the statement of profit and loss.

v. Foreign Currency Transactions

Functional and presentation currency

Items included in the financial statements of the Company are measured using the currency of the primary economic environment in which the entity operates (`the functional currency'). The financial statements are presented in Indian rupee (INR), which is the Company’s functional and presentation currency.

a. Initial Recognition

Foreign currency transactions are recorded in Indian currency, by applying the exchange rate between the Indian currency and the foreign currency at the date of the transaction.

b. Conversion

Current assets and current liabilities, Secured Loans, being monetary items, designated in foreign currencies are restated at the rate prevailing on the date of Balance Sheet or forward contract rate or other appropriate rate.

c. Exchange Differences

Exchange differences arising on the settlement and conversion of foreign currency transactions are recognized as income or as expenses in the year in which they arise.

vi. Leases

Lease is a contract that provides to the customer (lessee) the right to use an asset for a period in exchange for consideration.

Company as a lessee

A lessee is required to recognize assets and liabilities for all leases and to recognize depreciation of leased assets separately from interest on lease liabilities in the statement of Profit and Loss. The Company uses the practical expedient to apply the requirements of this standard to a portfolio of leases with similar characteristics if the effect on the financial statements of applying to the portfolio does not differ materially from applying the requirement to the individual leases within that portfolio.

However according to Ind AS 116, for leases with a lease term of 12 months or less (short-term leases) and for leases for which the underlying asset is of low value, not to recognize a right-of-use asset and a lease liability. The Company applies both recognition exemptions. The lease payments associated with those leases are generally recognized as an expense on a straight-line basis over the lease term or another systematic basis if appropriate.

Right to use asset

Right-of-use assets, which are included under property, plant and equipment, are measured at cost less any accumulated depreciation and, if necessary, any accumulated impairment. The cost of a right-of-use asset comprises the present value of the outstanding lease payments plus any lease payments made at or before the commencement date less any lease incentives received, any initial direct costs and an estimate of costs to be incurred in dismantling or removing the underlying asset. In this context, the Company also applies the practical expedient that the payments for non-lease components are generally recognized as lease payments. If the lease transfers ownership of the underlying asset to the lessee at the end of the lease term or if the cost of the right-of-use asset reflects that the lessee will exercise a purchase option, the right-of-use asset is depreciated to the end of the useful life of the underlying asset. Otherwise, the right-of-use asset is depreciated to the end of the lease term.

Lease liability

Lease liabilities, which are assigned to financing liabilities, are measured initially at the present value of the lease payments. Subsequent measurement of a lease liability includes the increase of the carrying amount to reflect interest on the lease liability and reducing the carrying amount to reflect the lease payments made.

vii. Inventories

a. Raw materials, components, stores and spares are valued at cost or net realizable value whichever is lower. Cost includes all cost of purchase and incidental expenses incurred in bringing the inventories to their present location and condition. Cost is ascertained using weighted average cost method.

b. Work-in-process including finished components and finished goods are valued at cost or realizable value whichever is lower. Cost includes direct materials, labor costs and a proportion of manufacturing overheads based on the normal operating capacity.

c. Materials-in-transit and materials in bonded warehouse are valued at actual cost incurred up to the date of balance sheet.

Net realizable value is the estimated selling price in the ordinary course of business, less estimated costs of completion and the estimated costs necessary to make the sale.

viii. Taxes

Current income tax

Current income tax assets and liabilities are measured at the amounts expected to be recovered from or paid to the taxation authorities; on the basis of the taxable profits computed for the current accounting period in accordance with Income Tax Act, 1961. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted at the reporting date.

Current income tax relating to items recognized in other comprehensive income or directly in equity is recognized in other comprehensive income or in equity, respectively, and not in the statement of Profit and Loss. The Management periodically evaluates positions taken in the tax returns with respect to situations in which applicable tax regulations are subject to interpretation and establishes provisions where appropriate.

Deferred tax

Deferred tax is provided using the liability method on temporary differences between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes at the reporting date.

Deferred tax liabilities are recognized for all taxable temporary differences, except:

- When the deferred tax liability arises from the initial recognition of goodwill or an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit or taxable profit or loss;

Deferred tax assets are recognized for all deductible temporary differences including, the carry forward of unused tax credits and any unused tax losses. Deferred tax assets are recognized to the extent that it is probable that taxable profit will be available against which the deductible temporary differences, and the carry forward of unused tax credits and unused tax losses can be utilized, except:

- When the deferred tax asset relating to the deductible temporary difference arises from the initial recognition of an asset or liability in a transaction that is not a business combination and, at the time of the transaction, affects neither the accounting profit nor taxable profit or loss;
- In respect of deductible temporary differences associated with investments in subsidiaries, associates and interests in joint arrangements, deferred tax assets are recognized only to the extent that it is probable that the temporary differences will reverse in the foreseeable future and taxable profit will be available against which the temporary differences can be utilized.

The carrying amount of deferred tax assets is reviewed at each reporting date and reduced to the extent that it is no longer probable that sufficient taxable profit will be available to allow all or part of the deferred tax asset to be utilized. Unrecognized deferred tax assets are re- assessed at each reporting date and are recognized to the extent that it has become probable that future taxable profits will allow the deferred tax asset to be recovered.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply in the year when the asset is realized or the liability is settled, based on tax rates (and tax laws) that have been enacted or substantively enacted at the reporting date.

Deferred tax relating to items recognized outside the statement of profit and loss is recognized outside the profit or loss. Deferred tax items are recognized in correlation to the underlying transaction either in other comprehensive income or directly in equity.

Deferred tax assets and deferred tax liabilities are offset if a legally enforceable right exists to set off current tax assets against current tax liabilities and the deferred taxes relate to the same taxable entity and the same taxation authority.

Goods & Service Tax (GST)

Expenses and assets are recognized net of the amount of GST, except:

- When the GST incurred on a purchase of assets or services is not recoverable from the taxation authority, in which case, the GST is recognized as part of the cost of acquisition of the asset or as part of the expense item, as applicable.
- When receivables and payables are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the taxation authority is included as part of receivables or payables in the balance sheet.

ix. Non-Current Assets held for sale

Non-current assets and disposal groups are classified as held for sale if their carrying amounts will be recovered principally through a sale transaction rather than through continuing use. Non-current assets and disposal groups classified as held for sale are measured at the lower of their carrying amount and fair value less costs to sell. This condition is regarded as met only when the sale is highly probable and the asset or disposal group is available for immediate use in its present condition. Management must be committed to the sale, which should be expected to qualify for recognition as a completed sale within one year from the date of classification.

x. Employee Benefits

a. Short Term Employee Benefits

The distinction between short term and long term employee benefits is based on expected timing of settlement rather than the employee's entitlement benefits. All employee benefits payable within twelve months of rendering the service are classified as short term benefits. Such benefits include salaries, wages, bonus, short term compensated absences, awards, ex-gratia, performance pay etc. and are recognized in the period in which the employee renders the related service.

b. Post-Employment Benefits

1. Defined contribution plan

The Company makes payment to state government provident fund scheme and employee state insurance scheme which are defined contribution plans. The contribution paid/payable under the schemes is recognized in the statement of profit and loss during the period in which the employee renders the related service. The Company has no further obligations under these schemes beyond its periodic contributions.

2. Defined benefit plan

The employee's gratuity fund scheme is Company's defined benefit plans. The present value of the obligation under such defined benefit plans is determined based on the actuarial valuation using the Projected Unit Credit Method as at the date of the Balance sheet. In case of funded plans, the fair value of plan asset is reduced from the gross obligation under the defined benefit plans, to recognize the obligation on a net basis.

Re-measurements, comprising of actuarial gains and losses, the effect of the asset ceiling, excluding amounts included in net interest on the net defined benefit liability and the return on plan assets (excluding amounts included in net interest on the net defined benefit liability), are recognized immediately in the Balance Sheet with a corresponding debit or credit to retained earnings through OCI in the period in which they occur. Re-measurements are not reclassified to the profit or loss in subsequent periods.

Past service costs are recognized in the statement of profit and loss on the earlier of:

- The date of the plan amendment or curtailment, and
- The date that the Company recognizes related restructuring cost

Net interest is calculated by applying the discount rate to the net defined benefit liability or asset. The Company recognizes the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- Service costs comprising current service costs, past-service costs, gains and losses on curtailments and non-routine settlements; and
- Net interest expense or income.

The Employee Group Gratuity Fund and the Employee Superannuation Fund respectively have been constituted through Kingfa Science and Technology (India) Limited Employees Group Gratuity Trust and Kingfa Science and Technology (India) Limited Employee Superannuation Trust in which Company Secretary is a Trustee.

3. Other long term employment benefits:

The employee's long term compensated absences are Company's other long term benefit plans. The present value of the obligation is determined based on the actuarial valuation using the Projected Unit Credit Method as at the date of the Balance sheet. In case of funded plans, the fair value of plan asset is reduced from the gross obligation, to recognize the obligation on a net basis.

In regard to other long term employment benefits, the Company recognizes the net total of service costs; net interest on the net defined benefit liability (asset); and re-measurements of the net defined benefit liability (asset) in the statement of profit and loss.

4. The company does not offer any Termination benefits to its employees.

xi. Provisions and Contingencies

Necessary provisions are made for the present obligations that arise out of past events entailing future outflow of economic resources. Such provisions reflect best estimates based on available information.

However a disclosure for a contingent liability is made when there is a possible obligation or a present obligation that may, but probably will not, require an outflow of resources. When there is a possible obligation or a present obligation in respect of which the likelihood of outflow of resources is remote, no provision or disclosure is made.

xii. Government Grant

Grants and subsidies from the government are recognized if the following conditions are satisfied,

- There is reasonable assurance that the Company will comply with the conditions attached to it.
- Such benefits are earned and reasonable certainty exists of the collection.

However, company has opted for recording non monitory government grants at nominal value as per the Companies (India Accounting Standards) second amendment rule 2018 notified as on 20th September 2018

xiii. Segment Reporting

The business of the Company falls under a single Reportable segment i.e. "Modified thermoplastic compounds" for the purpose of Ind AS 108.

B.5 Other accounting policies

i. Fair value measurement

The Company measures financial instruments such as Investments at fair value at each balance sheet date.
Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability

Or

- In the absence of a principal market, in the most advantageous market for the asset or liability.

The principal or the most advantageous market must be accessible by the Company.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

A fair value measurement of a non-financial asset takes into account a market participant's ability to generate economic benefits by using the asset in its highest and best use or by selling it to another market participant that would use the asset in its highest and best use.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available to measure fair value, maximizing the use of relevant observable inputs and minimizing the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 — Quoted (unadjusted) market prices in active markets for identical assets or liabilities.
- Level 2 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.
- Level 3 — Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

For assets and liabilities that are recognized in the financial statements on a recurring basis, the Company determines whether transfers have occurred between levels in the hierarchy by re-assessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

The Company's management determines the policies and procedures for both recurring fair value measurement, such as derivative instruments and unquoted financial assets measured at fair value.

When required, external valuation experts are involved for valuation of assets and liabilities as per requirement of standard. Involvement of external valuation experts is decided upon annually by the management.

ii. Intangible Assets

Intangible assets are recognized when it is probable that the future economic benefits that are attributable to the assets will flow to the Company and the cost of the asset can be measured reliably.

Internally generated intangibles, excluding capitalized developments costs, are not capitalized and the related expenditure is reflected in the statement of profit and loss for the period in which expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite. The amortization period and amortization method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits embodied in the asset are considered to modify the amortization period or method, as appropriate, and are treated as changes in accounting estimates.

Intangible assets with finite useful lives are amortized by using Written down value over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset maybe impaired. Amortization of Intangible assets is included in the depreciation and amortization in the statement of Profit and Loss.

Sr. No	Asset category	Life in years
1	Computer Software	3 to 6

Intangible assets with indefinite useful life, if any are not amortized, but are tested for impairment annually, either individually or at the cash-generating unit level. The assessment of indefinite life is reviewed annually to determine whether the indefinite life continues to be supportable. If not, the change in useful life from indefinite to finite is made on a prospective basis.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of profit and loss when the asset is derecognized.

Intangible assets are recorded at the consideration paid for acquisition. In case of internally generated intangible assets, expenditure incurred in development phase, where it is reasonably certain that the outcome of development will be commercially exploited to yield future economic benefits to the Company, is considered as an intangible asset. Such developmental expenditure is capitalized at cost including a share of allocable expenses.

iii. Cash and cash equivalents

Cash comprises cash on hand and demand deposits with banks. For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities in the balance sheet.

iv. Trade Receivables

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. Trade receivables are recognised initially at the amount of consideration that is unconditional unless they contain significant financing components, when they are recognised at fair value. The company holds the trade receivables with the objective of collecting the contractual cash flows and therefore measures them subsequently at amortised cost using the effective interest method, less loss allowance.

v. Trade and other payables

These amounts represent liabilities for goods and services provided to the company prior to the end of the financial year which are unpaid. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognised initially at their fair value and subsequently measured at amortised cost using the effective interest method.

vi. Borrowings

Borrowings are initially recognised at fair value, net of transaction costs incurred. Borrowings are subsequently measured at amortised cost. Any difference between the proceeds (net of transaction costs) and the redemption amount is recognised in profit or loss over the period of the borrowings using the effective interest method.

Borrowings are removed from the balance sheet when the obligation specified in the contract is discharged, cancelled or expired. The difference between the carrying amount of a financial liability that has been extinguished or transferred to another party and the consideration paid, including any non-cash assets transferred or liabilities assumed, is recognised in profit or loss as other gains/(losses).

Borrowings are classified as current liabilities unless the company has an unconditional right to defer settlement of the liability for at least 12 months after the reporting period. Where there is a breach of a material provision of a long-term loan arrangement on or before the end of the reporting period with the effect that the liability becomes payable on demand on the reporting date, the entity does not classify the liability as current, if the lender agreed, after the reporting period and before the approval of the financial statements for issue, not to demand payment as a consequence of the breach.

vii. Borrowing Cost

Borrowing Costs directly attributable to the acquisition, construction or production of qualifying assets are capitalized till the month in which the asset is ready to use, as part of the cost of that asset. Other borrowing costs are recognized as expenses in the period in which these are incurred.

viii. Cash dividend

The Company recognizes a liability to make cash distributions to the equity holders of the Company when the distribution is authorized and the distribution is no longer at the discretion of the Company. As per the provisions of Companies Act, 2013, a distribution is authorized when it is approved by the shareholders. A corresponding amount is recognized directly in equity.

Non-cash distributions, if any, are measured at the fair value of the assets to be distributed with fair value re-measurement recognized directly in equity.

Upon distribution of non-cash assets, any difference between the carrying amount of the liability and the carrying amount of the assets distributed is recognized in the statement of profit and loss.

ix. Earnings Per Share

Earnings per share is calculated by dividing the net profit or loss for the year attributable to equity shareholders by the weighted average number of equity shares outstanding during the year.

x. Cash Flow Statement

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

xi. Rounding of amounts

All amounts disclosed in the financial statements and notes have been rounded off to the nearest lakhs as per the requirement of Schedule III, unless otherwise stated.

Note 2: Property, plant and equipment, Intangible assets and Capital work in progress

(Rs.in Lakhs)

Fixed Assets	Land Freehold	Right to Use Land	Buildings	Plant & Equipment	Furniture & Fixture	Vehicles	Office Equipment	Computers	Right to Use Building	Total	Intangible Assets Software	Grand Total	Capital work in progress
Gross Block													
As At 01 April 2024	28.01	4,299.90	16,046.28	13,719.03	280.34	199.53	254.28	229.98	741.26	35,798.61	34.06	35,832.67	204.61
Additions	-	-	117.77	778.24	126.91	146.60	14.51	75.59	263.02	1,522.64	-	1,522.64	5,056.63
Assets classified as held for sale	-	-	-	-	-	-	-	-	-	-	-	-	-
Deductions/Transfer	-	-	-	(2.18)	-	-	-	-	(13.33)	(15.51)	-	(15.51)	(1,153.47)
As At 31 March 2025	**28.01**	**4,299.90**	**16,164.05**	**14,495.09**	**407.25**	**346.13**	**268.79**	**305.57**	**990.95**	**37,305.74**	**34.06**	**37,339.80**	**4,107.77**
As At 01 April 2025	28.01	4,299.90	16,164.05	14,495.09	407.25	346.13	268.79	305.57	990.95	37,305.74	34.06	37,339.80	4,107.77
Additions	-	-	155.24	6 ,612.98	52.20	164.30	8.31	40.09	1,611.10	8,644.22	-	8,644.22	9,004.13
Assets classified as held for sale	-	-	-	-	-	-	-	-	-	-	-	-	-
Deductions/Transfer	-	-	-	(13.30)	-	(20.90)	-	-	-	(34.20)	-	(34.20)	(7,029.41)
As At 31 March 2026	**28.01**	**4,299.90**	**16,319.29**	**21,094.77**	**459.45**	**489.53**	**277.10**	**345.66**	**2,602.05**	**45,915.76**	**34.06**	**45,949.82**	**6,082.49**
Depreciation													
Upto 01 April 2024	-	336.45	1 ,322.28	7 ,502.39	112.28	128.09	108.12	195.93	520.05	10,225.59	33.35	10,258.94	-
For The Year	-	45.19	503.11	1 ,292.51	50.37	41.37	69.61	37.40	131.50	2,171.06	0.41	2,171.47	-
Deductions	-	-	-	-	-	-	-	-	-	-	-	-	-
As At 31 March 2025	-	**381.64**	**1,825.39**	**8,794.90**	**162.65**	**169.46**	177.73	**233.33**	**651.55**	**12,396.65**	**33.76**	12,430.41	-
Depreciation													
Upto 01 April 2025	-	381.64	1 ,825.39	8 ,794.90	162.65	169.46	177.73	233.33	651.55	12,396.65	33.76	12,430.41	-
For The Year	-	45.19	509.08	1 ,610.47	72.36	75.28	43.22	61.08	421.18	2 ,837.86	0.17	2,838.03	-
Deductions	-	-	-	(13.10)	-	(18.97)	-	-	-	(32.07)	-	(32.07)	-
As At 31 March 2026	-	**426.83**	**2,334.47**	**10,392.27**	**235.01**	**225.77**	**220.95**	**294.41**	**1,072.73**	**15,202.44**	**33.93**	**15,236.37**	-
Provision for Impairment Loss													
Upto 01 April 2024	-	3.82	59.04	303.66	0.04	0.10	0.04	0.19	-	366.89	-	366.89	-
For The Year	-	-	-	161.07	-	-	-	-	-	161.07	-	161.07	-
Deductions	-	-	-	-	-	-	-	-	-	-	-	-	-
As At 31 March 2025	-	**3.82**	**59.04**	**464.73**	**0.04**	**0.10**	**0.04**	**0.19**	-	**527.96**	-	**527.96**	-
Upto 01 April 2025	-	3.82	59.04	464.73	0.04	0.10	0.04	0.19	-	527.96	-	527.96	-
For The Year	-	-	-	163.73	-	-	-	-	-	163.73	-	163.73	-
Deductions	-	-	-	-	-	-	-	-	-	-	-	-	-
As At 31 March 2026	-	**3.82**	**59.04**	**628.46**	**0.04**	**0.10**	**0.04**	**0.19**	-	**691.69**	-	**691.69**	-
Net Block													
As At 31 March 2026	**28.01**	**3,869.25**	**13,925.78**	**10,074.04**	**244.40**	**263.66**	**56.11**	**51.06**	**1,529.32**	**30,021.63**	**0.13**	**30,021.76**	**6,082.49**
As At 31 March 2025	**28.01**	**3,914.44**	**14,279.62**	**5,235.46**	**244.56**	**176.57**	**91.02**	**72.05**	**339.40**	**24,381.13**	**0.30**	**24,381.43**	**4,107.77**

Notes :

1. For Depreciation and amortisation refer accounting policy (Note 1B.4.ii).
2. Capital work in progress : Capital work-in-progress comprises cost of assets that are not yet installed and ready for their intended use at the balance sheet date.
3. The company has made provision for impairment loss during the year Rs. 163.73 lakhs against Plant & Machinery related to Mask Manufacturing unit at Chakan location (31 March 2025: Rs.161.07 Lakhs against Plant & Machinery related to Mask Manufacturing unit at Chakan location).
4. Buildings: Includes Buildings located on the Leasehold Land for which there is a duly executed lease deed in place
5. Refer Note 13.i & ii for additional information relating to right-of-use assets and lease liabilities.

7. The capital work-in-progress ageing schedule:

(i) For year ended 31 March 2026

(Rs.in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Grand Total
Projects in progress					
Bhiwadi Plant	4,655.64	0.00	0.00	0.00	4,655.64
Others^	1,358.43	68.42	0.00	0.00	1,426.85
Total	**6,014.07**	**68.42**	**0.00**	**0.00**	**6,082.49**

^ Others mainly includes plant and machinery to be installed at Chakan location.

(ii) For year ended 31 March 2025

(Rs.in Lakhs)

Particulars	Amount in CWIP for a period of				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Grand Total
Projects in progress					
Chakan project	104.86	57.62	0.00	0.00	162.48
Others^^	3,945.29	0.00	0.00	0.00	3,945.29
Total	**4,050.15**	**57.62**	**0.00**	**0.00**	**4,107.77**

^^ Others mainly includes plant and machinery to be installed at Chakan location.

8. For capital-work-in progress, whose completion was overdue or was exceeded its cost compared to its original plan the project wise details of when the project is expected to be completed is given below as of March 31, 2026 and March 31, 2025:

(i) For year ended March 31st, 2026

(Rs.in Lakhs)

Particulars	To be completed in				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Grand Total
Projects in progress					
Others^^^	68.42	0.00	0.00	0.00	68.42
Total	**68.42**	**0.00**	**0.00**	**0.00**	**68.42**

^^^ Others mainly includes plant and machinery to be installed at Bhiwadi location.

(ii) For year ended March 31st, 2025

Particulars	To be completed in				
	Less than 1 year	1 to 2 years	2 to 3 years	More than 3 years	Grand Total
Projects in progress					
Chakan project	162.48	0.00	0.00	0.00	162.48
Total	**162.48**	**0.00**	**0.00**	**0.00**	**162.48**

Note 3 : Other financial assets

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
(a) Non-current		
Security deposits considered good - Unsecured	996.55	889.48
Deposits with bank with remaining maturity of more than twelve months	0.65	10.29
Total non-current other financial assets	**997.20**	**899.77**
(b) Current		
Security deposits	75.18	42.47
Less: Provision for doubtful deposit	(21.10)	-
	54.08	**42.47**
Discount Receivable	1,454.29	775.77
Others	906.40	59.63
- Employee Advances	14.56	19.12
- Interest Receivable (refer Note i below)	891.84	40.51
Total Other current assets	**2,414.77**	**877.87**

i. Interest receivable includes interest on electricity board deposit and fixed deposit.

Note 4 : Income Tax Assets (Net)

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Tax paid in advance(net of provision)	494.72	536.51
Total	494.72	536.51

Note 5 : Other non-current assets

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
(a) Non-current		
Capital advances		
Unsecured considered good	283.78	338.08
Less: Loss allowance	(158.26)	(146.77)
	125.52	**191.32**
Balance with Government authorities	66.29	82.02
Less: Loss allowance	(49.65)	(49.65)
	16.64	**32.37**
Prepaid expenses		1.00
Total Other Non-current assets	**142.16**	**224.69**
(b) Current		
Advance to suppliers	1,541.58	1,606.20
Less: Loss allowance	(20.61)	(20.61)
	1,520.97	**1,585.59**
Balance with Government authorities	5,730.45	5,658.57
Prepaid expenses	51.43	31.59
Export Incentive Receivable	79.24	154.08
Others	7.76	10.04
Total Other current assets	**7,389.85**	**7,439.87**

Movement of Loss allowance

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Opening Balance	167.38	146.77
Provided During the year	1 1.49	20.61
(Less) Provision Reversed	-	-
Closing Balance	178.87	167.38

Note 6 : Inventories

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Raw materials	**16,376.44**	**15,033.49**
Raw materials and components	11,864.91	10,651.47
Raw materials in transit	4,511.53	4,382.02
Work-in-progress	646.32	456.92
Finished goods	7,642.22	8,866.53
Traded goods in transit	1,229.51	878.99
Traded goods	5,393.21	4,084.85
Stores and spares	1,086.36	793.79
Total	**32,374.06**	**30,114.57**

1. Write-down of inventories to net realisable value/(reversal of provision for such write-down), resulted in net loss/(gain) of Rs.300.20 Lakhs [31 March 2025: (Rs.148.80) Lakhs]. These were recognised as an expense/(income) in the statement of profit and loss.

Note 7 : Trade receivables

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Unsecured		
Trade Receivable from contracts with customers	50,575.71	42,847.95
Trade Receivable from contracts with customers- related party (Refer Note 33)	3,285.74	2,259.07
Less: Loss allowance	(448.60)	(497.64)
Total	**53,412.85**	**44,609.38**

1. Break-up for security details	As at 31 Mar 2026	As at 31 Mar 2025
Trade receivables considered good - Secured	-	-
Trade receivables considered good - Unsecured	53,861.45	45,107.02
Trade receivables which have significant increase in credit risk	-	-
Trade receivables - credit impaired	-	-
Total	**53,861.45**	**45,107.02**
Loss allowance	(448.60)	(497.64)
Total Trade Receivables	**53,412.85**	**44,609.38**

2. Movement of loss allowance

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Opening Balance	497.64	702.93
Provided During the year	17.37	90.06
Provision reversed during the year	(66.41)	(295.35)
Closing Balance	448.60	497.64

3. Refer Note 36.b on credit risk of trade receivables, which explains how the Company manages and measures credit quality of trade receivables that are neither past due nor impaired.

Trade receivables ageing schedule for the year ended as on March 31, 2026

(Rs.in Lakhs)

Particulars	Unbillled	Not due	Outstanding for following period from due date of payment					
			Less than 6	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total (Mar'26)
Undisputed Trade receivables–considered good	-	45,992.80	7,174.86	174.25	85.25	135.34	178.39	53,740.89
Undisputed Trade receivables–which have significant increase in credit risk	-	-	-	-	-	-	-	-
Undisputed Trade receivables–credit impaired	-	-	-	-	-	-	-	-
Disputed Trade receivables–considered good	-	-	0.10	-	-	55.98	64.48	120.56
Disputed Trade receivables–which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed Trade receivables–credit impaired	-	-	-	-	-	-	-	-
Less:Loss allowance	-	-	-	-	-	-	-	(448.60)
Total Trade Receivables								**53,412.85**

Trade receivables ageing schedule for the year ended as on March 31, 2025

(Rs.in Lakhs)

Particulars	Unbillled	Not due	Outstanding for following period from due date of payment					
			Less than 6	6 months to 1 year	1-2 years	2-3 years	More than 3 years	Total (Mar'25)
Undisputed Trade receivables–consideredgood	-	37,981.44	6,344.60	133.42	167.39	156.50	123.10	44,906.45
Undisputed Trade receivables–which have significant increase in credit risk	-	-	-	-	-	-	-	-
Undisputed Trade receivables–credit impaired	-	-	-	-	-	-	-	-
Disputed Trade receivables–considered good	-	-	0.58	7.76	58.74	2.63	130.86	200.57
Disputed Trade receivables–which have significant increase in credit risk	-	-	-	-	-	-	-	-
Disputed Trade receivables–credit impaired	-	-	-	-	-	-	-	-
Less:Loss allowance	-	-	-	-		-	-	(497.64)
Total Trade Receivables								**44,609.38**

Note 8.a : Cash and cash equivalents

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Balance with Bank	**13,556.35**	**2,346.76**
Current accounts and debit balance in cash credit accounts	13,556.35	2,346.76
Cash on hand	1.95	1.27
Total	**13,558.30**	**2,348.03**

Note 8.b : Other bank balances

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Earmarked balances with bank	5.62	5.68
Deposits with bank with original maturity of more than three months but less than 12 months	15,000.00	12.60
Deposits with bank with original maturity of more than or equal to twelve months and remaining maturity of less than 12 months	13,523.08	-
Total	**28,528.70**	**18.28**

1. Refer Note 37 C) ii) for further details on cash and cash equivalent

2. There are no repatriation restrictions with regard to cash and cash equivalents as at the end of the reporting period and prior periods.

Note 9: Assets classified as held for sale

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Land Freehold	3.61	3.61
Total	**3.61**	**3.61**

1. During the FY 2022-2023, Pudukkottai land was classified as held for sale in accordance with Ind AS 105. These assets were expected to be sold within one year from the date of classification. However as of March 31, 2026, these assets have not been sold due to pendency in completing the administrative formalities and documentation. The management remains committed to a plan to sell the assets and has identified the prospective customer. The sale is expected to be completed by October 2026. Therefore, the assets continue to be classified as held for sale and are measured at the lower of their carrying amount and fair value less costs to sell.

Note 10 : Share capital

Particulars	No. of Shares	Rs. in Lakhs
Authorised equity share capital (Shares of Rs.10 each)		
As at 1 April 2024	**1,80,00,000**	**1,800.00**
Increase/(decrease) during the year	-	-
As at 31 March 2025	**1,80,00,000**	**1,800.00**
Increase/(decrease) during the year	-	-
As at 31 March 2026	**1,80,00,000**	**1,800.00**
Authorised 16% Cumulative Redeemable Preference Shares (Shares of Rs.100 each)		
As at 1 April 2024	**3,00,000**	**300.00**
Increase/(decrease) during the year	-	-
As at 31 March 2025	**3,00,000**	**300.00**
Increase/(decrease) during the year	-	-
As at 31 March 2026	**3,00,000**	**300.00**
Issued, subscribed and fully paid up equity share capital (Shares of Rs.10 each)		
As at 1 April 2024	**1,21,10,461**	**1,211.05**
Increase/(decrease) during the year	-	-
As at 31 March 2025	**1,21,10,461**	**1,211.05**
Increase/(decrease) during the year - Refer Note11(5)	14,40,920	144.09
As at 31 March 2026	**1,35,51,381**	**1,355.14**
Total	**1,35,51,381**	**1,355.14**

Terms/Rights attached to the equity shares

1. The company is authorised to issue Equity and 16% Cumulative Redeemable Preference shares. However the Company has only one class of equity shares having a par value of Rs 10/- each. Each equity shareholder is entitled to one vote per share and has a right to receive dividend as recommended by Board of Directors subject to the necessary approval from the shareholders.
2. In the event of liquidation of the Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.
3. 9,082,214 (31 March 2025- 9,082,214) equity shares are held by the holding company, Kingfa Sci. & Tech. Co. Ltd., China in the paid-up share capital of the company.
4. Number of Shares held by each shareholder holding more than 5% Shares in the Company

Particulars	Kingfa Sci. & Tech Co. Ltd. China	Hongkong Victory Investment Co., Ltd, Hongkong
As at 31 March 2025		
No. of Shares	90,82,214	7,65,100
% of Shareholding	74.99%	6.32%
As at 31 March 2026		
No. of Shares	90,82,214	7,65,100
% of Shareholding	67.02%	5.65%

5. Details of share holding of promoters

Name of the promoter		No. of shares	Percentage of total no. of shares	Percentage change during the year
Kingfa Sci. & Tech. Co. Ltd. China				
	As at 31 March 2026	90,82,214	67.02%	-7.97%
	As at 31 March 2025	90,82,214	74.99%	0.00%

6. No shares were allotted as fully paid up for the period of five years immediately preceding March 31, 2026 either in the nature of bonus shares or pursuant to any contract without payment being received in cash.

Note 11 : Other Equity

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
CAPITAL RESERVE		
Opening Balance	67.18	67.18
Closing Balance	**67.18**	**67.18**
CAPITAL REDEMPTION RESERVE		
Opening Balance	87.09	87.09
Closing Balance	**87.09**	**87.09**
SECURITIES PREMIUM		
Opening Balance	24,878.38	24,878.38
Add : Premium received on Preferential Share Issue (Refer Note 4 below)	49,855.83	-
Less : Preferential Share Issue Expenses (Refer Note 4 below)	(1,480.62)	-
Closing Balance	**73,253.59**	**24,878.38**
GENERAL RESERVE		
Opening Balance	1,122.76	1,122.76
Closing Balance	**1,122.76**	**1,122.76**
RETAINED EARNINGS		
Opening Balance	45,494.43	31,491.13
Retained Earning (IND-AS)	-	-
Add : Profit/(loss) for the year	18,525.85	15,285.52
Add : Other Comprehensive income / (Loss)	24.83	(71.17)
Less : Appropriations		
Final dividend	-	1,211.05
Closing Balance	**64,045.11**	**45,494.43**
Total	**1,38,575.73**	**71,649.84**

1. The Capital Reserve includes subsidies received from Maharashtra and Tamil Nadu Government.
2. The Capital Redemption Reserve was created for the purpose of redemption of preference shares and can be utilised to issue fully paid bonus share to the members of the Company.
3. Under the erstwhile Companies Act,1956, a general reserve was created through an annual transfer of net profit at a specified percentage in accordance with applicable regulations. Consequent to the introduction of the Companies Act 2013, the requirement to mandatory transfer a specified percentage of net profit to general reserve has been withdrawn. There is no movement in general reserve during the current and previous year.
4. During the year, the Company allotted 14,40,920 Equity Shares of ₹10 each on preferential basis at a premium of ₹3,460 per share. Pursuant to the said allotment, the paid-up Equity Share Capital increased by ₹144.09 lakhs and Securities Premium increased by ₹49,855.83 lakhs. The Company has incurred expenses of Rs. 1,480.62 lakhs towards issue of equity shares on Preferential basis. Same has been adjusted against securities premium account in line with Section 52 of the Companies Act, 2013.

Note 12 : Borrowings

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
(a) Non-current		
Unsecured loans	-	-
From bank	-	-
Total Non-current Borrowings	-	-
(a) Current		
Unsecured loans	-	**3,914.43**
From Bank	-	3,914.43
Total Current Borrowings	-	**3,914.43**

1. The company has fund and non fund based working capital facilities of Rs.10,000 Lakhs from HSBC Bank Limited, Rs.4,600 Lakhs working capital facilities from CTBC Bank, Rs.5,000 Lakhs Kotak Mahindra Bank, Rs.5,000 Lakhs working capital facilities from ICICI Bank Limited and Rs.10,000 Lakhs working capital facilities from Axis Bank. The facilities from HSBC Bank Limited are supported by letter of awareness by Kingfa Sci. & Tech. Company Limited (The holding company).
2. Short term loan of 1,000 Lakhs taken from CTBC bank for 168 Days tenure starts from 21st February 2025, at 7.65% interest rate and Rs.1,500 Lakhs taken from CTBC bank for 28 Days tenure starts from 22nd August 2025, at 7% interest rate. As on 31st March 2026 all loans are repaid in full.
3. For explanations on the company's Interest risk, Foreign currency risk and liquidity risk management processes, refer to Note 37.

Note 13 : Lease liabilities

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
(a) Non-current		
Lease liability	1 ,236.32	206.08
Total Non-current lease liabilities	**1 ,236.32**	**206.08**
(b) Current		
Lease liability	304.06	179.74
Total Current lease liabilities	**304.06**	**179.74**

(i) The movement in lease liabilities during the year ended March 31, 2026 and March 31, 2025 is as follows:

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Balance at the beginning	385.82	290.76
Additions	1 ,553.09	263.02
Finance cost during the period	132.55	24.33
Deletions/Modification	-	(13.33)
Payment of lease liabilities	(531.08)	(178.96)
Balance at the end	**1,540.39**	**385.82**
Lease Liabilities		
Current	**304.06**	**179.74**
Non-Current	**1,236.33**	**206.08**
Total	**1,540.39**	**385.82**

(ii) Amounts recognised in statement of profit and loss and balance sheet

Particulars	2025-26	2024-25
a. Depreciation charged on right-of-use asset		
Land	45.19	45.19
Building	421.18	131.5
Interest expense on lease liability	132.55	24.33
Expense relating to short term leases/ low value leases	158.27	143.11
b. Cash outflow for leases	531.08	178.96
c. Carrying amount of right-of-use asset at the end of period (Refer Note 2)	5398.57	4253.84
d. Carrying amount of lease liability at the end of period	1540.38	385.82

General description of leasing arrangements:

i. Company has not entered into any finance lease as well as operating lease during the financial year as a lessor.

Note 14 : Other financial liabilities

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
(a) Non-current		
Earnest Money Deposits	-	2.00
Total Non-current other financial liabilities	**-**	**2.00**
(b) Current		
Unpaid dividends	5.62	5.68
Employee benefits payable	608.20	67.52
Capital Payables	111.84	2,298.89
Total Current other financial liabilities	**725.66**	**2,372.09**

1. For explanations on Company's Foreign currency risk and liquidity risk management processses, refer to Note 37

Note 15: Defferred tax liability (Net)

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Deferred Tax Assets	**705.73**	**292.90**
Emplyee benefits expenses and provisions	305.89	281.21
Security deposits	12.16	-
Lease liability	387.68	11.69
Deferred Tax Liability	**948.68**	**460.09**
Right to use assets	384.90	
Depreciation	563.78	460.09
Total	**242.95**	**167.19**

1. Reconciliation of deferred tax (assets) / liabilities, net

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Opening balance as of 1 April	167.20	118.99
Tax (income)/expense during the year recognised in profit or loss	67.40	72.15
Tax(income)/expense during the year recognised in OCI	8.35	(23.94)
Closing balance as at 31 March	**242.95**	**167.20**

2. The Company does not have any unused Tax Losses on which the deferred tax asset is required to be calculated.
3. The Company offsets tax assets and liabilities if and only if it has a legally enforceable right to set off current tax assets and current tax liabilities and the deferred tax assets and deferred tax liabilities relate to income taxes levied by the same tax authority.
4. Deferred tax is measured on temporary differences at the rate of 25.168%.

Note 16 : Government Grant

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
(a) Non-current		
Government grant	106.79	108.05
Total	**106.79**	**108.05**
(b) Current		
Government grant	1.26	1.26
Total	**1.26**	**1.26**

1. In accordance with the "Package Scheme of Incentive-2013" (PSI-2013), the Company has significantly completed setting up the plant at Chakan, Pune (Maharashtra) as an eligible industrial unit. In accordance with the said Scheme, the Company is required to fulfill certain conditions including investment over a period of time. Under the said scheme, the Company has availed the exemption of Stamp duty on purchase of Lease Hold land at Chakan.

2. Government grant

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Opening Balance as at 1 April	**109.31**	**110.57**
Availed during the year	-	-
Released to statement of profit and loss	1.26	1.26
Closing balance as at 31 March	**108.05**	**109.31**
Current	1.26	1.26
Non Current	106.79	108.05
Total	**108.05**	**109.31**

Note 17 : Trade and other payables

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Trade payables: micro and small enterprises	1,464.83	1,020.70
Trade payables: others	21,865.45	21,372.83
Trade payables to related parties	8,006.22	12,486.72
Total	**31,336.50**	**34,880.25**

1. There are no disputed trade payables as on 31 March 2026 and 31 March 2025.
2. For explanations on Company's Foreign currency risk and liquidity risk management processses, refer to Note 37
3. For related parties, refer to Note 33

Disclosure Under Section 22 Of The Micro, Small And Medium Enterprises Development Act 2006:

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
A. Amounts payable to supplier under MSME Development Act, 2006 (Suppliers) as at		
- Principal	1,300.69	859.32
- Interest due thereon	-	-
b. Payments made to supplier beyond the appointed day during the year		
- Principal	581.95	7,553.20
- Interest paid thereon	-	-
c. Amount of interest due and payable for delay in payment (which have been paid beyond the appointed day during the year) but without adding the interest under MSME Development Act, 2006	2.77	75.73
d. Amount of interest accrued and remaining unpaid as at year end	164.14	161.37

Note :- This information has been determined to the extent such parties have been identified on the basis of information available with the Company

Aging of trade payables: 31 March, 2026

(Rs.in Lakhs)

	Outstanding for following periods from the due date						
	Unbilled	**Not due**	**Less than 1 Year**	**1-2 years**	**2-3 Year**	**More than 3 Years**	**Total**
Undisputed trade payables							
- Micro enterprises and small enterprises	164.14	1,300.68	-	-	-	-	**1,464.82**
- others	1,623.22	16,444.43	11,539.08	167.01	92.82	5.12	**29,871.68**
Disputed trade payables							
- Micro enterprises and small enterprises	-	-	-	-	-	-	-
- others	-	-	-	-	-	-	-
Total	**1,787.36**	**17,745.11**	**11,539.08**	**167.01**	**92.82**	**5.12**	**31,336.50**

Aging of trade payables: 31 March, 2025

(Rs.in Lakhs)

	Outstanding for following periods from the due date						
	Unbilled	**Not due**	**Less than 1 Year**	**1-2 years**	**2-3 Year**	**More than 3 Years**	**Total**
Undisputed trade payables							
- Micro enterprises and small enterprises	161.36	834.22	25.11	-	-	-	**1,020.69**
- others	1,791.51	15,283.66	16,330.86	431.16	11.59	10.78	**33,859.56**
Disputed trade payables							
- Micro enterprises and small enterprises	-	-	-	-	-	-	-
- others	-	-	-	-	-	-	-
Total	**1,952.87**	**16,117.88**	**16,355.97**	**431.16**	**11.59**	**10.78**	**34,880.25**

Note 18 : Other Current liabilities

(Rs.in Lakhs)

Particulars	**As at 31 Mar 2026**	**As at 31 Mar 2025**
Contract Liability		
- Advance from Customer	221.91	24.11
- Advance received against asset held for sale	86.00	86.00
Statutory dues including provident fund and tax deducted at source	410.05	268.43
Total	**717.96**	**378.54**

i. Contract Liability

The contract liabilities related to advance received for which the performance obligation are yet to be fulfilled as per contract. The fulfilment of performance obligations will extinguish these liability and revenue will be recognised.

Note 19 : Short-term Provision

(Rs.in Lakhs)

Particulars	**As at 31 Mar 2026**	**As at 31 Mar 2025**
Provision for employee benefits		
Provision for gratuity (Refer note 32)	89.61	91.69
Provision for leave encashment	180.18	216.82
Total	**269.79**	**308.51**

Note 20 : Current tax liabilities (Net)

(Rs.in Lakhs)

Particulars	**As at 31 Mar 2026**	**As at 31 Mar 2025**
Provision for income tax(Net of advance tax)	548.31	182.74
Total	**548.31**	**182.74**

Note 21 : Revenue from operations

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Revenue from contracts with customers		
Sale of products	1,99,213.17	1,74,326.70
Other operating revenue	**341.98**	**142.36**
Export incentives	341.98	142.36
Total	**1,99,555.15**	**1,74,469.06**

A) Sales of Products

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Sale of products		
Sale of Finished Goods	1,80,451.63	1,59,682.19
Sale of Traded Goods	18,761.52	1 4,644.51
Total	**1,99,213.15**	**1,74,326.70**

Reconciliation of revenue recognised with the contract price

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Contract Price	2,02,340.18	1,76,340.41
Reduction towards post sales discount	(3,127.03)	(2,013.71)
Revenue recognised	**1 ,99,213.15**	**1,74,326.70**

Note 22 : Other income

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Interest	**1,238.19**	**55.09**
- On Bank Deposits	1,197.50	1.65
- On others	40.69	53.44
Other non operating income		
Gain on disposal of property, plant and equipment	-	0.20
Gain on Exchange difference	-	217.79
Provision no longer required written back	682.03	443.68
Provision for bad debts written back	49.04	205.29
Miscellaneous income	95.48	15.46
Total	**2,064.74**	**937.51**

Note 23 : Cost of raw materials and components consumed

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Raw material and components consumed	1,36,597.50	1,24,459.78
Total	**1,36,597.50**	**1,24,459.78**
Raw material at the beginning of the year	15,033.49	11,470.41
Add: Purchases	1,37,940.45	1,28,022.86
Less: Raw material at the end of the year	16,376.44	15,033.49
Total	**1,36,597.50**	**1,24,459.78**

Note 24 : Purchase of Traded Goods

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Purchase of Traded Goods	15,804.59	12,237.15
Total	**15,804.59**	**12,237.15**

Note 25 : Changes in inventories of finished goods, work-in-progress and traded goods

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Opening inventory	**14,287.29**	**12,359.80**
Work-in-progress	456.92	40.51
Finished goods	8,866.53	7,500.71
Traded goods	4,963.84	4,818.58
Closing Inventory	**14,911.26**	**14,287.29**
Work-in-progress	646.32	456.92
Finished goods	7,642.22	8,866.53
Traded goods	6,622.72	4,963.84
(Increase)/decrease in inventory	**(623.97)**	**(1,927.49)**
Total	**(623.97)**	**(1,927.49)**

Note 26 : Employee benefits expense

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Salaries, wages, bonus, etc.	4,436.95	3,576.89
Gratuity	77.69	46.58
Contribution to provident and other funds	183.25	155.81
Staff welfare expenses	152.40	153.55
Total	**4,850.29**	**3,932.83**

Note 27 : Finance costs

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Interest on Working Capital and Cash credit	111.22	285.47
Interest on Lease Liability	132.55	24.33
Interest expense - others	88.11	258.09
Other bank charges	43.61	97.63
Total	**375.49**	**665.52**

Note 28 : Depreciation and amortization expense

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Depreciation and amortization expense	**2,838.03**	**2,171.47**
Depreciation on Tangible assets	2,371.49	1,994.37
Depreciation on Investment properties		
Amortization on Intangible assets	0.17	0.41
Amortization of right to use land	45.19	45.19
Amortization of right to use building	421.18	131.50
Total	**2,838.03**	**2,171.47**

Note 29 : Other expenses

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Manufacturing expenses	**6,576.77**	**5,352.51**
Stores and spares material consumed	846.73	628.16
Power and fuel	3,970.42	3,270.88
Repairs to machinery	201.64	174.22
Wages	1,557.98	1,279.25
Selling expenses	**4,423.73**	**3,977.70**
Freight and forwarding	4,283.26	3,724.30
Advertisement and publicity	74.06	115.98
Provision for doubtful debts (Net)	-	-
Bad debts written off	66.41	137.42
Administration expenses	**5,786.93**	**3,939.15**
Rent	158.27	143.11
Rates and taxes	496.87	309.71
Insurance	110.68	106.97
Repairs to building	59.98	123.29
Other repairs and maintenance	182.42	160.94
Travelling and conveyance	1,047.75	1,131.40
Communication expenses	161.68	164.01
Printing and stationery	61.27	59.58
Professional charges	526.62	422.67
Auditor's remuneration (Refer Note i below)	21.22	18.28
Donations	0.25	-
Spend on CSR activities	322.62	217.13
Directors' Sitting Fees	40.90	42.18
Commission to Directors	19.75	18.00
Loss on Exchange difference	1,387.83	-
Loss on scrapping of fixed assets	0.54	-
Provision for Impairment Loss	163.73	161.07
Provision for Bad and Doubtful advances	32.59	70.26
Miscellaneous expenses	991.96	780.55
Total	**16,787.43**	**13,259.36**

i. Payment to Auditors

(Rs.in Lakhs)

Particulars	2025-26	2024-25
a. As Auditors		
Audit & Assurance Fees	14.00	12.00
b. Limited Review	2.60	2.30
c. Certification & others (Group Reporting)	4.30	3.75
d.Reimbursement of expenses	0.32	0.23
TOTAL	**21.22**	**18.28**

For CSR activity expenditure refer note 39

Note 30 : Income tax

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Current tax	**6,397.28**	**5,250.27**
Current income tax	6,372.29	5,167.87
(Excess)/short provision related to earlier years	24.99	82.40
Deferred tax	**67.40**	**72.15**
Relating to origination and reversal of temporary differences	67.40	72.15
Income tax expense reported in the statement of profit and loss	**6,464.68**	**5,322.43**
Other Comprehensive Income (OCI)		
Deferred tax related to items recognised in OCI during the year	**(8.35)**	**23.94**
Net loss/(gain) on actuarial valuation	(8.35)	23.94
Deferred tax charged to OCI	**(8.35)**	**23.94**

Reconciliation of tax expense and the accounting profit multiplied by applicable tax rate as notified underIncome Tax Act, 1961 enacted in India for the years ended 31 March 2026 and 31 March 2025.

Current Tax

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Accounting profit before income tax expense	**24,990.49**	**20,607.95**
Tax @ 25.168% (31 March 2025 : 25.168%)	**6,289.61**	**5,186.61**
Tax effect of adjustments in calculating taxable income:		
Corporate Social Responsibility expenses/Donations (Net)	81.20	54.65
Provision on Capital advances	39.83	-
Income tax for the previous year	24.99	82.40
Other Disallowances/(allowances)	29.05	(1.23)
Subtotal	**175.07**	**135.82**
Income Tax for the year	**6,464.68**	**5,322.43**

Note 31 : Additional Notes to the Financial Statements

A. Contingent Liabilities

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Claims not acknowledged as debts -		
a. Disputed GST and Sales Tax Demands	303.55	310.11
b. Disputed Income Tax Demands	4,218.32	320.63
c. Disputed Excise duty and Service tax Demands	46.89	55.99

B. Other Commitments

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
i. Export obligation for capital goods imported against EPCG license	16,115.46	7,632.98
ii. Estimated amount of Contracts remaining to be executed on capital account and not provided for (Net of advances)	825.64	1,313.72
iii. Aggregate amount of Letters of Credit outstanding	3,084.00	4,195.03

Note 32 : Employee benefit obligations

A. Defined Contribution Plans

The Company has recognised following amounts in the Statement of Profit and Loss

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Contribution to Employees' Superannuation	0.02	1.30
Contribution to Employees' State Insurance	0.54	1.32
Contribution to Provident Fund	182.69	153.19
Total	**183.25**	**155.81**

B. Defined benefit plans:

(i) The Company has following post employment benefits which are in the nature of defined benefit plans:

- Gratuity

March 31, 2026 : Changes in defined benefit obligation and plan assets

(Rs.in Lakhs)

		Cost charged to statement of profit and				Remeasurement gains/(losses) in other comprehensive income						
Particulars	**01-Apr-25**	**Service cost**	**Net interest expense**	**Sub-total included in statement of profit and loss**	**Benefit paid**	**Return on plan assets (excluding amounts included in net interest expense)**	**Actuarial changes arising from changes in demographic**	**Actuarial changes arising from changes in financial**	**Experience adjustments**	**Sub-total included in OCI**	**Contributions by employer**	**31-Mar-26**
Gratuity												
Defined benefit obligation	(402.59)	(73.14)	(26.04)	(99.18)	27.86	-	-	14.91	17.82	32.73	-	(441.19)
Fair value of plan assets	310.90	-	21.49	21.49	(27.86)	-	-	(1.60)	2.06	0.46	46.58	351.57
Benefit liability	**(91.69)**	**(73.14)**	**(4.55)**	**(77.69)**	**-**	**-**	**-**	**(13.30)**	**19.87**	**33.18**	**46.58**	**(89.61)**

March 31, 2025 : Changes in defined benefit obligation and plan assets

(Rs.in Lakhs)

		Cost charged to statement of profit and				Remeasurement gains/(losses) in other comprehensive income						
Particulars	**01-Apr-24**	**Service cost**	**Net interest expense**	**Sub-total included in statement of profit and loss (Note 26)**	**Benefit paid**	**Return on plan assets (excluding amounts included in net interest expense)**	**Actuarial changes arising from changes in demographic assumptions**	**Actuarial changes arising from changes in financial assumptions**	**Experience adjustments**	**Sub-total included in OCI**	**Contributions by employer**	**31-Mar-25**
Gratuity												
Defined benefit obligation	(298.74)	(47.34)	(19.47)	(66.81)	56.53	-	-	51.24)	(42.33)	(93.57)	-	(402.59)
Fair value of plan assets	268.84	-	20.23	20.23	(40.40)	-	-	(0.55)	(0.99)	(1.54)	63.77	310.90
Benefit liability	**(29.90)**	**(47.34)**	**0.76**	**(46.58)**	**16.13**	**-**	**-**	**(51.79)**	**(43.31)**	**(95.11)**	**63.77**	**(91.69)**

1. Employee benefits obligations

a. Gratuity The Company provides gratuity for employees as per the Gratuity Act, 1972. Employees who are in continuous service for a period of five years are eligible for gratuity. The amount of gratuity is payable on retirement or termination whichever is earlier. The level of benefits provided depends on the member’s length of service and salary at retirement age. The gratuity plan is a funded plan. (Refer Note 32)

b. Compensated absences The leave obligation cover the Company's liability for earned leaves which is expected to be paid-off in next 12 months.

(ii) The major categories of plan assets of the fair value of the total plan assets is as follows:

(Rs.in Lakhs)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Special Deposit Scheme	-	-
(%) of total plan assets	-	-
Insured managed funds	351.57	310.90
(%) of total plan assets	100%	100%
Others	-	-
(%) of total plan assets	-	-

(iii) The principal assumptions used in determining above defined benefit obligations for the Company's plans are shown below:

Discount rate	7.20%	6.70%
Future salary increase	10.00%	10.00%
Expected rate of return on plan assets	6.70%	7.20%
Expected average remaining working lives (in years)	7.49	7.45
Withdrawal rate (based on grade and age of employees)	12.00%	12.00%

(iv) A quantitative sensitivity analysis for significant assumption is as shown below:

Gratuity

(Rs.in Lakhs)

(increase) / decrease in defined benefit obligation (Impact)			
Particulars	**Sensitivity level**	**Year ended March 31, 2026**	**Year ended March 31, 2025**
Discount rate	0.5% increase	14.03	12.50
	0.5% decrease	(14.91)	(14.15)
Future salary	0.5% increase	(12.47)	11.77
	0.5% decrease	11.88	10.66
Attrition rate	0.5% increase	2.13	2.24
	0.5% decrease	(2.25)	(2.50)

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

The followings are the expected future benefit payments for the defined benefit plan

(Rs.in Lakhs)

Particulars	Year ended March 31, 2026	Year ended March 31, 2025
Within the next 12 months (next annual reporting period)	58.76	62.80
Between 2 and 5 years	238.29	190.28
Beyond 5 years	442.70	395.99
Total expected payments	739.75	649.07

(vi) The weighted average duration of defined plan obligation (based on discounted cash flows) is 10.68 years & 10.7 years for 31 March, 2026 & 31 March, 2025 respectively.

(vii) The expected contributions to planned assets for the next year is Rs.90 lakhs. The company has contributed Rs.47.59 lakhs & Rs.64.78 Lakhs for 31 March, 2026 & 31 March, 2025 respectively.

Note 33: Related parties have been identified as defined under Clause 9 of Accounting Standard (Ind AS 24) "Related Party Disclosures"

(A) Description of Related Parties

i) Name of the related party and nature of relationship where control exists:

Sr. No. Related Party Category	Company
1 Holding Company	Kingfa Science & Technology Co. Ltd
2 Fellow Subsidiaries	Shanghai Kingfa Science and Technology Co Ltd Jiangsu Kingfa Science & Technology Advance Material Co Ltd Hong Kong Kingfa Development Co Ltd Kingfa Science & Technology Inc, (USA) Zhuhai Wantong Special Engineering Plastics Co., Ltd. Kingfa Science & Technology (Thailand) Co. Ltd. Kingfa Science & Technology (Malaysia) Sdn. Bhd. Chengdu Kingfa Technology New Material Co., Ltd. Guangdong Kingfa Technology Co., Ltd. Kingfa Supply Chain Management Co. Ltd. Zhuhai Kingfa Biomaterials Co., Ltd. Kingfa Sci & Tech (Vietnam) Company Kingfa Environmental Sci. & Tech. Liaoning Kingfa Sci.&Tech.Co.,Ltd. Liaoning Kingfa Biomaterials Co., Ltd. Guangzhou Kingfa Conference Service Co., Ltd.

(ii) Key Management Personnel

Sr. No.	Name
A.	Mr. Bo Jingen, Managing Director
B.	Mr. Doraiswami Balaji, Whole-time Director
C.	Mr. Sun Yajie, Whole-time Director (w.e.f. 30th July 2025)
D.	Mr. Chen Xiaoqiong, Chief Financial Officer
E.	Mr. Deepak Vyas, Company Secretary (w.e.f. 11th June 2025)

(B) Transactions with Related Parties

(Rs.in Lakhs)

Sr. No.	Nature of the transaction / relationship / major parties	FY-2025-26	FY-2024-25
		Amount	Amount
1	**Sales of goods (Net of Discount)**		
	Holding Company		
	Kingfa Science & Technology Co. Ltd	-	0.04
	Fellow Subsidiaries		
	Shanghai Kingfa Science and Technology Co Ltd	-	0.03
	Kingfa Sci & Tech (Vietnam) Company	160.26	112.18
	Kingfa Science & Technology Inc, (USA)	0.70	-
	Kingfa Science & Technology (Thailand) Co. Ltd.	5,534.77	5,368.12
	Zhuhai Kingfa Biomaterials Co., Ltd.	0.01	-
		5,695.74	**5,480.37**
2	**Purchases of goods (Net of Discount)**		
	Holding Company		
	Kingfa Science & Technology Co. Ltd	8,511.01	6,749.79
	Fellow Subsidiaries		
	Shanghai Kingfa Science and Technology Co Ltd	219.54	383.45
	Zhuhai Wantong Special Engineering Plastics Co., Ltd.	1,091.33	402.06
	Zhuhai Kingfa Biomaterials Co., Ltd.	734.59	1,013.87
	Jiangsu Kingfa Science & Technology Advance Material Co Ltd	5,049.78	3,409.69
	Guangdong Kingfa Technology Co., Ltd.	672.17	690.94
	Kingfa Science & Technology (Malaysia) Sdn. Bhd.	1,194.72	1,962.09
	Kingfa Supply Chain Management Co. Ltd.	83.88	452.86
	Kingfa Environmental Sci. & Tech.	-	51.72
	Liaoning Kingfa Sci.&Tech.Co.,Ltd.	1,706.72	1,549.43
	Liaoning Kingfa Biomaterials Co., Ltd.	62.55	-
	Chengdu Kingfa Technology New Material Co., Ltd.	33.67	108.14
	Hong Kong Kingfa Development Co Ltd	106.04	-
	Kingfa Sci & Tech (Vietnam) Company	59.62	-
	Kingfa Science & Technology Inc, (USA)	-	-
	Total	**19,525.62**	**16,774.04**
3	**Capital Purchases Net of Discount**		
	Holding Company	-	
	Kingfa Science & Technology Co. Ltd	3,604.35	2,128.85
	Total	**3,604.35**	**2,128.85**
4	**Service Purchases Net of Discount**		
	Fellow Subsidiaries		
	Guangzhou Kingfa Conference Service Co., Ltd.	15.89	-
	Kingfa Science & Technology (USA)	65.60	6.63
	Total	**81.49**	**6.63**
5	**Remuneration to**		
	Key Management Personnel		
	Mr. Bo Jingen	26.91	24.75
	Mr.Doraiswami Balaji	71.90	113.75
	Mr. Sun Yajie (w.e.f. 30th July 2025)	24.61	-
	Mr. Nirnoy Sur (till 31st March 2025)	-	61.41
	Mr. Deepak Vyas (w.e.f. 11th June 2025)	13.53	-
	Mr.Chen Xiaoqiong	25.96	21.45
	Total	**162.91**	**221.35**

(C) Balances receivable/(payable) with related parties

(Rs.in Lakhs)

Sr. No.	Outstanding	As at 31 March 2026	As at 31 March 2025
1	**Trade Payable**		
	Holding Company		
	Kingfa Science & Technology Co. Ltd	2,753.82	8,007.27
	Fellow Subsidiaries		
	Shanghai Kingfa Science and Technology Co Ltd	120.07	134.24
	Jiangsu Kingfa Science & Technology Advance Material Co Ltd	1,766.86	2,915.83
	Zhuhai Wantong Special Engineering Plastics Co., Ltd.	296.33	149.17
	Kingfa Supply Chain Management Co. Ltd.	33.90	143.26
	Zhuhai Kingfa Biomaterials Co., Ltd.	653.45	103.81
	Guangdong Kingfa Technology Co., Ltd.	750.29	73.66
	Chengdu Kingfa Technology New Material Co., Ltd.	33.10	52.55
	Liaoning Kingfa Sci.&Tech.Co.,Ltd.	945.08	122.35
	Liaoning Kingfa Biomaterials Co., Ltd.	47.77	-
	Kingfa Environmental Sci. & Tech.	-	50.42
	Hong Kong Kingfa Development Co Ltd	109.72	-
	Kingfa Science & Technology (Malaysia) Sdn. Bhd.	495.83	734.15
	Total	**8,006.22**	**12,486.71**
2	**Capital Payable**		
	Holding Company		
	Kingfa Science & Technology Co. Ltd	-	2,113.55
	Total	**-**	**2,113.55**
3	**Trade Receivable**		
	Holding Company		
	Kingfa Science & Technology Co. Ltd	-	0.04
	Fellow Subsidiaries		
	Shanghai Kingfa Science and Technology Co Ltd	-	0.03
	Kingfa Science & Technology Inc, (USA)	-	36.25
	Kingfa Sci & Tech (Vietnam) Company	61.47	69.56
	Kingfa Science & Technology (Thailand) Co. Ltd.	3,224.26	2,153.19
	Total	**3,285.74**	**2,259.07**

Terms and conditions of transactions with related parties

1. Transactions entered into with related parties are made on terms equivalent to those that prevail in arm's length transactions. Outstanding balances at the year-end are unsecured and interest free and settlement occurs in cash. For the year ended 31 March 2026, the Company has not recorded any write off of receivables relating to amounts owed by related parties (31 March 2025: ` Nil). This assessment is undertaken each financial year through examining the financial position of the related party and the market in which the related party operates.
2. The amounts disclosed in the table are the amounts recognized as an expense during the reporting period related to key management personnel.
3. The above figures do not include provision for leave encashment and gratuity, as actuarial valuation of such provision for the Key Management Personnel is included in the total provision for Leave encashment & gratuity.

Note 34 : Transfer Pricing

The Company has established a system of maintenance of information and documents as required by transfer pricing legislation under section 92-92F of the Income Tax Act, 1961. The management based upon the above- mentioned system is of the opinion that its international transactions are at arm's length. Accordingly, the Company's Management believes that the aforesaid legislation will not have any impact on the financial statements, particularly on the amount of tax expense and that of provision for taxation as at and for the period ended March 31, 2026.

Note 35 : Earnings Per Share (Basic and Diluted)

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Profit for the year (Rs. in Lakhs)	18,525.82	15,285.52
Total number of equity shares at the end of the year (Rs. in Lakhs)	135.51	121.11
Weighted average number of equity shares for the purpose of computing Earnings Per Share (Rs. in Lakhs)	128.57	121.11
Basic and Diluted Earnings Per Share (in Rs)	144.10	126.22

Earnings per share are calculated in accordance with Accounting Standard (Ind AS 33) “Earnings Per Share”.

Note 36 : Fair value disclosures for financial assets and financial liabilities

(Rs.in Lakhs)

Particulars	As at 31 March 2026			As at 31 March 2025		
	FVPL	FVOCI	Amortised cost	FVPL	FVOCI	Amortised cost
Financial assets						
Security deposits			1,050.63			931.95
Trade receivables			53,412.85			44,609.38
Discount receivable			1,454.29			775.77
Cash and cash equivalents			13,558.30			2,348.03
Deposits with Bank with original maturity of more than three months but less than 12 months			15,005.62			18.28
Deposits with Bank with original maturity of more			13,523.08			
than twelve months			0.65			10.29
Other receivables			906.40			59.63
Total financial assets			**98,911.82**			**48,753.33**
Financial liabilities						
Borrowings			-			3,914.43
Trade payables			31,336.50			34,880.25
Capital payables			111.84			2,298.89
Lease liability			1,540.38			385.82
Other Financial liabilities			613.82			75.20
Total financial liabilities			**33,602.54**			**41,554.59**

The management believes that the fair values of non-current financial assets (e.g. loans and others), current financial assets (e.g., cash and cash equivalents, trade and other receivables, loans), non-current financial liabilities and current financial liabilities (e.g. Trade payables and other payables and others) approximate their carrying amounts.

Note 37 : Financial instruments risk management objectives and policies

The Company’s principal financial liabilities, other than derivatives, comprise borrowings, trade and other payables and other financial liabilities. The main purpose of these financial liabilities is to finance the Company’s operations to support its operations. The Company’s principal financial assets include trade and other receivables, cash and short-term deposits and other financial assets that derive directly from its operations.

The company is exposed to market risk, credit risk and liquidity risk. The Company’s senior management oversees the management of these risks. The Audit Committee and Board review financial risks and the appropriate risk governance framework for the company’s financial risks are identified, measured and managed in accordance with the Company’s policies and risk objectives. The Board of Directors reviews and agrees policies for managing each of these risks, which are summarised below.

A) Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk comprises three types of risk: interest rate risk, currency risk and other price risk, such as equity price risk and commodity risk. Financial instruments affected by market risk include borrowings, deposits, trade and other receivables, trade and other payables and derivative financial instruments.

The sensitivity analyses in the following sections relate to the position as at 31 March 2026 and 31 March 2025.

The analyses exclude the impact of movements in market variables on: the carrying values of gratuity and leave encashment provisions. The following assumption has been made in calculating the sensitivity analyses:

• The sensitivity of the relevant statement of profit and loss item is the effect of the assumed changes in respective market risks. This is based on the financial assets and financial liabilities held at 31 March 2026 and 31 March 2025.

i) Interest rate risk

a. Exposure

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

(Rs.in Lakhs)

Particulars	As at 31 Mar 2026	As at 31 Mar 2025
Long Term Fixed Interest Loans	-	-
Short Term Fixed Interest Loans	-	-
Long Term Floating Interest Loans	-	-
Short Term Floating Interest Loans	-	3,914.43

b. Interest Rate Sensitivity

(Rs.in Lakhs)

Financial Year	Change in Interest rate	Effect on profit before tax	Effect on pre-tax equity
March 31, 2026 (Refer note below)	+50 bps	-	-
	-50 bps	-	-
March 31,2025	+50 bps	19.57	19.57
	-50 bps	(19.57)	(19.57)

Note:- Since the borrowing as on March 31, 2026 is Nil Interest rate sensitivity for the year ended March 31, 2026 is not presented above.

ii) Foreign currency risk

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

(Rs.in Lakhs)

Nature of Exposure	Currency	Amounts (Rs. In Lakhs)	
		March 31, 2026	March 31, 2025
Receivable	USD	4,895.60	4,591.73
	EUR	869.86	28.78
Payable	CNY	0.96	-
	USD	7,629.87	17,399.34
	CNY	6,085.41	4,068.14
Cash and cash equivalent	EUR	6.46	152.35
	CNY	0.00	0.09
	USD	70.73	14.25

The Company is in the process of managing its foreign currency risk by hedging transactions related to sales & purchases.

a) Foreign currency sensitivity

The following tables demonstrate the sensitivity to a reasonably possible change in USD & CNY exchange rates, with all other variables held constant. The impact on the Company's profit before tax is due to revaluation of monetary assets and liabilities. The Company's exposure to foreign currency changes for all other currencies is not material.

(Rs.in Lakhs)

Financial Year	Change in USD rate	Effect on profit before tax	Effect on pre-tax equity
March 31, 2026	5%	133.18	133.18
	-5%	(133.18)	(133.18)
March 31,2025	5%	639.67	639.67
	-5%	(639.67)	(639.67)

(Rs.in Lakhs)

Financial Year	Change in CNY rate	Effect on profit before tax	Effect on pre-tax equity
March 31, 2026	5%	304.22	304.22
	-5%	(304.22)	(304.22)
March 31,2025	5%	203.41	203.41
	-5%	(203.41)	(203.41)

(Rs.in Lakhs)

Financial Year	Change in EUR rate	Effect on profit before tax	Effect on pre-tax equity
March 31, 2026	5%	(43.17)	(43.17)
	-5%	43.17	43.17
March 31,2025	5%	6.18	6.18
	-5%	(6.18)	(6.18)

iii) Commodity price risk

The Company is affected by the price volatility of certain commodities. Its operating activities require a continuous supply of polypropylene. However, the company being indirect user of these commodities and based on past trend to pass on those volatility to customers, does not have direct impact on profitability over a period of time.

iv) Other Price Risk

The company does not hold investments in equity or mutual fund as on the date of Balance Sheet and hence it is not exposed to any such risks.

v) Equity price risk

The Company has not made any investment in equity instruments and hence, the Company do not foresee any risk from this unlisted equity shares.

B) Credit risk

Credit risk is the risk that counter party will not meet its obligations under a financial instrument or customer contract, leading to a financial loss. The Company is exposed to credit risk from its operating activities (primarily trade receivables) and from its investing activities, including deposits with banks, foreign exchange transactions and other financial instruments.

Trade receivables

Receivables are reviewed, managed and controlled for each class of customers separately. Credit exposure risk is mainly influenced by class / type of customers, depending upon their characteristics. Credit risk is managed through credit approval process by establishing credit limits along with continuous monitoring of credit worthiness of customers to whom credit terms are granted. Wherever required, credit risk of receivables is further covered through letter of credit, bank guarantee, business deposits and such other forms of credit assurance schemes.

An impairment analysis is performed at each reporting date on an individual basis for major clients. In addition, a large number of minor receivables are combined into homogenous category and assessed for impairment collectively. The calculation is based on actual incurred historical data. The Company does not hold collateral as security. The Company evaluates the concentration of risk with respect to trade receivables as low, as its customers are spread over vast spectrum.

Expected credit loss for trade receivables under simplified approach:

31-Mar-26

Particular	No due	Outstanding for following periods from the due date					
		Less than 6 months	6 months to 1 year	1-2 years	2-3 Year	More than 3 Years	Total (Mar'26)
Gross carrying amount	45,992.80	7,174.96	174.25	85.25	191.32	242.87	53,861.45
Expected loss rate*	0%	1%	8%	20%	55%	92%	
Expected credit loss (Loss allowance provision)	-	88.01	14.51	17.30	104.89	223.89	448.60
Total Trade Receivables	**45,992.80**	**7,086.95**	**159.74**	**67.95**	**86.43**	**18.98**	**53,412.85**

Service Purchases Net of Discount Fellow Subsidiaries

31-Mar-25

Particular	No due	Outstanding for following periods from the due date					
		Less than 6 months	6 months to 1 year	1-2 years	2-3 Year	More than 3 Years	Total (Mar'25)
Gross carrying amount	37,981.44	6,345.18	141.18	226.13	159.13	253.96	45,107.02
Expected loss rate*	0%	1%	12%	49%	76%	79%	
Expected credit loss (Loss allowance provision)	-	49.76	16.66	110.14	121.17	199.91	497.64
Total Trade Receivables	**37,981.44**	**6,295.42**	**124.53**	**115.99**	**37.96**	**54.05**	**44,609.38**

* The rate has been recalculated based on provision amount.

Financial instruments and cash deposits

Credit risk from balances with banks and financial institutions is managed by the Company in accordance with the Company's policy. Investments of surplus funds are made as per the approved investment policy. Investment limits are set to minimise the concentration of risks and therefore mitigate financial loss if any.

C) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of funding through an adequate amount of committed credit facilities to meet obligations when due and to close out market positions. Due to the dynamic nature of underlying businesses, company's treasury maintains flexibility in funding by maintaining availability under committed credit lines.

Management monitors rolling forecast of the company's liquidity position and cash and cash equivalents on the basis of expected cash flows. This is generally carried out at the local level in the operating companies of the group in accordance with the practice and limits set by the company. These limits vary by location to take into account the liquidity of the market in which the entity operates. In addition, the company's liquidity management policy involves projecting cash flows in major currencies and considering the level of liquid assets necessary to meet these, monitoring balance sheet liquidity ratios against internal and external regulatory requirements and maintaining debt financing plans.

(i) The table below summarises the maturity profile of the Company's financial liabilities based on contractual undiscounted payments:

(Rs.in Lakhs)

Particulars	less than 1 year	1 year to 5 years	More than 5 years	Total
Year ended 31 March, 2026				
Interest bearing borrowings including interest accrued	-	-	-	-
Other financial liabilities	725.66	-	-	725.66
Trade payables	31,336.50	-	-	31,336.50
Lease Liabilities	418.66	1,421.97	-	1,840.63
Total	**32,480.82**	**1,421.97**	-	**33,902.79**
Year ended 31 March, 2025				
Interest bearing borrowings including interest accrued	3,914.43	-	-	3,914.43
Other financial liabilities	2,372.09	2.00	-	2,374.09
Trade payables	34,880.25	-	-	34,880.25
Lease Liabilities	203.56	235.44	-	439.01
Total	**41,370.33**	**237.44**	-	**41,607.78**

(ii) Net Debt Reconciliation

This section sets out an analysis of net debt and the movements in net debt for the year ended 31 March 2026 and 31 March 2025.

(Rs.in Lakhs)

Particulars	Note ref no.	31-Mar-26	31-Mar-25
Cash and cash equivalents	8a	13,558.30	2,348.03
Cash credit	12	-	-
Cash and cash equivalents*		**13,558.30**	**2,348.03**
Borrowings*	12	-	(3,914.43)
Lease liabilities	13	(1,540.38)	(385.82)
Net Debt		**12,017.92**	**(1,952.22)**

(Rs.in Lakhs)

Particulars	Cash & cash equivalents	Borrowings	Lease Liabilities	Total
Net debt as on 1 April 2024	**36.4**	**(2,500.00)**	**(290.76)**	**(2,754.72)**
Additions	-	(48,157.47)	(263.03)	(48,420.50)
Interest expense **	-	(285.47)	(24.33)	(309.80)
Interest (received)/paid **	-	285.47	-	285.47
Repayments	-	46,743.04	178.96	46,922.00
Others^	-	-	13.34	13.34
Cash flows	2,311.99	-	-	2,311.99
Net debt as on 31 March 2025	**2,348.03**	**(3,914.43)**	**(385.82)**	**(1,952.22)**
Additions	-	(20,800.80)	(1,553.09)	(22,353.89)
Interest expense **	-	(111.22)	(132.55)	(243.77)
Interest (received)/paid **	-	111.22	-	111.22
Repayments	-	24,715.23	531.08	25,246.31
Cash flows	11,210.27	-	-	11,210.27
Net debt as on 31 March 2026	**13,558.30**	**(0.00)**	**(1,540.39)**	**12,017.91**

* For the purpose of Net Debt reconciliation disclosed above Cash Credits are included in Cash and Cash equivalents and not in Borrowings.

** Amount does not include Interest expense - others of Rs. 88.11 (PY - Rs. 258.09) and Other bank charges of Rs. 43.61 (PY - Rs. 97.63) (Refer Note 27)

^ Represent lease modificaition

Note 38 : Capital Management

For the purpose of the Company's capital management, capital includes issued equity capital and all other equity reserves attributable to the equity holders of the Company. The primary objective of the Company's capital management is to ensure that it maintains a strong credit rating and healthy capital ratios in order to support its business and maximise shareholder value.

The Company manages its capital structure and makes adjustments to it in light of changes in economic conditions and the requirements of the financial covenants. To maintain or adjust the capital structure, the Company may adjust the dividend payment to shareholders, return capital to shareholders or issue new shares.

No changes were made in the objectives, policies or processes for managing capital during the years ended 31 March 2026 and 31 March 2025

The gearing ratios were as follows:

(Rs.in Lakhs)

Particulars	2025-26	2024-25
Net Debt	0.00	1,952.22
Total Equity	1,39,930.88	72,860.89
Net debt to equity ratio	0.00%	2.68%

The net debt to equity ratio for the current year decreased from 2.68% to 0% as a result of full repayement of borrowing as on March 31, 2026.

Note 39 : Expenditure on CSR Activities

(Rs.in Lakhs)

Particulars	As at	
	March 31, 2026	March 31, 2025
(i) Gross amount required to be spent as per Section 135 of the Act	323.22	213.28
(ii) Surplus arising out of CSR activities during previous year	(6.18)	(2.33)
(iii) Total CSR obligation for the year	317.04	210.95
a. Construction / acquisition of any asset	-	-
b. On purpose other than (a) above	322.62	217.13
(iv) Shortfall/(Excess) at the end of the year	(5.58)	(6.18)
(v) Total excess expenditure to be carried forward for next year	(5.58)	(6.18)
Nature of CSR activities	Promotion of sanitation and making available safe drinking water, promoting education, contributions made towards Rural Development Projects, eradication of hunger and Slum Area Development and towards institutions providing healthcare facility.	
Details of related party transactions, e.g., contribution to a trust controlled by the company in relation to CSR expenditure as per relevant Accounting Standard	-	-
Where a provision is made with respect to a liability incurred by entering into a contractual obligation, the movements in the provision during the year should be shown separately	-	-

Note 40: Financial ratios

The ratios as per the latest ammendment to schedule III are as belows:

	Ratios	Numerator	Denominator	CY-Ratio	PY-Ratio	% Variance	Reason For variance
a)	Current ratio	Current Assets	Current liabilities	4.06	2.02	100.73%	The increase in the ratio is primarily driven by funds raised during the current year, which led to higher cash and bank balances as well investments in fixed deposits.
b)	Debt Equity Ratio	Total Debt=Long term + Short term(Including Lease Liability)	Total Equity	0.01	0.06	-81.35%	The short-term loans were fully repaid during the current year, and consequently, no borrowings remain outstanding at year-end. This repayment has resulted in a decrease in the current ratio compared to the prior year.
c)	Debt service coverage ratio	Earning for Debt Service: Net Profit after taxes + Depreciation and amortizations + Interest on term loan and interest on Lease liability + Net Gain on ECB Scheme+ Loss on revalorisation on imports+Profit on revalorisation on exports+Provision for doubtful debts and advances (net) + Bad debt written off	Debt Service: Interest on term loan and lease payments+ Repayments of principal of long term borrowings and lease liability	32.76	85.51	-61.69%	The ratio was affected by the increase in principal repayments during the year, as borrowings were fully repaid.
d)	Return on Equity Ratio	Net Profit after Tax	Average Shareholder's Equity	17.41%	23.21%	-24.98%	Reason not required to be stated as the variation is below 25%
e)	Inventory turnover ratio	COGS	Average Inventory	4.86	4.96	-2.09%	Reason not required to be stated as the variation is below 25%
f)	Trade receivables turnover ratio	Net Sales	Average Trade Receivables	4.07	4.10	-0.79%	Reason not required to be stated as the variation is below 25%
g)	Trade payables turnover ratio	Net Purchases = Purchases of raw material + Purchases of traded goods + Other expenses (excluding provision for doubtful debts, bad debt written off, provision for impairment loss and provision for bad and doubtful advances)	Average Trade Payables	5.14	4.40	16.88%	Reason not required to be stated as the variation is below 25%

Note 40: Financial ratios

The ratios as per the latest ammendment to schedule III are as belows:

	Ratios	Numerator	Denominator	CY-Ratio	PY-Ratio	% Variance	Reason For variance
h)	Working capital turnover ratio	Total Sales	Working Capital: Current Assets-Current Liabilities	1.92	4.04	-52.39%	The ratio decreased due to increased in working capital, as current assets rose mainly from funds raised during the year.
i)	Net profit ratio	Net Profit after Tax	Total Sales	9.30%	8.72%	6.60%	Reason not required to be stated as the variation is below 25%
j)	Return on capital employed	Profit Before Interest And Taxes	Capital Employed (Refer note1)	17.90%	27.51%	-34.94%	Capital employed has increased during the current year mainly due to higher cash and bank balances and fixed deposits arising from the fund raise undertaken during the year.
k)	Return on Investment	Interest income on Fixed Deposits	Average balance of Fixed Deposits	8.39%	6.35%	32.02%	The increase in return on investment during the current year is primarily attributable to higher investments in fixed deposits, resulting in increased interest income

Note 1 : Calculation for Capital Employed **Capital Employed = Tangible Net Worth + Total Debt + Deferred Tax Liability** **Tangible Net Worth = Total Assets - Total Liabilities - Intangible Assets**

Note 40 (b) : Back-up of books of account and other books and papers of the Company -

The Company maintains its books of account and other relevant books and papers in electronic mode on the production server of ERP accounting software, which is located outside India. In order to comply with the requirement of Rule 3 of the Companies (Accounts) Rules, 2014, the Company has put in place an arrangement under which back-up of transactional data and certain data tables relating to the Company is taken on daily basis on a server physically located in India. The Company is in the process of extending this arrangement to the remaining records maintained in the ERP environment. Management is actively monitoring the implementation in consultation with the Group IT function to ensure compliance with the statutory requirements.

NOTE 41: Additional regulatory information required by Schedule III

i. **Details of benami property:** No proceedings have been initiated on or are pending against the company for holding benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and Rules made thereunder.

ii. **Relationship with struck off companies:** The company has not entered into transactions with the companies struck off under Companies Act, 2013 or Companies Act, 1956.

iii. **Borrowings obtained on the basis of security of current assets:** The Company has not obtained any borrowings from banks and financial institutions on the basis of security of current assets.

iv. **Revaluation of property, plant and equipment and intangible assets:** The company has not revalued its property, plant and equipment (including right-of-use assets) or intangible assets or both during the current or previous year.

v. **Title deeds of immovable properties:** The title deeds of all the immovable properties (other than properties where the company is the lessee and the lease agreements are duly executed in favor of the lessee) are held in the name of the company.

vi. The company has not advanced or loaned or invested funds to any other person(s) or entity, including foreign entities (Intermediaries) with the understanding that the Intermediary shall:

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

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

viii. **Details of crypto currencies:** The Company has not traded or invested in crypto currency or virtual currency during the current or previous year.

ix. **Willful defaulters:** The company has not been declared willful defaulter by any bank or financial institution or government or any government authority.

x. **Registration of charges or satisfaction with Registrar of Companies:** There are no charges or satisfaction which are yet to be registered with the Registrar of Companies beyond the statutory period.

xi. **Compliance with approved scheme(s) of Arrangements:** The company has not entered into any scheme of arrangement which has an accounting impact on current or previous financial year.

xii. **Utilization of borrowings availed from banks and financial institutions:** The borrowings obtained by the company from banks and financial institutions have been applied for the purposes for which such loans were taken.

Note 42:
Previous year's figures have been re-grouped wherever considered necessary to make them comparable with those of the current year.

As per our attached report of even date

For P G BHAGWAT LLP
Chartered Accountants
Firm Registration Number : 101118W/W100682

ABHIJIT SHETYE
Partner
Membership Number : 151638
Pune : 29 May 2026

For and on behalf of the board of directors of
Kingfa Science & Technology (India) Limited

BO JINGEN
Managing Director
DIN : 06617986

DORAISWAMI BALAJI
Whole Time Director
DIN : 08256342

WANG DAZHONG
Chief Executive Officer

CHEN XIAOQIONG
Chief Financial Officer

DEEPAK VYAS
Company Secretary