

**RAJ****packaging industries ltd.**

(CIN:L25209TG1987PLC007550)

Manufacturers of Multilayer Co-extruded
Barrier / Non Barrier Plastic & Laminated Film

Phones : 040 23392024, 23392025

E-mail : info@rajpack.com

Website: www.rajpack.com

6-3-1247, Metro Residency,
Flat No. 202 & 203,
Rajbhavan Road,
Hyderabad-500 082.
Telangana, INDIA.

September 04, 2026

Hyderabad

To
Corporate Compliance Dept.
BSE Limited,
P.J. Towers, Dalal Street,
Mumbai – 400001, Maharashtra

**Sub: Notice of the 39th Annual General Meeting ("AGM") and Annual Report of Raj
Packaging Industries Limited for the financial year 2025-26**

Ref: Scrip Code: 530111 | Scrip ID: RAJPACK

Dear Sir/Madam,

Pursuant to Regulation 34 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find attached herewith the Notice of the 39th Annual General Meeting ("AGM") and the Annual Report of the Company for the Financial Year 2025-26.

The same has also been uploaded on the Company's website i.e.

[https://www.rajpack.com/pdf/annual-reports/RajPack Annual Report-2025-26.pdf](https://www.rajpack.com/pdf/annual-reports/RajPack%20Annual%20Report-2025-26.pdf)

The following are the details for the 39th AGM of the Company

Date and Time of AGM	Monday, September 28, 2026 at 11:30 A.M (IST)
Meeting via	Video Conferencing/Other Audio-Visual Means ("VC"/"OAVM")
Cut-off date for Dispatch of Annual Reports	Friday, August 28, 2026
Cut-off date for Shareholders who are eligible for E-voting	Monday, September 21, 2026
E-voting start date and time	Friday, September 25, 2026 at 9.00 A.M.
E-voting end date and time	Sunday, September 27, 2026 at 5.00 P.M.
Scrutinizer	Mr. Zoheb S Sayani, Sayani & Associates, Practicing Company Secretaries, Hyderabad
E-voting Agency	CDSL

This is for your information and for dissemination to general public.

For Raj Packaging Industries Limited

Digitally signed
KHushBO
by KHushBO
JOSHI
Date: 2026.09.04
16:51:13 +05'30'

Khushboo Joshi**Company Secretary & Compliance Officer****Encl: As above**



RAJ
Packaging Industries Ltd.

39TH ANNUAL REPORT 2025-26

Raj Packaging Industries Limited**39th Annual General Meeting****Day & Date : Monday, September 28th, 2026****Time : 11:30 A.M.****Meeting via : Video Conferencing/ Other Audio-Visual Means (OAVM)****Table of Contents**

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Corporate Information**Board of Directors**

Mr. Prem Chand Kankaria (DIN: 00062584)	-	Managing Director
Ms. Neepa Kankaria (DIN: 06637083)	-	Executive Director
Mr. Pushapraj Singhvi (DIN: 00255738)	-	Non-Executive Director
Mr. K K Maheshwari (DIN: 00223241)	-	Non-Executive & Independent Director
Mr. Chandra Shekhar Agrawal (DIN: 00182900)	-	Non-Executive & Independent Director

Chief Financial Officer

Mr. M. Narsimha

Company Secretary & Compliance Officer

Ms. Khushboo Joshi

Statutory Auditors

M/s. NAC And Associates LLP
Chartered Accountants, Hyderabad

Secretarial Auditors

M/s. Sayani & Associates
Practicing Company Secretaries, Hyderabad

Internal Auditors

M/s. KSVB & Co.
Chartered Accountants, Hyderabad

Bankers

SBI, SME Branch, Saifabad, Hyderabad

Registered Office

6-3-1247, Metro Residency
Flat No.202&203 Raj Bhavan Road
Hyderabad - 500082 Telangana, India.
CIN: L25209TG1987PLC007550
ISIN: INE639C01013

Telephone: (040)-23392025**Email:** info@rajpack.com**Website:** www.rajpack.com**Investor Email ID:** secretary@rajpack.com**Audit Committee**

Mr. K K Maheshwari	- Chairman
Mr. Chandra Shekhar Agrawal	- Member
Mr. Pushapraj Singhvi	- Member
Mr. Prem Chand Kankaria	- Member

Nomination & Remuneration Committee

Mr. Pushapraj Singhvi	- Chairman
Mr. Chandra Shekhar Agrawal	- Member
Mr. K. K. Maheshwari	- Member

Stakeholders Relationship Committee

Mr. Chandra Shekhar Agrawal	- Chairman
Mr. K K Maheshwari	- Member
Ms. Neepa Kankaria	- Member

Registrar & Share Transfer Agents

CIL Securities Ltd.
214, Raghava Ratna Towers, Chirag Ali Lane, Abids
Hyderabad 500001, Telangana, India

Telephone: (040) 69011111/ 23203155**E-Mail:** advisors@cilsecurities.com**Website:** <https://www.cilsecurities.com/>**Listed at:** BSE Limited

RAJ PACKAGING INDUSTRIES LIMITED

CIN: L25209TG1987PLC007550

6-3-1247, Metro Residency, Flat No.202&203, Raj Bhavan Road, Hyderabad – 500082, Telangana.

Ph. No: (040)-23392025 | Email: info@rajpack.com | Website: www.rajpack.com.**Notice of the 39th Annual General Meeting**

Notice is hereby given that the 39th Annual General Meeting of the Shareholders of Raj Packaging Industries Limited will be held on Monday, September 28th, 2026 at 11:30 A.M. through Video Conferencing/ Other Audio-Visual Means (OAVM), to transact the following businesses:

ORDINARY BUSINESS:

1. To receive, consider, approve and adopt the audited financial statements of the Company for the Financial Year ended March 31, 2026, which includes Balance Sheet, the Statement of Profit & Loss, Cash Flow Statement as at that date, the Auditors Report and Board's Report thereon.
2. To appoint a director in place of Ms. Neepa Kankaria (DIN: 06637083), Executive Director of the Company who retires by rotation and being eligible, offers herself for re-appointment.

SPECIAL BUSINESS:

3. Regularization of appointment of Mr. Chandra Shekhar Agrawal (DIN: 00182900) as a Non-Executive Independent Director of the Company:

*To consider and, if thought fit, to pass with or without modification(s), the following resolution as a **Special Resolution***

“RESOLVED THAT pursuant to the provisions of Sections 149, 150, 152, Schedule IV and other applicable provisions, if any, of the Companies Act, 2013 ('the Act') read with rules made thereunder, 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) and other applicable laws and the provisions of the Articles of Association of the Company and pursuant to recommendation of the Nomination and Remuneration Committee and approval of the Board of Directors of the Company, Mr. Chandra Shekhar Agrawal (DIN: 00182900), who has submitted a declaration that he meets the criteria of independence as provided in Section 149(6) of the Companies Act, 2013 and the rules made thereunder and who was appointed as an Additional Director (Independent category) of the Company pursuant to Section 161 of the Act read with and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('the Listing Regulations') and amendments thereto to hold office up to the date of ensuing General Meeting or three months from the date of his appointment, whichever is earlier, be and is hereby appointed as an Independent Director of the Company, not liable to retire by rotation, for a term of 3 years effective from 08.11.2025 to 07.11.2028 (both dates inclusive).”

“RESOLVED FURTHER THAT for the purpose of giving effect to the above, the Directors be and is hereby authorised to take all such necessary steps/actions as may be deemed expedient to give effect to this resolution including signing all such necessary documents as may be required in this regard.”

4. Revision of Remuneration of Ms. Neepa Kankaria (DIN:06637083) Executive Director of The Company
To consider and if thought fit to pass with or without modification(s), the following resolution as a Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Sections 197 and 198 and all other applicable provisions, if any, of the Companies Act, 2013 read with Schedule V thereto, the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and other applicable provisions, if any, as amended from time to time, and pursuant to the recommendation of the Nomination and Remuneration Committee and the subsequent approval of the Board of Directors the approval of the Members of the Company be and is hereby accorded, for the revision of the remuneration payable to Ms. Neepa Kankaria (DIN:06637083), Executive Director, from Rs. 2,10,000/- (Two Lakhs and Ten Thousand) PM to Rs.2,60,000/- (Two Lakhs and Sixty Thousand) PM with effect from August 1st, 2026

RESOLVED FURTHER THAT all other terms and conditions of her appointment remains unchanged including the perks and perquisites which she may be receiving as per her re-appointment resolution approved by the Members of the Company in 35th Annual General Meeting held on 24th September, 2022 until the end of her tenure as Executive Director on 23rd September, 2027. The Board of Directors of the Company may alter, vary and modify the terms and conditions of the said re-appointment and/or remuneration, in such manner as may be mutually agreed to between the Company and Ms. Neepa Kankaria (DIN: 06637083) subject to necessary approvals and compliance of applicable provisions without being required to seek again any further consent or approval of the members.

RESOLVED FURTHER THAT for the purpose of giving effect to this resolution, Mr. Prem Chand Kankaria, Managing Director (DIN: 00062584) of the Company be and is hereby severally authorized to do all acts, deeds, matters and things as they may in their absolute discretion deem necessary, proper or desirable and to settle any question, difficulty, doubt that may arise in respect of the matter aforesaid and further to do all acts, deeds, matters and things as may be necessary, proper, desirable or expedient to give effect to this resolution.”

By Order Of The Board
For Raj Packaging Industries Limited
Sd/-
Khushboo Joshi
Company Secretary

Place: Hyderabad

Date: 14.08.2026

Registered Office

6-3-1247, Metro Residency
Flat No.202&203 Raj Bhavan Road
Hyderabad - 500082 Telangana, India.
CIN: L25209TG1987PLC007550
Telephone: (040)-23392024/25
Email: info@rajpack.com
Website: www.rajpack.com.

NOTES:

1. The Ministry of Corporate Affairs (MCA) vide General Circular No 03/2025 dated September 22, 2025 (in continuation with the Circulars issued earlier in this regard) ("MCA Circulars") has allowed conducting AGM through Video Conferencing (VC) or Other Audio-Visual Means (OAVM) without the physical presence of Members till further orders and relevant circulars issued by the Securities and Exchange Board of India in this regard has provided certain relaxations from compliance with certain provisions of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. In compliance with the applicable provisions of the Act and MCA Circulars, the 39th AGM of the Members will be held through VC / OAVM. Hence, Members can attend and participate in the AGM through VC / OAVM only. Since this AGM is being held through VC / OAVM the physical attendance of members is dispensed with and no proxies would be accepted by the Company. The Registered Office of the Company shall be deemed to be the venue for the AGM.
2. In terms of the MCA Circulars, the physical attendance of Members has been dispensed with and there is no requirement of appointment of proxies. Accordingly, the facility for appointment of proxies by the Members will not be available for the Annual General Meeting and hence the Proxy Form and Attendance Slip are not annexed to this Notice. As per the MCA Circulars, Members attending the AGM through VC/OAVM shall be counted for the purpose of reckoning the quorum under Section 103 of the Act. Since the AGM will be held through VC/OAVM, the Route Map does not form part of the Notice.
3. Institutional / Corporate Shareholders (i.e. other than individuals / HUF, NRI, etc.) are required to send a scanned copy (PDF/JPG Format) of its Board or governing body Resolution/Authorisation etc. authorizing its representative to attend the AGM through VC / OAVM on its behalf and to vote either through remote e-voting or during AGM together with attested specimen signature(s) of the duly authorized representative(s). The said Resolution / Authorisation shall be sent electronically through registered email address to the Scrutinizer at cszoheb@sayaniassociates.in with a copy marked to Company Secretary at secretary@rajpack.com.
4. The Explanatory Statement pursuant to Section 102 of the Act setting out material facts concerning the special business under Item No. 3 and 4 of the Notice, is annexed hereto. The relevant details, pursuant to Regulation 36(3) of the Listing Regulations and Secretarial Standard-2 on General Meetings issued by the Institute of Company Secretaries of India, in respect of Director seeking appointment/re-appointment at this AGM are also annexed.
5. The Register of Directors' and Key Managerial Personnel and their shareholding maintained under Section 170 of the Act and the Register of Contracts or Arrangements in which the Directors are interested under Section 189 of the Act, will be available electronically for inspection by the Members during the AGM. Members seeking any information or clarification on the Notice of AGM are requested to send in writing queries to the Company at least 5 days before the date of meeting via e-mail at secretary@rajpack.com. Replies will be provided in respect of such written queries at the meeting.
6. Pursuant to Section 108 of the Act read with Rule 20 of the Companies (Management and Administration) Rules, 2014, as amended, Regulation 44(1) of the SEBI Listing Regulations read with SEBI Circular No. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated 9th December, 2020, Secretarial Standard - 2, and the said Circulars, the Resolutions for consideration at this AGM will be transacted through the remote e-voting (facility to cast vote prior to the AGM) and also through e-voting during the AGM, for which the Board of Directors of the Company ('the Board') have engaged the services of Central Depository Services (India) Limited (CDSL).

7. The company has appointed Mr. Zoheb Sultan Ali Sayani, M/s. Sayani & Associates, Practicing Company Secretaries, as scrutinizer of the company to scrutinize the voting process before and during the AGM in a fair and transparent manner.
8. The Scrutinizer shall, after the conclusion of voting at the AGM, first count the votes cast during the Meeting and, thereafter, unblock the votes cast through remote e-voting, in the presence of at least two witnesses not in the employment of the Company and shall make, not later than two working days from the conclusion of the AGM, a Scrutinizer's Report of the total votes cast in favour or against, if any, to the Chairman or a person authorized by him in writing, who shall countersign the same and declare the result of the voting forthwith. Subject to receipt of requisite number of votes, the resolutions shall be deemed to be passed on the date of the AGM. The Results declared, along with the Scrutinizer's Report, shall be placed on the Company's website and on the website of CDSL. The results shall also be immediately forwarded to the Stock Exchanges where the Company's Equity Shares are listed i.e. BSE Limited.
9. Members are requested to note that dividends, if not encashed for a consecutive period of seven years from the date of transfer to Unpaid Dividend Account of the Company, are liable to be transferred to the Investor Education and Protection Fund ('IEPF'). Further, all the shares on which dividends remain unpaid or unclaimed for a period of seven consecutive years or more shall be transferred to the demat account of the IEPF Authority as notified by the Ministry of Corporate Affairs. In view of this, Members/Claimants are requested to claim their dividends from the Company, within the stipulated timeline. The details of unclaimed dividend to be transferred to IEPF are available on the website of the Company at www.rajpack.com. The Members, whose unclaimed dividend/ shares have been transferred to IEPF, may claim the same by making an application to the IEPF Authority, in Form No. IEPF-5 available on www.mca.gov.in. The Members/Claimants can file only one consolidated claim in a financial year as per the IEPF Rules.
10. For members holding shares in physical form, SEBI vide its Master Circular SEBI/HO/MIRSD/POD1/P/CIR/ 2024/37 dated 7th May 2024 read with SEBI/HO/MIRSD/POD-1/P/CIR/2024/81 dated 10th June 2024, as amended from time to time, has mandated furnishing of PAN linked with Aadhaar and KYC details (i.e., postal address with PIN code, mobile number, bank account details, PAN linked with Aadhaar etc.). In case any of the aforesaid documents / details are not available in the record of the RTA, the member shall not be eligible to lodge grievance or avail any service request from the RTA until they furnish complete KYC details. Further, with effect from 1st April 2024, any payment of dividend shall only be made in electronic mode to such members. The Company has made relevant intimations to the members from time-to-time for updation of PAN, KYC, Bank details and Nomination in the Forms ISR-1, ISR-2, ISR-3 and SH-13.
11. Members may please note that SEBI vide its Circular SEBI/HO/MIRSD/MIRSD_RTAMB/P/CIR/2022/8 dated 25th January, 2022 has mandated the Listed Companies to issue securities in dematerialized form only while processing service requests viz. Issue of duplicate securities certificate; claim from Unclaimed Suspense Account; Renewal/ Exchange of securities certificate; Endorsement; Sub-division/Splitting of securities certificate; Consolidation of securities certificates/ folios; Transmission and Transposition. Accordingly, Members are requested to make service requests by submitting a duly filled and signed Form ISR-4. It may be noted that any service request can be processed only after the folio is KYC Compliant.
12. In accordance with Regulation 40 of the SEBI (LODR) Regulations, as amended, all requests for transfer of securities including transmission and transposition requests shall be processed only in dematerialized form. In view of the same and to get inherent benefits of dematerialization, Members holding shares of the Company in physical form, are requested to kindly get their shares converted into dematerialized form. Members can contact the Company's RTA for assistance in this regard.

13. SEBI vide its Circulars dated 31st July, 2023, 4th August, 2023 and 20th December, 2023, read with Master Circular SEBI/HO/OIAE/OIAE_IAD-3/P/CIR/2023/195 dated 31st July, 2023 (updated as on 28th December, 2023), has established a common Online Dispute Resolution Portal ('ODR Portal') for resolution of disputes arising in the Indian Securities Market. Pursuant to above-mentioned circulars, post exhausting the option to resolve their grievances with the RTA/Company directly and through existing SCORES platform, the investors can initiate dispute resolution through the ODR Portal <https://smartodr.in/login>
14. As per the provisions of Section 72 of the Act, the facility for making nomination is available for the Members in respect of the shares held by them. Members who have not yet registered their nomination are requested to register the same by submitting Form No. SH-13. If a member desires to opt out or cancel the earlier nomination and record fresh nomination, he/she may submit the same in Form ISR-3 or Form SH-14. Members are requested to submit the said form to their depository participant in case the shares are held by them in electronic form and to the RTA in case the shares are held in physical form, quoting their folio no.
15. Members holding shares in physical form, in identical order of names, in more than one folio are requested to send to the Company or RTA, the details of such folios together with the share certificates for consolidating their holdings in one folio. Requests for consolidation of share certificates shall be processed in dematerialized form only.
16. To prevent fraudulent transactions, Members are advised to exercise due diligence and notify the Company of any change in address or demise of any Member as soon as possible. Members are also advised to not leave their Demat account(s) dormant for long. Periodic statement of holdings should be obtained from the concerned depository participant and holdings should be verified from time to time.
17. The voting rights of the Members (for voting through remote e-voting before and during the AGM) shall be in proportion to their share in the paid-up equity share capital of the Company as on the cut-off date/record date of **Monday, September 21, 2026**. Only those Members whose names are recorded in the Register of Members of the Company or in the Register of Beneficial Owners maintained by the Depositories as on the cut-off date will be entitled to cast their votes by remote e-voting or e-voting during the AGM. A person who is not a member as on the cut-off date should accordingly treat this Notice for information purposes only.
18. In terms of the said Circulars, the Notice of this AGM and the Annual Report for 2025-26 shall be sent only by email to the Members on the email id registered with their depository participants/ Company. Members who have not registered their e-mail address are requested to update the same. (i) for shares held in physical form - by submitting a request at secretary@rajpack.com, along with scan copy of their share certificate (front and back), self-attested copy PAN or Aadhar ID of the residential address appearing in their folio; (ii) for shares held in demat mode - with the depository participants with whom their demat account is maintained. However, Members of the Company are entitled to receive Notice of this AGM and the Annual Report for 2025-26 in physical form upon request.
19. Members may note that a copy of this Notice and the Annual Report 2025-26 will also be available on the Company's website at www.rajpack.com, website of Stock Exchanges viz. <http://www.bseindia.com> as well as on website of CDSL i.e. www.evotingindia.com.
20. 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 to all 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.

21. Any person, who acquires shares of the Company and becomes a Member of the Company after dispatch of the Notice and holding shares as of the cut-off date i.e **Monday, September 21, 2026**, may obtain the login ID and password by sending a request CDSL at www.evotingindia.com. However, if the Member is already registered with CDSL for remote e-voting then the Member can use the existing User ID and password for casting vote. If you have forgotten your password, you can reset your password by using 'Forgot User Details/ Password' option available on www.evotingindia.com. Member(s) can opt for only e-voting at the Annual General Meeting.
22. Members will be provided with the facility for voting through remote e-voting system during the VC/OAVM proceedings at the AGM and Members participating at the AGM, who have not already cast their vote by remote e-voting, and are otherwise not barred from doing so, will be eligible to exercise their right to vote on such resolutions upon announcement by the Chairman. The remote e-voting module during the AGM shall be disabled by CDSL for voting 15 minutes after the conclusion of the meeting. Members who have cast their vote by remote e-voting prior to the AGM will also be eligible to participate at the AGM but shall not be entitled to cast their vote again on such resolution(s) for which the member has already cast the vote through remote e-voting.
- 23. THE INSTRUCTIONS FOR MEMBERS FOR REMOTE E-VOTING AND JOINING VIRTUAL MEETING ARE AS UNDER:**

The remote e-voting period begins on Friday, September 25, 2026 at 09.00 A.M. and ends on Sunday, September 27, 2026 at 05.00 P.M. During this period shareholders of the Company, holding shares either in physical form or in dematerialized form, as on the cut-off date i.e., Monday, September 21, 2026, may cast their vote electronically. The e-voting module shall be disabled by CDSL for voting thereafter.

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

1. In terms of **SEBI circular no. SEBI/HO/CFD/CMD/CIR/P/2020/242 dated December 9, 2020** on e-Voting facility provided by Listed Companies, Individual shareholders holding securities in demat mode are allowed to vote through their demat account maintained with Depositories and Depository Participants. Shareholders are advised to update their mobile number and email Id in their demat accounts in order to access e-Voting facility. Pursuant to above said SEBI Circular, Login method for e-Voting and joining virtual meetings **for Individual shareholders holding securities in Demat mode CDSL/NSDL** is given below:

Type of shareholders	Login Method
Individual Shareholders holding securities in Demat mode with CDSL Depository	1) Users who have opted for CDSL Easi / Easiest facility, can login through their existing user id and password. Option will be made available to reach e-Voting page without any further authentication. The URL for users to login to Easi / Easiest are or visit www.cdslindia.com and click on Login icon and select New System Myeasi. 2) After successful login the Easy / 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 i.e. CDSL/NSDL/KARVY/LINKINTIME, so that the user can visit the e-Voting service providers' website directly. 3) If the user is not registered option to register is available at www.cdslindia.com 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 e-voting is in progress and also able to directly access the system of all e-Voting Service Providers.
Individual Shareholders holding securities in demat mode with NSDL	1) If you are already registered for NSDL IDeAS facility, please visit the e-Services website of NSDL. Open web browser by typing the following URL: https://eservices.nsdl.com either on a Personal Computer or on a mobile. Once the home page of e-Services is launched, click on the "Beneficial Owner" icon under "Login" which is available under 'IDeAS' section. A new screen will open. You will have to enter your User ID and Password. After successful authentication, you will be able to see e-Voting services. Click on "Access to e-Voting" under e-Voting services and you will be able to see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. 2) If the user is not registered for IDeAS e-Services, option to register is available at https://eservices.nsdl.com. Select "Register Online for IDeAS" "Portal" or click at https://eservices.nsdl.com/SecureWeb/IdeasDirectReg.jsp 3) Visit the e-Voting website of NSDL. Open web browser by typing the following URL: https://www.evoting.nsdl.com/ either on a Personal Computer or on a mobile. Once the home page of e-Voting system is launched, click on the icon "Login" which is available under 'Shareholder/Member' section. A new screen will open. You will have to enter your User ID (i.e. your sixteen digit demat account number hold with NSDL), Password/OTP and a Verification Code as shown on the screen. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. For OTP based login you can click on https://eservices.nsdl.com/SecureWeb/evoting/evotinglogin.jsp. You will have to enter your 8-digit DP ID, 8-digit Client Id, PAN No., Verification code and generate OTP. Enter the OTP received on registered email id/mobile number and click on login. After successful authentication, you will be redirected to NSDL Depository site wherein you can see e-Voting page. Click on company name or e-Voting service provider name and you will be re-directed to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting. You can download the official NSDL Speede mobile app by

	visiting the NSDL Official Website or searching for "NSDL Speede" directly in the Google Play Store or Apple App
Individual Shareholders (holding securities in demat mode) login through their Depository Participants	You can also login using the login credentials of your demat account through your Depository Participant registered with NSDL/CDSL for e-Voting facility. After Successful login, you will be able to see e-Voting option. Once you click on e-Voting option, you will be redirected to NSDL/CDSL Depository site after successful authentication, wherein you can see e-Voting feature. Click on company name or e-Voting service provider name and you will be redirected to e-Voting service provider website for casting your vote during the remote e-Voting period or joining virtual meeting & voting during the meeting.

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

In case of any technical issues related to login through Depository i.e. CDSL and NSDL following are the details of Helpdesk for Individual Shareholders holding securities in demat mode:

Login type	Helpdesk details
Individual Shareholders holding securities in Demat mode with CDSL	Members facing any technical issue in login can contact CDSL helpdesk by sending a request at helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 21 09911.
Individual Shareholders holding securities in Demat mode with NSDL	Members facing any technical issue in login can contact NSDL helpdesk by sending a request at evoting@nsdl.co.in or call at toll free no.: 022 - 4886 7000 and 022 - 2499 7000

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

1. Login method for e-Voting and joining virtual meeting for **shareholders other than individual shareholders holding in Demat form & physical shareholders.**

- 1) The shareholders should log on to the e-voting website www.evotingindia.com.
- 2) Click on "Shareholders" module.
- 3) Now enter your User ID
 - a. For CDSL: 16 digits beneficiary ID,
 - b. For NSDL: 8 Character DP ID followed by 8 Digits Client ID,
 - c. Shareholders holding shares in Physical Form should enter Folio Number registered with the Company.
- 4) Next enter the Image Verification as displayed and Click on Login.
- 5) If you are holding shares in demat form and had logged on to www.evotingindia.com and voted on an earlier e-voting of any company, then your existing password is to be used.
- 6) If you are a first time user follow the steps given below:

	For Physical shareholders and other than individual shareholders holding shares in Demat
PAN	Enter your 10 digit alpha-numeric *PAN issued by Income Tax Department (Applicable for both demat shareholders as well as physical shareholders) • Shareholders who have not updated their PAN with the Company/Depository Participant are requested to use the sequence number sent by Company/RTA or contact Company/RTA.

Dividend Bank Details or Date of Birth (DOB)	Enter the Dividend Bank Details or Date of Birth (in dd/mm/yyyy format) as recorded in your demat account or in the company records in order to login. If both the details are not recorded with the depository or company please enter the member id / folio number in the Dividend Bank details field.
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2. After entering these details appropriately, click on “SUBMIT” tab.
3. Shareholders holding shares in physical form will then directly reach the Company selection screen. However, shareholders holding shares in demat form will now reach ‘Password Creation’ menu wherein they are required to mandatorily enter their login password in the new password field. Kindly note that this password is to be used by the demat holders for voting for resolutions of any other company on which they are eligible to vote, provided that company opts for e-voting through CDSL platform. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
4. For shareholders holding shares in physical form, the details can be used only for e-voting on the resolutions contained in this Notice.
5. Click on the EVSN for the relevant company i.e., Raj Packaging Industries Limited, on which you choose to vote.
6. On the voting page, you will see “RESOLUTION DESCRIPTION” and against the same the option “YES/NO” for voting. Select the option YES or NO as desired. The option YES implies that you assent to the Resolution and option NO implies that you dissent to the Resolution.
7. Click on the “RESOLUTIONS FILE LINK” if you wish to view the entire Resolution details.
8. After selecting the resolution you have decided to vote on, click on “SUBMIT”. A confirmation box will be displayed. If you wish to confirm your vote, click on “OK”, else to change your vote, click on “CANCEL” and accordingly modify your vote.
9. Once you “CONFIRM” your vote on the resolution, you will not be allowed to modify your vote.
10. You can also take a print of the votes cast by clicking on “Click here to print” option on the Voting page.
11. If a demat account holder has forgotten the login password then Enter the User ID and the image verification code and click on Forgot Password & enter the details as prompted by the system.
12. There is also an optional provision to upload BR/POA if any uploaded, which will be made available to scrutinizer for verification.
13. Shareholders can also cast their vote using CDSL’s mobile app “m-Voting”. The m-Voting app can be downloaded from respective Store. Please follow the instructions as prompted by the mobile app while Remote Voting on your mobile.
14. **Additional Facility for Non – Individual Shareholders and Custodians –Remote Voting only.**
 - Non-Individual shareholders (i.e. other than Individuals, HUF, NRI etc.) and Custodians are required to log on to www.evotingindia.com and register themselves in the “Corporates” module.
 - A scanned copy of the Registration Form bearing the stamp and sign of the entity should be emailed to helpdesk.evoting@cdslindia.com
 - After receiving the login details a Compliance User should be created using the admin login and password. The Compliance User would be able to link the account(s) for which they wish to vote on.

- The list of accounts linked in the login will be mapped automatically and can be delink in case of any wrong mapping.
- It is Mandatory that, a scanned copy of the Board Resolution and Power of Attorney (POA) which they have issued in favour of the Custodian, if any, should be uploaded in PDF format in the system for the scrutinizer to verify the same.
- Alternatively Non Individual shareholders are required to send the relevant Board Resolution/ Authority letter etc. together with attested specimen signature of the duly authorized signatory who are authorized to vote, to the Scrutinizer and to the Company at the email address secretary@rajpack.com (designated email address by company), if they have voted from individual tab & not uploaded same in the CDSL e-voting system for the scrutinizer to verify the same.

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

1. The procedure for attending meeting & e-Voting on the day of the AGM is same as the instructions mentioned above for Remote e-voting.
2. The link for VC/OAVM to attend meeting will be available where the EVSN of Company will be displayed after successful login as per the instructions mentioned above for Remote e-voting.
3. Shareholders who have voted through Remote e-Voting will be eligible to attend the meeting. However, they will not be eligible to vote at the AGM.
4. Shareholders are encouraged to join the Meeting through Laptops / IPads for better experience.
5. Further shareholders will be required to allow Camera and use Internet with a good speed to avoid any disturbance during the meeting.
6. Please note that Participants Connecting from Mobile Devices or Tablets or through Laptop connecting via Mobile Hotspot may experience Audio/Video loss due to fluctuation in their respective network. It is therefore recommended to use Stable Wi-Fi or LAN Connection to mitigate any kind of aforesaid glitches.
7. Shareholders who would like to express their views/ask questions during the meeting may register themselves as a speaker by sending their request in advance at least 5 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number on secretary@rajpack.com. The shareholders who do not wish to speak during the AGM but have queries may send their queries in advance 5 days prior to meeting mentioning their name, demat account number/folio number, email id, mobile number on secretary@rajpack.com. These queries will be replied to by the company suitably by email.
8. Those shareholders who have registered themselves as a speaker will only be allowed to express their views/ask questions during the meeting.
9. Only those shareholders, who are present in the AGM through VC/OAVM facility and have not casted their vote on the Resolutions through remote e-Voting and are otherwise not barred from doing so, shall be eligible to vote through e-Voting system available during the AGM.
10. If any Votes are cast by the shareholders through the e-voting available during the AGM and if the same shareholders have not participated in the meeting through VC/OAVM facility, then the votes cast by such shareholders shall be considered invalid as the facility of e-voting during the meeting is available only to the shareholders attending the meeting.

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

1. For Physical shareholders- please provide necessary details like Folio No., Name of shareholder, scanned copy of the share certificate (front and back), PAN (self-attested scanned copy of PAN card), AADHAR (self-attested scanned copy of Aadhar Card) by email to RTA/Company email ids at rta@cilsecurities.com and secretary@rajpack.com.
2. For Demat shareholders -, please update your email id & mobile no. with your respective Depository Participant (DP).
3. For Individual Demat shareholders – Please update your email id & mobile no. with your respective Depository Participant (DP) which is mandatory while e-Voting & joining virtual meetings through Depository.

If you have any queries or issues regarding attending AGM and e-Voting from the CDSL e-Voting System, you can write an email to helpdesk.evoting@cdslindia.com or contact at toll free no. 1800 22 55 33.

All grievances connected with the facility for voting by electronic means may be addressed to Mr. Rakesh Dalvi, Sr. Manager, (CDSL) Central Depository Services (India) Limited, A Wing, 25th Floor, Marathon Futurex, Mafatlal Mill Compounds, N M Joshi Marg, Lower Parel (East), Mumbai - 400013 or send an email to helpdesk.evoting@cdslindia.com or call toll free no. 1800 22 55 33.

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24. GENERAL INSTRUCTIONS:

- (i) The voting rights of shareholders shall be in proportions to the shares held by them in the paid equity share capital of the Company as on the cut-off date i.e. **Monday, September 21, 2026**.
- (ii) The scrutinizer shall, immediately after the conclusion of voting at the AGM, unlock the votes through e-voting and remote e-voting in the presence of at least two witnesses, not in the employment of the Company and make, not later than 48 hours from the conclusion of the Meeting, a consolidated scrutinizer's report and submit the same to the Chairman. The results declared along with the consolidated scrutinizer's report shall be placed on the website of the Company www.rajpack.com and on the website of CDSL www.cdslindia.com. The results shall simultaneously be communicated to the Stock Exchange. Subject to receipt of requisite number of votes, the Resolutions shall be deemed to be passed on the date of the Meeting, i.e., **September 28, 2026**.
- (iii) The voting result will be announced by the Chairman or any other person authorized by him within two days of the AGM.

EXPLANATORY STATEMENT PURSUANT TO SECTION 102 OF THE COMPANIES ACT, 2013**Item No. 3 - Regularization of appointment of Mr. Chandra Shekhar Agrawal (DIN: 00182900) as a Non-Executive Independent Director of the Company**

Accordingly, Mr. Chandra Shekhar Agrawal (DIN: 00182900) who was appointed as an Additional Director of the Company on 08.11.2025 in terms of Section 161(1) of the Companies Act, 2013 and provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2015 in the category of 'Non- Executive Independent Director' is required to be regularized as an Independent Director of the company in the general meeting by way of a Special Resolution

Accordingly, in order to ensure compliance with the provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) (Amendment) Regulations, 2015 and Sections 149, 150, 152 of the Companies Act, 2013 read with Rules made thereunder and Schedule IV of the Act, it is proposed that approval of the shareholders by way of a Special Resolution be accorded for the appointment of Mr. Chandra Shekhar Agrawal (DIN: 00182900) as a 'Non-executive Independent Director' for a term of 3 consecutive years commencing from the date of his appointment as Director i.e., w.e.f 08.11.2025 to 07.11.2028.

Mr. Chandra Shekhar Agrawal (DIN: 00182900) has also confirmed that he is in compliance with Rules 6(1) and 6(2) of the Companies (Appointment and Qualifications of Directors) Rules, 2014, with respect to him registration with the data bank of Independent Directors maintained by the Indian Institute of Corporate Affairs ('IICA').

Accordingly, the Board of Directors has recommended passing of the above resolution as a Special Resolution set out in the Item No. 3 of the notice for the appointment of Mr. Chandra Shekhar Agrawal (DIN: 00182900) as an Independent Director of the Company. Save and except Mr. Chandra Shekhar Agrawal (DIN: 00182900), Independent Director, being the appointee, none of the other Directors/ Key Managerial Personnel and their relatives are in any way interested or concerned directly or indirectly financially or otherwise, in the resolution.

Brief Profile of Mr. Chandra Shekhar Agrawal (DIN: 00182900) is given below:

Mr. Chandra Shekhar Agrawal is a graduate in Chemical Engineer from National Institute of Technology, Rourkela and Post-Graduation Diploma in Marketing Management. He is the Past President of the Andhra Pradesh Chambers of Commerce and Industries during the year 2010-11. Facilitator of Success Unlimited: Trained by Dr. Richard Bandler. Empowering People & Organizations through NLP Program. Conducts Personal and Organizational Development Training Programmer through Neuro Linguistic Programming. Over the years, he has trained thousands of the participants including CEOs of many companies, top bureaucrats, professional from India and Abroad.

The NRC and the Board carried out a performance evaluation for the said Director. The NRC and the Board deliberated that the said Independent Director has more than 38 years of experience and has been a Managing Director of a Listed Company for many years and accordingly possesses the identified core skills, expertise and competencies as required for effective functioning in his role as an Independent Director of the Company and further his continued association would be of immense benefit to the Company.

The Company has in terms of Section 160(1) of the Act received notice from Member proposing his candidature for the office of Director. The Company has received a declaration from the Director that he continues to meet the criteria of independence as prescribed under Section 149(6) of the Act, read with the rules framed thereunder and all other applicable provisions. The said Director has further confirmed the he is not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact his ability to discharge his duties and that he is not debarred or disqualified from holding the office of Director by virtue of any SEBI Order or any such authority or under the provisions of the Companies Act.

In the opinion of the Board, the said Director is a person of integrity and possesses relevant expertise and experience. Further, he fulfils the conditions specified in the Act and the LODR Regulations for re-appointment as Independent Director and is independent of the Management of the Company. The terms and conditions of his appointment is uploaded on the website of the Company and will also be available for inspection by the Members.

In compliance with the provisions of Section 149 read with Schedule IV to the Act and other applicable provisions of the Act and SEBI Listing Regulations as applicable, the re-appointment of Mr. Chandra Shekhar Agrawal(DIN: 00182900) as Independent Director on terms as mentioned in the resolution are placed for the approval of the Members by way of Special Resolution.

Except the appointee, none of the Directors or Key Managerial Personnel of the Company or their respective relatives, are concerned or interested, financially or otherwise, in the resolutions set out at Item No. 3 of the accompanying Notice.

Item No. 4 – Approval for Revision/Increase in Remuneration of Ms. Neepa Kankaria, Executive Director (DIN: 06637083),

The Members of the Company had, at the 35th Annual General Meeting held on 24th September, 2022 had approved the appointment of Ms. Neepa Kankaria as Executive Director of the Company for a period of five years.

In view of the expansion of the Company's business operations, increased scale and complexity of business, enhanced responsibilities entrusted to the Executive Director, leadership demonstrated in achieving the Company's strategic objectives, and after considering prevailing industry remuneration practices, the Nomination and Remuneration Committee, at its meeting held on 14th August 2026, recommended revision in the remuneration payable to Ms. Neepa Kankaria. from Rs.2,10,000/- to Rs.2,60,000/- PM w.e.f 1st August, 2026. Further, all other terms and conditions as per her re-appointment resolution approved by the Members of the Company in 35th Annual General Meeting held on 24th September, 2022 remains unchanged including the perks and perquisites which she may be receiving until the end of her tenure as Executive Director on 23rd September, 2027.

Accordingly, approval of the Members is sought by way of Ordinary Resolution under Sections 196, 197, 198 and all other applicable provisions of the Companies Act, 2013 read with Schedule V thereto and applicable Rules, including any statutory modification(s) or re-enactment(s), for payment of revised remuneration.

Additional Disclosure in terms of Section II of Part II of Schedule V of the Companies Act, 2013 in relation to Item Nos 4:

I. GENERAL INFORMATION				
Nature of Industry	Manufacture of multilayer co-extruded plastic film and flexible packaging material			
Date of commencement of commercial operation	The Company was incorporated in the year 1987 and commenced the Business operations in the same year.			
In case of new Company, expected date of Commencement of activities as per project approved by FI, appearing in the prospectus	N.A			
Financial Performance	Rs. in lakhs			
	Financial parameters	FY 2025-26	FY 2024-25	FY 2023-24
	Turnover (operational revenue)	3278.62	3,042.07	3,006.40
	Net profit after tax	34.98	(71.51)	(141.75)
	Amount of dividend paid	NIL	Nil	Nil
	Rate of dividend declared	NIL	Nil	Nil
Foreign Investments or collaborations	Nil			
II. INFORMATION ABOUT THE EXECUTIVE DIRECTOR				
Background Details	Ms. Neepa Kankaria holds a Masters in Electrical Engineering from Oklahoma State University, USA. She has done her graduation (B.Tech) in EEE from MVSRR Engg college, Hyderabad. She has worked as Design and Verification engineer and later as Team lead at Redpine Signals- Hyderabad, with corporate office at San Jose , California - USA			
Past remuneration (per annum)	FY 2024-25 – Rs 25.20 Lakh FY 2023-24 – Rs 25.20 Lakh FY 2022-23 – Rs 25.20 Lakh			
Job profile and suitability	Ms. Neepa Kankaria, as Executive Director, leads the Company’s strategic planning, financial management, operations, and business development. He brings deep industry knowledge and leadership strength. Her guidance has been instrumental in achieving key milestones and driving the Company’s sustained growth. Accordingly, she is suitable to act as Executive Director of the Company			
Recognition and Awards	Nil			
Remuneration proposed	As mentioned in the resolution			
Comparative remuneration profile with respect to industry, size of the Company, profile of the position and person.	Taking into consideration the size of the Company, the qualification and experience and the profile being handled by her, the remuneration as mentioned above is on par with industry standards and also on par with remuneration being paid to similar position in other Companies.			
Pecuniary relationship directly or indirectly with the Company, or relationship with the managerial personnel if any	Apart from remuneration, the appointee has certain pecuniary transaction with the Company - Kindly refer related party transaction disclosure (Note 33) in the financial statements for details			
III. OTHER INFORMATION				
Reasons of loss or inadequacy of profits	The Company is primarily engaged in the business of Manufacturing multilayer co-extruded plastic film and flexible packaging material. The Company’s inadequacy of profits during the year was mainly due to increased			

	raw material costs, pricing pressure from intense competition. Additionally, higher operating expenses, economic slowdown, supply chain disruptions, and finance costs further impacted profitability.
Steps taken or proposed to be taken for improvement	To improve the Company's performance, several measures have been initiated, including cost control, product diversification, enhanced capacity utilization, and expansion into new markets. The Company is also focusing on technology upgradation, better working capital management, and strengthening long-term customer relationships to drive sustainable growth.
Expected increase in productivity and profits	The Company expects an increase in productivity and profits through improved operational efficiency, better capacity utilization, and adoption of advanced technologies. With ongoing product diversification and market expansion efforts, along with strengthened customer relationships and cost control measures, the Company is well-positioned to achieve sustainable growth and enhanced profitability in the coming years.
IV. DISCLOSURES:	
Details of proposed Remuneration	As detailed in the resolution

The Board recommends the Special Resolution as set out in Item No. 4 of this Notice for approval of the Members.

Ms. Neepa Kankaria, Executive Director, the appointee is related to Mr. Prem Chand Kankaria, Managing Director of the Company (She is the daughter of Mr. Prem Chand Kankaria) and hence deemed to be concerned / interested in the resolution set out at Item No. 4 in the Notice. Further their relatives are who may be deemed to be concerned / interested in the said resolution

Except as stated above, none of the Directors, Manager, Key Managerial Personnel of the Company, and any relatives of such Director, Manager, Key Managerial Personnel are in anyway concerned or interested in the resolution except to the extent of Equity Shares held by them in the Company.

By Order Of the Board
For Raj Packaging Industries Limited
Sd/-
Khushboo Joshi
Company Secretary

Place: Hyderabad

Date: 14.08.2026

Annexure-A

Details of Directors seeking re-appointment at the forthcoming Annual General Meeting [Pursuant to Regulation 36(3) of the SEBI (Listing Obligation and Disclosure Requirement) Regulations, 2015 and Secretarial Standard 2 on General Meetings]

Name of the Director	Ms. Neepa Kankaria	Mr. Chandra Shekhar Agrawal
DIN	06637083	00182900
Designation and category of the Director	Executive Director	Non-Executive& Independent Director
Date of Birth /Age	8th September 1981/ 44 years	November 16, 1956 /69 years
Date of first appointment	March 30, 2015	November 08, 2025
Qualifications	Masters in Electrical Engineering from Oklahoma State University, USA. Graduation (B.Tech) in EEE	Graduate in Chemical Engineer from National Institute of Technology, Rourkela and Post Graduation Diploma in Marketing Management.
Terms and Conditions of re appointment along with remuneration sought to be paid	Retires by rotation and being eligible, offers herself for re-appointment. Remuneration shall be as per the Resolution set out in item No.4	Appointment as a Non- Executive and Independent Director for term of three year with effect from November 8th, 2025. He shall be paid a fee for attending meetings of the Board or Committees thereof as may be decided by the Board
Remuneration last drawn	Rs.2,10,000/- PM	No remuneration paid from the Company except sitting fees
Brief Resume	Ms. Neepa Kankaria holds a Masters in Electrical Engineering from Oklahoma State University, USA. She has done her graduation (B.Tech) in EEE from MVSRR Engg college, Hyderabad. She has worked as Design and Verification engineer and later as Team lead at Redpine Signals- Hyderabad, with corporate office at San Jose, California – USA. She leads the Company's strategic planning, financial management, operations, and business development. She brings deep industry knowledge and leadership strength. Her guidance has been instrumental in achieving key milestones and driving the Company's sustained growth.	Mr. Chandra Shekhar Agrawal is a graduate in Chemical Engineer from National Institute of Technology, Rourkela and Post Graduation Diploma in Marketing Management. He is the Past President of the Andhra Pradesh Chambers of Commerce and Industries during the year 2010-11. Facilitator of Success Unlimited: Trained by Dr, Richard Bandler. Empowering People & Organizations through NLP Program. Conducts Personal and Organizational Development Training Programmer through Neuro Linguistic Programming. Over the years, he has trained thousands of the participants including CEOs of many companies, top bureaucrats, professional from India and Abroad.

Expertise in specific functional areas	Technical expertise	Consulting Organization Training Personnel Facilitator of Success Unlimited	
Relationships between Directors inter-se	Mr. Prem Chnad Kankaria, Managing Director of the Company is her Father	Mr. Chandra Shekhar Agrawal is not related to any other Director or KMP	
Names of listed entities in which the person also holds the directorship	Nil	1. Bhagyanagar India Limited	
Listed entities from which the person has resigned in the past three years	Nil	Nil	
Chairman/Member of the Committees of the Board of Directors of the Companies	Raj Packaging Industries Limited	Raj Packaging Industries Limited (w.e.f 08.11.2025)	Bhagyanagar India Limited
Audit Committee	--	Member	Member
Nomination Remuneration Committee	--	Member	Chairman
Stakeholder Relationship Committee	Member	Chairman	--
Shareholding	3.30%	Nil	
In case of independent directors, the skills and capabilities required for the role and the manner in which the proposed person meets such requirements	NA	Leadership Management, Strategy & Business, Governance, Personnel management Refer explanatory statement for further details	
Number of meetings attended in FY 2025-26	4 out of the 4 meetings held	2 out of the 2 meetings held	
List of the directorships held in other companies	1. Highline Finance and Investments Private Limited	1. Bhagyanagar Rubber Products Private Limited 2. Hind Overseas Private Limited 3. Bhagyanagar India Limited 4. Ginger Pharma Private Limited 5. Bhagyanagar Polymers Pvt Ltd 6. Bhagyanagar Petro Chem Limited Liability Partnership	

CHAIRMANS' SPEECH

Ladies and Gentlemen,

It is my pleasure to welcome you all at the 39th Annual General Meeting of your Company – Raj Packaging Industries Limited. At the Outset, I would like to thank you for your continuous trust, support and patronage extended to the Company.

The Directors' Report, Auditor's Report and the Audited Accounts with the Notes thereon for the year 2025-26 have been sent to you via e-mail and also uploaded on the website of the Company well in advance for your kind perusal. The e-Annual Report provides an overview of our Company's performance across various quantitative and qualitative parameters during the financial year 2025-26.

During the year under review, the Company earned a total revenue of Rs.3282.17 lakhs and recorded a Profit of Rs.34.98 lakhs, compared to a revenue of Rs. 3,048.67 lakhs and a loss of Rs. 71.51 lakhs in the previous financial year.

During the year, we remained focused on improving operational efficiency, controlling costs, strengthening our business processes, and serving our customers better. These measures, together with disciplined financial management and the continued support of our stakeholders, have helped us achieve a much stronger financial performance.

I would also like to express my gratitude to my fellow Directors on the Board and the members of various Committees for their support. I and my colleagues extend thanks to the Stock Exchange, NSDL, CDSL, RTA, Legal Advisors, Auditors, State Bank of India, Government of Telangana and other State and Central Institutions, for their valuable guidance and cooperation.

Before I conclude, I wish to place on record my sincere thanks to our Shareholders for sustained confidence they have reposed in the Board and to our customers for their continued trust in the Company. I also thank all our employees for their dedicated efforts and sincere contributions made by them for the Organization's growth and success.

Thank You,
Chairman

BOARD'S REPORT

Dear Members,

Your Directors have immense pleasure in presenting the 39th Annual Report on the business and operations of your company along with the Audited Financial Statements for the Financial Year ended 31st March, 2026.

1. COMPANY SPECIFIC INFORMATION**1.1. FINANCIAL SUMMARY:**

The performance during the period ended 31st March, 2026 has been as under:

(Rs. In Lakhs except otherwise stated)

Particulars	Financial Year ended March 31, 2026	Financial Year ended March 31, 2025
Revenue from Operations	3278.62	3042.07
Add: Other Income	3.55	6.60
Total Income	3282.17	3048.67
Less: Total Expenses	3235.02	3143.57
Profit / (Loss) Before Tax (PBT)	47.15	(94.90)
Less: Tax expenses	12.17	(23.40)
Profit / (Loss) after Tax (PAT)	34.98	(71.51)
Less: Other Comprehensive Income	(5.7)	6.37
Total Comprehensive Income	29.29	(65.14)
Earnings Per Share (in Rs.)	0.77	(1.56)

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

REVIEW OF OPERATIONS:

The total revenue of the Company for the Financial Year ended March 31, 2026 was Rs.3282.17 lakhs as compared to the previous year total revenue Rs. 3048.67 Lakhs. During this financial year the Company has earned a net profit of Rs. 34.98 Lakhs as against the previous year's net loss of Rs. (71.51) Lakhs.

1.2. Amount, if any, which the Board proposes to carry to any reserves: NIL**1.3. Dividend:** The Board of Directors of the Company has not declared dividend for the Financial Year 2025-26.**1.4. Major events occurred during the year:**

- 1.4.1 During the Financial Year under purview no material event occurred having an impact on the affairs of the company.
- 1.4.2 **Change in the nature of business:** The Company has not commenced any new business or discontinued/sold or disposed of any of its existing businesses or hived off any segment or division during the year. There is no change in the nature of business of the Company.
- 1.4.3 **Material changes and commitments, if any, affecting the financial position of the company, having occurred since the end of the Year and till the date of the Report:** Nil.

2. GENERAL INFORMATION:

The Indian packaging industry is a significant part of the economy and is experiencing rapid growth. The growth of the packaging market in India is largely driven by growing consumer market, e-commerce expansion, and industrial sector demand particularly in FMGC, pharmaceuticals, Automotives. The rise of the Indian middle class and increase in disposable income in rural India along with changing lifestyle, rapid expansion of organized retail, growth of exports, and India's rising e-commerce sector are further facilitating growth of packaging industry. Rapid urbanization and industrialization are seeing speedy growth in end user industries like pharmaceuticals, automotives, infrastructure and foods and beverages. Huge investments in these end-user industries are creating scope for expansion of the packaging market. This opens possibilities for the new entrants in the field provided they are ready to meet fast changing customer needs and demands.

The packaging industry uses variety of materials where in, Plastic is the dominant material for its ease of handling due to being light-weight its remarkable versatility and cost-effectiveness. The Indian packaging industry is dominated by plastic flexible packaging; the main reason for this is that flexible packages are found extremely adaptable, aesthetically attractive, cost-effective, sturdy and convenient to use.

However, the industry faces challenges related to environmental impact. As concern for the impact of plastic on the environment is on rise, we are witnessing strict regulatory norms and measures being implemented all around the world. A circular economy working on the principle of reuse, recycle and reduce is gaining importance and industries are working towards reducing the impact of plastic packaging on environment. Traditional packaging methods are evolving now with sustainability goals, and the packaging industry is trying to re-structure, rebalance their sustainability goals keeping in view the main factor i.e. cost. New entrants have opportunities to succeed by innovating and meeting evolving market and regulatory demands.

In summary, the Indian plastic processing and packaging industries are experiencing significant growth however, balancing this growth with environmental sustainability and regulatory compliance is crucial for long-term success.

3. CAPITAL STRUCTURE:

The authorized share capital of the Company stands at Rs. 6,00,00,000/- divided into 60,00,000 equity shares of Rs.10/- each.

The paid up share capital of the Company stands at Rs. 4,56,97,500 /- divided into 45,69,750 equity shares of Rs.10/- each. There are no changes in the capital structure of the company during the year.

4. CREDIT RATING OF SECURITIES: Not Applicable**5. INVESTOR EDUCATION AND PROTECTION FUND (IEPF):**

The Company had not declared any dividend for the Financial Year 2018-19 and thus there is no amount or the shares to be transferred as per the IEPF *under sub-section (2) of section 125 of the Act and the IEPF (Accounting, Audit, Transfer and Refund) Rules, 2016* which related to the Financial Year 2018-19 during the period under review.

Details of the Nodal Officer: Ms. Khushboo Joshi, Company Secretary of the Company is the Nodal Officer of the Company. We.f 14th August, 2026

Further, details of the Nodal Officer is available on <https://www.raipack.com/investor-contacts.html>

6. MANAGEMENT:

6.1 Change in Directors and Key Managerial Personnel:

A. Retirement of Directors by Rotation

In accordance with the provisions of Section 152 of the Companies Act, 2013, Ms. Neepa Kankaria (DIN: 06637083) retires by rotation at the 39th Annual General Meeting and, being eligible, offers herself for re-appointment.

In accordance with the provisions of 149(10), 150, 152 of the Companies Act, 2013 read with Schedule IV of the Companies Act, 2013 and the Companies (Amendment) Act, 2017 ('Act') read with the Companies (Appointment and Qualifications of Directors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof for the time being in force) and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('the Listing Regulations'), Mr. Chandra Shekhar Agrawal (DIN: 00182900) has been appointed as an Independent Director on the Board of the Company, not liable to retire by rotation for a first term of three consecutive years commencing from November 08, 2025 till November 07, 2028.

In accordance with the provisions of Section 168 of the Companies Act, 2013, (including any statutory modification(s) or re-enactment thereof, Mr. Dayaniwas Sharma (DIN: 01761215) has resigned from the Company w.e.f 1st September, 2025

B. Change in Key Managerial Personnel and Board of Directors

During the year under review, the following changes took place in the composition of Board of Director and KMPs of the Company:

Sl.No.	Name of the Director/KMP	Particulars
1	Mr. Dayaniwas Sharma (DIN: 01761215)	Resigned as Independent Director w.e.f 01.09.2025
2	Mr. Chandra Shekhar Agrawal (DIN: 00182900)	Appointed as Additional Director in the category of Non- Executive Independent Director on 08.11.2025

In addition to the above, further changes occurred in the composition of the Board and the Key Managerial Personnel (KMPs) of the Company after the end of the financial year, as detailed below:

Sl.No.	Name of the Director/KMP	Particulars
1	Ms. Swarupa Rani K	Resigned as Company Secretary and Compliance officer of the Company w.e.f 01.08.2026
2	Ms. Khushboo Joshi	Appointed as Company Secretary and Compliance Officer on 14.08.2026

6.2 Declaration by Independent Directors and statement on compliance of code of conduct:

All the Independent Directors on the Board have given a declaration of their independence to the Company as required under Section 149(6) of the Act and Regulation 16(1)(b) of SEBI Listing Regulations. In the opinion of the Board, all the Independent Directors possess the integrity, expertise and experience including the proficiency required to be Independent Directors of the Company by virtue of the experience, fulfil the conditions of independence as specified in the Act and the SEBI

Listing Regulations and are independent of the management and have also complied with the Code for Independent Directors as prescribed in Schedule IV of the Act.

- I. The necessary declaration with respect to independence has been received from all the Independent Directors of the company *under sub-section (6) of section 149*,
- II. The Independent Directors have complied with the Code for Independent Directors prescribed in Schedule IV to the Act.
- III. I, Prem Chand Kankaria, Managing Director (DIN: 00062584) of the Company hereby affirm that the members of the Board of Directors of the company and the senior management of the Company are in compliance with the code of conduct laid down by the Company. Certificate for the same is forming the part of this Annual Report.

6.3 Board Meetings:

During the financial year 2025-26, the Board of Directors duly met 4 (four) times on 24.05.2025, 12.08.2025, 08.11.2025 and 13.02.2026 and in respect of these meetings, proper notices were given and the proceedings were properly recorded and signed in the Minutes Book maintained for the purpose.

Composition of the Board

Name	Designation
Mr. Prem Chand Kankaria (DIN: 00062584)	Managing Director
Ms. Neepa Kankaria (DIN: 06637083)	Executive Director
Mr. K K Maheshwari (DIN: 00223241)	Non- Executive Independent Director
Mr. Dayaniwas Sharma (DIN: 01761215)*	Non- Executive Independent Director
Mr. Pushapraj Singhvi (DIN: 00255738)	Non-Executive Director
Mr. Chandra Shekhar Agrawal (DIN: 00182900)**	Additional Director in the category of Non- Executive Independent Director

*Resigned w.e.f September 1st, 2025

** Appointed w.e.f November 8th, 2025

6.4 Committees:

- I. **Audit Committee:** During the financial year 2025-26, (4) four meetings of the Audit Committee were held on 24.05.2025, 12.08.2025, 08.11.2025 and 13.02.2026.

Composition Of the Committee

Name	Designation	Category
Mr. Dayaniwas Sharma	Chairman	Non- Executive Independent Director
Mr. K K Maheshwari	Member	Non- Executive Independent Director
Mr. Prem Chand Kankaria	Member	Managing Director - Executive
Mr. Pushapraj Singhvi	Member	Non- Executive Director

Reconstitution of the Composition Of the Committee as approved in the Board Meeting dated November 8th, 2025:

Name	Designation	Category
Mr. K K Maheshwari	Chairman	Non- Executive Independent Director
Mr. Prem Chand Kankaria	Member	Managing Director - Executive
Mr. Pushapraj Singhvi	Member	Non- Executive Director
Mr. Chandra Shekhar Agrawal	Member	Non- Executive Independent Director

The Vigil Mechanism Policy adopted by the Company is available on <http://rajpack.com/policies.html>

II. Nomination And Remuneration Committee: During the financial year 2025-26, 2 (two) meetings were held on 24.05.2025 and 14.02.2025.

Composition Of the Committee:

Name	Designation	Category
Mr. K K Maheshwari	Chairman	Non- Executive Independent Director
Mr. Dayaniwas Sharma	Member	Non- Executive Independent Director
Mr. Pushapraj Singhvi	Member	Non- Executive Director

Reconstitution of the Composition Of the Committee as approved in the Board Meeting dated November 8th, 2025:

Name	Designation	Category
Mr. Pushapraj Singhvi	Chairman	Non- Executive Director
Mr. Chandra Shekhar Agrawal	Member	Non- Executive Independent Director
Mr. K K Maheshwari	Member	Non- Executive Independent Director

Brief Description of Terms of Reference

- To approve the fixation/revision of remuneration of Executive Directors of the Company and while approving:
 - To take into account the financial position of the Company, trend in the industry, appointee's qualification, experience, past performance, past remuneration etc.
 - To bring out objectivity in determining the remuneration package while striking a balance between the interest of the Company and the Shareholders.
- To identify persons who are qualified to become Directors and who may be appointed in senior management in accordance with the criteria laid down and to recommend to the Board their appointment and /or removal.
- To carry out evaluation of every Director's performance.
- To formulate the criteria for determining qualifications, positive attributes and independence of a Director, and recommend to the Board a policy, relating to the remuneration for the Directors, key managerial personnel and other employees.
- To formulate the criteria for evaluation of Independent Directors and the Board.
- To recommend/review remuneration of the Managing Director and Executive Director(s) based on their performance and defined assessment criteria.
 - Recommend to the board, all remuneration, in whatever form, payable to senior management.

The Nomination and Remuneration Policy adopted by the Company is available on <http://rajpack.com/policies.html>

The Company has designated an exclusive email ID-secretary@rajpack.com for complaints/grievances.

- III. Independent Directors Committee:** The independent Directors of the Company met once on 13.02.2026 during the financial year.

Details of policy for Familiarization Programme for Independent Directors: The Company's Policy on Directors' appointment and remuneration can be viewed by the Stakeholders on the below website <https://www.rajpack.com/policies.html>

Note: Ms. K Swarupa Rani, company secretary of the company was the secretary of all the committee meetings in FY 2025-26.

6.5 Recommendations of Audit Committee:

There is no such instance to report where the Board has not accepted the recommendations made by the Audit Committee.

6.6 Remuneration received by Managing/Executive Director from holding or subsidiary company:

The Company has no Holding or Subsidiary Company.

6.7 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 have been followed along with proper explanation relating to material departures;

(b) The Directors had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the loss of the company for that period;

(c) The Directors had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;

(d) The Directors had prepared the annual accounts on a going concern basis; and

(e) The Directors had laid down internal financial controls to be followed by the company and that such internal financial controls are adequate and were operating effectively.

(f) The Directors had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

6.8 Internal Financial Controls:

The Internal Financial Controls with reference to financial statements as designed and implemented by the Company are adequate. The Company maintains appropriate system of internal control, including monitoring procedures, to ensure that all assets are safeguarded against loss from unauthorized use or disposition. Company policies, guidelines and procedures provide for adequate

checks and balances, and are meant to ensure that all transactions are authorized, recorded and reported correctly.

During the period under review, there is no material or serious observations have been noticed for inefficiency or inadequacy of such controls.

6.9 Details in respect of frauds reported by auditors under sub section (12) of section 143 other than those which are reportable to the central government:

Auditors have not come across any fraud and as such not reported u/s 143(12).

7. DISCLOSURES RELATING TO SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES:

7.1 Report on performance and financial position of the subsidiaries, associates and joint ventures:

The Company does not have any Subsidiary, Associate or Joint venture.

7.2 Companies which have become or ceased to be subsidiaries, associates and joint ventures:

During the year neither any Company became its subsidiary nor ceased to be its subsidiary.

8. DETAILS OF DEPOSITS:

The Company has not accepted any deposits during the year.

9. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS:

During the year under review, the Company has not made any investments or given any loans and guarantees.

10. PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:

There were no materially significant related party transactions made by the Company with the promoters, directors, key managerial personnel or other designated persons under Section 188 of the Companies Act, 2013. Details of all related party transactions including that with the Promoters are disclosed in Note 33 to the financial statement which sets out related party disclosures to this report.

11. CORPORATE SOCIAL RESPONSIBILITY (CSR):

Since the Company does not have the net worth of Rs. 500 Crores or more, or turnover of Rs. 1000 Crores or more, or a net profit of Rs. 5 Crores or more during the financial year, section 135 of the Companies Act, 2013 relating to Corporate Social Responsibility is not applicable and hence the Company need not adopt any Corporate Social Responsibility Policy.

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

The details regarding Energy Conservation, Technology Absorption, Foreign Exchange Inflow and Outflow as required under Section 134 (3) (m) of the Companies Act, 2013 read with the Companies (Accounts) Rules, 2014 are given in the **Annexure –IV** and forms part of this Report.

13. RISK MANAGEMENT:

The Company follows a comprehensive system of Risk Management. The Company has adopted a procedure for assessment and minimization of probable risks. It ensures that all the risks are timely defined and mitigated in accordance with the well-structured risk management process.

14. CODE OF CONDUCT FOR THE PREVENTION OF INSIDER TRADING:

The Board of Directors has adopted the Insider Trading Policy in accordance with the requirements of the SEBI (Prohibition of Insider Trading) Regulation, 2015 The Insider Trading Policy of the

Company lays down guidelines and procedures to be followed, and disclosures to be made while dealing with shares of the Company, as well as the consequences of violation. The policy has been formulated to regulate, monitor and ensure reporting of deals by employees and to maintain the highest ethical standards of dealing in Company securities.

The Insider Trading Policy of the Company covering code of practices and procedures for fair disclosure of unpublished price sensitive information and code of conduct for the prevention of insider trading is available on our website.

15. DETAILS OF ESTABLISHMENT OF VIGIL MECHANISM:

Vigil Mechanism Policy has been established by the Company for directors and employees to report genuine concerns pursuant to the provisions of section 177(9) & (10) of the Companies Act, 2013 and Regulation 22 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015. The same has been placed on the website of the Company.

16. MATERIAL ORDERS OF JUDICIAL BODIES /REGULATORS:

There are no significant and material orders passed by the regulators /courts that would impact the going concern status of the Company and its future operations.

17. AUDITORS:

The following are the details of various auditors of the Company:

(i) Statutory Auditors

In terms of Section 139 of the Act, NAC and Associates, LLP, Chartered Accountants (FRN: 119375W/S200011) have been appointed as Statutory Auditor of the Company to hold office for a term of five (5) years from the conclusion of the 35th Annual General Meeting until the conclusion of consecutive 40th Annual General Meeting of the Company. The Statutory Auditor have confirmed their eligibility and submitted the certificate in writing that they are not disqualified to hold the office of the Statutory Auditor.

The Statutory Auditor NAC and Associates, LLP, Chartered Accountants (FRN: 119375W/S200011) have issued their reports on Financial Statements for the year ended March 31, 2026. There are no adverse remarks or qualifications in the said report. The Report, Notes on Accounts and other disclosures are self-explanatory and do not call for any further comments.

(ii) Internal Auditors

Pursuant to provisions of Section 138 read with Rule 13 of the Companies (Accounts) Rules, 2014 and Section 179 read with Rule 8(4) of the Companies (Meetings of Board and its Powers) Rules, 2014; during the year under review the Internal Audit functions and activities of the Company was undertaken by the Internal Auditor of the Company on quarterly basis by M/s KSVB & Co. Chartered Accountants (FRN: 153041W),. Deviations, if any are reviewed periodically and due compliance is ensured.

Summary of Significant Audit Observations, if any along with recommendations and its implementations are reviewed by the Audit Committee and concerns, if any, are reported to Board. There were no adverse remarks or qualification from the Internal Auditors during the year under review.

The Board has appointed M/s KSVB & Co. Chartered Accountants (FRN: 153041W) as the Internal Auditors for the Financial Year 2025-26. Internal Audit Report is considered in every Board Meeting of the Company and compliance is ensured.

(iii) Secretarial Auditor

Pursuant to the provisions of Section 204 of the Companies Act, 2013 and the Companies (Appointment and Remuneration of managerial personnel) Rules 2014, the Board had appointed M/s. Sayani & Associates, Practicing Company Secretaries to undertake the secretarial audit of the Company for the year 2025-26. The report of the Secretarial Auditor is enclosed as **Annexure I** and forms part of this report. There were no adverse remarks or qualifications in the Secretarial Audit Report issued for the period under review. The report is self-explanatory and does not require any further comments.

The Board has appointed M/s. Sayani & Associates, Practicing Company Secretaries as Secretarial Auditors for the Financial Year 2026-27.

(iv) COST AUDITOR

The Company is not required to appoint Cost Auditor as per the provisions of the Companies (Cost Records and Audit) Rules, 2014. The Company is required to maintain Cost Records as specified by the Central Government under sub-section (1) of Section 148 of the Act. Accordingly, the Company has made and maintained such accounts and records.

18. COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company is in compliance with the applicable secretarial standards.

19. CORPORATE INSOLVENCY RESOLUTION PROCESS INITIATED UNDER THE INSOLVENCY AND BANKRUPTCY CODE, 2016 (IBC):

There is no application filed for corporate insolvency resolution process, by a financial or operational creditor or by the company itself under the IBC before the NCLT.

20. FAILURE TO IMPLEMENT ANY CORPORATE ACTION:

No such instances to report.

20.1 OTHER DISCLOSURES: There are no other additional disclosures affecting the stakeholders of the Company which are required to disclose under this section.

21. ADDITIONAL DISCLOSURES UNDER LISTING REGULATIONS:

21.1 Statement of deviation or variation: During the Financial Year 2025-26, the Company has not made any public issue, rights issue, preferential issue for which it is required to issue Statement of deviation or variation.

21.2 Management Discussion and Analysis Report (MDAR): The Management Discussion and Analysis Report, pursuant to the SEBI (LODR) Regulation appended as **Annexure V** for information of the Members.

21.3 Certificate on Compliance of conditions of Corporate Governance:

Since the paid-up capital of the Company is less than Rs. 10 Crores and Net worth of the Company is less than Rs. 25 Crores, Corporate Governance certificate under Provisions of Chapter IV, Regulation 15 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2018 is not applicable.

21.4 Suspension of Trading: No such instance to report.

22. EVENT BASED DISCLOSURES

During the year under review, the Company has not taken up any of the following activities:

1. Issue of sweat equity share: No
2. Issue of shares with differential rights: No
3. Issue of shares under employee's stock option scheme: No
4. Disclosure on purchase by company or giving of loans by it for purchase of its shares: No
5. Buy back shares: No
6. Disclosure about revision: No
7. Preferential Allotment of Shares: No
8. The Company has not delisted its Shares in the given Financial Year
9. Disclosure of certain types of agreements binding listed entities (Information disclosed under clause 5A of paragraph A of Part A of Schedule III of these regulations) - No

23. NON-EXECUTIVE DIRECTORS' COMPENSATION AND DISCLOSURES

None of the Independent / Non-Executive Directors has any pecuniary relationship or transactions with the Company which in the Judgment of the Board may affect the independence of the Directors.

24. CEO/ CFO Certification:

In compliance with the applicable provisions of the Companies Act, 2013 and relevant regulations under the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, the certification of the financial statements for the financial year 2025-26, duly signed by the Managing Director and the Chief Financial Officer, is provided elsewhere in this Annual Report.

25. INSURANCE:

The properties and assets of your Company are adequately insured.

26. EMPLOYEE RELATIONS:

Your Directors are pleased to record their sincere appreciation of the contribution by the staff at all levels of the Company. A table containing the particulars in accordance with the provisions of Section 197(12) of the Act, read with Rule 5(2) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 is appended as **Annexure II** to this Report.

A statement showing the names of the top ten employees in terms of remuneration drawn and the name of every employee is annexed to this Annual report as **Annexure III**.

None of the employees is drawing a remuneration of Rs. 1,02,00,000/- and above per annum or Rs.8,50,000/- and above in aggregate per month, the limits prescribed under Section 197 of the Companies Act, 2013 read with rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014.

26.1 Human Resource Management and Related Disclosures Prevention of Sexual Harassment of Women at the Workplace

Your Company adheres to a strict policy to ensure the safety of women employees at the workplace. The Company is fully compliant with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("POSH Act") and has constituted an Internal Complaints Committee to redress complaint regarding sexual harassment. The Company's policy in this regard, is available on the company's website.

Composition of the Committee:

The Details of composition of the Committee are given below:

Name	Designation
Ms. Neepa Kankaria	Presiding Officer

Mr. M. Narsimha	Internal Member
Ms. Khushboo Joshi	Internal Member
Mrs. Bhagwati Mahesh Baldwa	External Member

In accordance with POSH Act, following disclosures are made:

Sl.No.	Particulars	Details
1	Number of complaints of sexual harassment received during the financial year 2025-26	Nil
2	Number of complaints disposed off during the financial year 2025-26	Nil
3	Number of cases pending for more than ninety days	Nil

26.2 Compliances of Maternity Benefit Act, 1961

The Company confirms that it has complied with the provisions of the Maternity Benefit Act, 1961, including granting maternity leave, nursing breaks, and protection against dismissal during maternity leave, as applicable to eligible employees during the financial year.

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

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

28. EVALUATION OF BOARD:

Pursuant to the provisions of the Act and provisions of SEBI Listing Regulations, a separate exercise was carried out to evaluate the performance of individual Directors who were evaluated on parameters such as level of engagement and contribution and independence of judgment thereby safeguarding the interest of the Company. The performance evaluation of the Independent Directors was carried out by the entire Board. The performance evaluation of the Chairman and the Non - Independent Directors was carried out by the Independent Directors. The Board also carried out annual performance evaluation of the working of its Audit, Nomination and Remuneration as well as Stakeholders' Relationship Committee. The Directors expressed their satisfaction with the evaluation process.

ACKNOWLEDGEMENTS:

Your Directors wish to place on record their appreciation of the contribution made by the employees at all levels, for the continued growth and prosperity of the Company. Your Directors also wish to place on record their appreciation of business constituents, Banks, statutory authorities and other financial institutions and shareholders of the Company for their continued support for the growth of the Company.

**For and on Behalf of The Board
Raj Packaging Industries Limited**

Sd/-

**Prem Chand Kankaria
Managing Director
DIN: 00062584**

Sd/-

**Neepa Kankaria
Executive Director
DIN: 06637083**

**Place: Hyderabad
Date: 14.08.2026**

**ANNUAL RETURN – E FORM MGT 7 (Annual Return) FOR THE FINANCIAL YEAR 2025-26 HAS BEEN
UPLOADED ON WEB LINK:**

<https://www.raipack.com/shareholders-corner.html>

CERTIFICATE BY THE MANAGING DIRECTOR AND CFO OF THE COMPANY

To
The Board of Directors
Raj Packaging Industries Limited

Dear Sirs,

As required under Regulation 17(8) read with Part B, Schedule II of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we state that:

1. We have reviewed the financial statements and the cash flow statement for the year ended March 31, 2026 and to the best of our knowledge and belief;
 - a. These statements do not contain any materially untrue statement nor omit any material fact nor contain statements that might be misleading, and
 - b. These statements present a true and fair view of the company's affairs and are in compliance with the existing accounting standards, applicable laws and regulations.
2. There are, to the best of our knowledge and belief, no transactions entered into by the company during the year, which are fraudulent, illegal or in violation of the company's code of conduct.
3. We accept responsibility for establishing and maintaining internal controls, we have evaluated the effectiveness of the internal control systems of the company and we have disclosed to the auditors and the audit committee, deficiencies in the design or the operation of internal controls, if any, of which we were aware and the steps that we have taken or propose to take and rectify the identified deficiencies and
4. That we have informed the auditors and the audit committee of:
 - a. Significant changes in the internal control during the year;
 - b. Significant changes in accounting policies during the year and that the same have been disclosed in the notes to the financial statements; and
 - c. Instances of significant fraud of which we have become aware and the involvement of any employee having a significant role in the company's internal control system.

For and on Behalf of the Board
Raj Packaging Industries Limited
Sd/-

M. Narsimha
Chief Financial Officer

Sd/-
Prem Chand Kankaria
Managing Director
(DIN: 00062584)

Place: Hyderabad
Date: 14.08.2026

Annexure I

Form No. MR-3
SECRETARIAL AUDIT REPORT
For the Financial Year Ended on March 31, 2026
[Pursuant to Section 204(1) of the Companies Act, 2013 and
Rule 9 of the Companies (Appointment and Remuneration Personnel) Rules, 2014]

To
The Members
RAJ PACKAGING INDUSTRIES LIMITED
Hyderabad, Telangana

I have conducted the secretarial audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **RAJ PACKAGING INDUSTRIES LIMITED, (hereinafter called the "Company")**. The Secretarial Audit was conducted in a manner that provided me a reasonable basis for evaluating the corporate conduct/statutory compliances and expressing my opinion thereon.

Based on my verification of Company's books, papers, minute books, forms and returns filed and other records maintained by the Company and also the information provided by the company, its officers, agents and authorized representatives during the conduct of secretarial audit, I hereby report that in my opinion, the Company has, during the audit period covering the Financial Year ended on March 31, 2026 complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

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

- i) The Companies Act, 2013 (the Act) and the rules made thereunder;
- ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowing. **(Not applicable to the Company during the audit period);**
- v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ('SEBI Act'):-
 - 1. The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;
 - 2. The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;
 - 3. The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018; **(Not applicable to the Company during the audit period);**
 - 4. The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; **(Not applicable to the Company during the audit period);**
 - 5. The Securities and Exchange Board of India (Issue and Listing of Non- Convertible Securities) Regulations, 2021; **(Not applicable to the Company during the audit period)**
 - 6. The Securities and Exchange Board of India (**Registrars to an Issue and Share Transfer Agents**) Regulations, 1993;
 - 7. The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021; **(Not applicable to the Company during the audit period);** and
 - 8. Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018; **(Not applicable to the Company during the audit period);**

9. The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015;
- vi) Other specifically applicable laws to the Company -
- Plastic Waste Management Rules, 2016

The compliance of the above laws is based on the Management Representation letter issued by the Managing Director, CFO and the Company Secretary of the Company and submitted to the Board of Directors of the Company.

I have also examined compliance with the applicable clauses of Secretarial Standards issued by the Institute of Company Secretaries of India and the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as applicable to the Company.

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

I further report that

The Board of Directors of the Company was duly constituted with proper balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act and regulations as applicable.

Adequate notice was given to all the 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 meetings and for meaningful participation at the meetings.

As per the minutes of the meetings duly recorded and signed by the Chairman, the decisions of the Board were unanimous and there was no dissenting views required to be recorded.

I further report that:

- During the year under review, Ms. K. Swarupa Rani, who was serving as the Compliance Officer of the Company, was appointed as the Company Secretary and Compliance Officer of the Company with effect from May 24, 2025.
- Mr. Dayaniwas Sharma (DIN: 01761215) ceased to be an Independent Director of the Company with effect from closure of business hours on August 31, 2025 upon completion of his first term and subsequently, Mr. Chandra Shekhar Agrawal (DIN: 00182900) was appointed as an Additional Director under the Independent Category with effect from November 08, 2025, subject to the approval of the members.
- Civil suits filed by the Company against VVFlex Pack Private Limited and Hyderabad Industries for outstanding amounts of Rs. 75,21,941/- and Rs. 8,58,007/-, respectively, along with applicable interest, during FY 2023-24 continued to remain pending before the concerned courts during the year under review.
- During the year under review, the Assistant Commissioner (ST), Aghapura Circle, Commercial Tax Department, passed orders under the GST Act in respect of FY 2020-21, FY 2021-22, FY 2022-23 and FY 2023-24, involving tax demands of Rs. 52,45,930/-, Rs. 56,10,806/-, Rs. 60,49,669/- and Rs. 32,68,686/-, respectively, along with applicable penalties, primarily alleging mismatch in certain bills and availment of ineligible ITC. The Company challenged the order pertaining to FY 2020-21 by filing

a Writ Petition before the Hon'ble High Court of Telangana, wherein an interim stay on recovery proceedings was granted and subsequently extended. The Company also filed appeals before the Appellate Authority, GST, Telangana, against the orders pertaining to FY 2021-22, FY 2022-23 and FY 2023-24. All the aforesaid matters continue to remain pending before the respective judicial/appellate authorities.

I further report that

- as per the information provided by the management, and based on the review of compliance reports by the respective departments, internal audit reports duly taken on record by the Board of Directors of the Company, there are adequate systems and processes in the Company commensurate with the size and operations of the company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.
- Apart from the above said, there were no such specific events/actions in pursuance of the above referred laws, rules, regulations, etc., having a major bearing on the company's affairs.
- The compliance by the Company of applicable financial laws, like direct and indirect tax laws, have not been reviewed in this Audit since the same has been subject to review by statutory financial audit, internal audit and other designated professionals.

**For Sayani & Associates
Practicing Company Secretaries**

**Sd/-
Zoheb S Sayani
Proprietor
M.No. F10881
C.P. No: 26128
PR No. 6164/2024
UDIN: F010881H001111486**

Place: Hyderabad

Date: 14.08.2026

[This Report is to be read with our letter of even date that is annexed as Annexure A and forms an integral part of this report.]

Annexure A

To
The Members
RAJ PACKAGING INDUSTRIES LIMITED
Hyderabad, Telangana

Secretarial Audit Report of even date is to be read along with this letter.

1. It is the responsibility of the management of the Company to maintain secretarial records, devise proper systems to ensure compliance with the provisions of all applicable laws and regulations and to ensure that the systems are adequate and operate effectively.
2. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of management. Our examination was limited to the verification of procedures on test basis.
3. I have followed the audit practices and processes as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial Records. The verification was done on random basis to ensure that correct facts are reflected in secretarial records. I believe that the processes and practices I followed provide a reasonable basis for our opinion.
4. My responsibility is to express an opinion on these secretarial records, standards and procedures followed by the Company with respect to secretarial compliances.
5. I believe that audit evidence and information provided by the Company's management is adequate and appropriate for us to provide a basis for our opinion.
6. Wherever required, I have obtained the management's representation about the compliance of laws, rules and regulations and the occurrence of events, etc.
7. I have not verified the correctness and appropriateness of financial records and Books and Accounts of the Company.

Disclaimer

8. The Secretarial Audit Report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the management has conducted the affairs of the Company.

**For Sayani & Associates
Practicing Company Secretaries**

**Sd/-
Zoheb S Sayani
Proprietor
M.No. F10881
C.P. No: 26128
PR No. 6164/2024
UDIN: F010881H001111486**

**Place: Hyderabad
Date: 14.08.2026**

[This Report is to be read with our letter of even date that is annexed as Annexure A and forms an integral part of this report.]

Annexure II

Information pursuant to Section 197 read with Rule 5(1)(i) of The Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014 and as amended in respect of our employees

1. The ratio of the remuneration of each director to the median remuneration of the employees of the company for the financial year (Amount in ₹)

Sl. No.	Name of Director / KMP and Designation	Financial Year 2025-26		
		Remuneration of Director / KMP (in Rs.)	% increase in Remuneration	Ratio of Remuneration of each Director to median remuneration of employees
1	Mr. Prem Chand Kankaria (Managing Director)	42,00,000	Nil	18.37:1
2	Ms. Neepa Kankaria (Executive Director)	25,20,000	Nil	11.02:1
3	Mr. Pushapraj Singhvi (Non-Executive Director)	Nil	Nil	Nil
4	Mr. K K Maheshwari (Non-Executive & Independent Director)	Nil	Nil	Nil
5	Mr. Dayaniwas Sharma (Non-Executive & Independent Director)	Nil	Nil	Nil
6	Mr. M. Narsimha (Chief Financial Officer)	14,10,000	5%	Nil
7	Ms. Swarupa Rani K (Company Secretary)	3,96,000	Nil	1.89

** Ms. Swarupa Rani K was appointed as Company Secretary w.e.f. 24.05.2025. Accordingly, the percentage increase in remuneration is not comparable with the previous financial year on a like-for-like basis.*

2. The percentage increase in remuneration of each director, Chief Financial Officer, Chief Executive Officer, Company Secretary or Manager, if any, in the financial year;

The percentage increase/(decrease) in remuneration of each Director, Chief Financial Officer and Company Secretary during the financial year 2025-26 has been disclosed in the table above. In the case of Ms. Swarupa Rani K, Company Secretary, the percentage increase in remuneration is not comparable with the previous financial year, as she was appointed as Company Secretary during the financial year 2025-26.

3. The percentage increase in the median remuneration of employees in the financial year;

The median monthly remuneration of employees of the Company for the financial year 2025-26 was Rs. 19,050. Accordingly, the median remuneration of employees increased by 9.01% during the financial year 2025-26. The annualised median remuneration of employees for FY 2025-26 was Rs. 2,28,600.

4. Number of permanent employees on the rolls of Company as on March 31, 2026

The number of permanent employees on the rolls of the Company as on March 31, 2026 was 42.

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

The average percentage increase in the salaries of employees other than the managerial personnel during the financial year 2025-26 was approximately 6.06%, whereas the managerial remuneration during the financial year 2025-26 decreased by approximately 10.49% as compared to the previous financial year.

6. Affirmation that the remuneration is as per the Remuneration Policy of the Company:

It is hereby affirmed that the remuneration paid to the Directors, Key Managerial Personnel and other employees during the financial year ended March 31, 2026 is in accordance with the Remuneration Policy of the Company.

Annexure III

Statement of particulars of Employees Pursuant to section 197(12) of the Companies Act, 2013 read with Rule 5(2) of Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014

Details of top 10 Employees (in terms of remuneration drawn) throughout the year/part of the year:

Sl. No	Name of the Employee	Age	Designation	Qualification	Remuneration (Per Annum) in Rs.	Nature of employment	Exp. (Years)	Date of commencement of employment	Previous employment	% Shareholding	Nature of duties of employee	Relationship with Director/ Manager
1.	Mr. Prem Chand Kankaria	71	Managing Director	B.Com (Hons) F.C.A	42,00,000	Contractual	40 Yrs	June 19, 1987	-	13.68	Management	Yes, Father of Ms. Neepa Kankaria, Executive woman Director of the Company
2.	Ms. Neepa Kankaria	45	Executive Director	Masters in Electrical Engineering	25,20,000	Contractual	13 Yrs	November 01, 2011	Red Pine Signals INC	3.11	Management	Yes, Daughter of Mr. Prem Chand Kankaria, Managing Director of the Company
3.	Mr. M. Narsimha	46	CFO	M.Com	14,10,000	Contractual	20 Yrs	May 02, 2005	SunaceVinyal Chemicals Pvt. Ltd.	-	Finance	No

4.	Mr. S. Madhu Mohan Reddy	49	Marketing Manager	MBA	12,64,000	Contractual	15 Yrs	November 16, 2020	Supreme Industries Ltd.	-	Sales & Marketing	No
5.	Mr. Amulya Ratna Singh	55	Manager-Production	P G Diploma in plastics testing & conversion	11,64,000	Contractual	25 Yrs	May 18, 2025	SK C Poly Engineering Pvt. Ltd.	-	Production	No
6.	Mr. Sawant Singh Shrwansingh Chauhan	59	Maintenance In-charge	Graduate	6,20,000	Contractual	20 Yrs	August 01, 2023	--	-	Maintenance	No
7.	Mr. Surahu Singh Yadav	52	Operator	Non-Matric	4,62,600	Contractual	21 Yrs	May 01, 2004	--	-	Production	No
8.	Mr. Sangeetham Mallesham	52	Operator	Non-Matric	4,21,600	Contractual	30 Yrs	December 01, 1995	--	-	Production	No
9.	Ms. Kota Sridevi	50	Accounts-Assistant	M.Com	4,14,200	Contractual	18 Yrs	February 02, 2021	NCL Veka Ltd.	-	Accounts	No
10.	Ms. Kamarapu Swarupa Rani	42	Company Secretary	CS	3,96,000	Contractual	10 Yrs	February, 14, 2025	--	-	Company Secretary & Compliance Officer	No

Annexure - IV

The particulars as prescribed under Section 134 (3) (m) of the Companies Act, 2013 read with Rule 8(3) of the Companies (Accounts) Rules, 2014 are as follows:

A. Conservation of Energy:

The company is committed towards creating a culture of sustainability by integrating energy conservation into its business goals. By consciously working on reducing its energy consumption, The Company contributes to a more sustainable future while achieving significant operational savings.

- i. *the steps taken or impact on conservation of energy;*
 - Continued utilization of solar panels installed in 2016 at the manufacturing unit to support power consumption through sustainable energy.
 - Rationalization of usage of electrical equipment's including air conditioning systems, desktop computers and office lighting.
 - Usage of energy efficient lighting fixtures.
 - Power factor optimization to ensure efficient electricity usage.
- ii. *the steps taken by the company for utilizing alternate sources of energy:*
The management remains committed to exploring feasible alternative energy sources in addition to the solar power already being utilized.
- iii. *the capital investment on energy conservation equipment's;*
There is no capital investment in energy conservation equipment during the year under review.

B. Technology Absorption:

- i. *the efforts made towards technology absorption and the benefits derived like product improvement, cost reduction, product development or import substitution*
The company is always working on assimilating new technology into its organizational processes and workflows by embedding of new tools, machines and practises into its daily operation to enhance efficiency and maintain competitive edge in the market. There were no instances of import substitution
- ii. *in case of imported technology (imported during the last three years reckoned from the beginning of the financial year)- Not Applicable; and*
- iii. *the expenditure incurred on Research and Development. – No expenditure incurred on R & D.*

C. Foreign Exchange Inflow and Outflow during the year:

- i. *Foreign Exchange Inflow - Nil*
- ii. *Foreign Exchange Outflow – Rs. 380.24 Lacs*

**For And on Behalf of The Board
Raj Packaging Industries Limited**

**Sd/-
Prem Chand Kankaria
Managing Director
DIN: 00062584**

**Sd/-
Neepa Kankaria
Executive Director
DIN: 06637083**

**Place: Hyderabad
Date: 14.08.2026**

Annexure V

1. Industry Structure & Development and Outlook

In the present-day scenario, packaging plays a vital role in determining a product's value, quality, safety, and market appeal. It has played a crucial role in the development of society and the economy by facilitating the safe storage, transportation, distribution, and preservation of products. With changing consumer preferences, rapid urbanization, and the expansion of organized retail and e-commerce, the packaging industry has emerged as an important contributor to India's economic growth.

The Indian plastics industry is one of the significant sectors of the country's economy and has witnessed substantial growth over the past few decades. It has developed into a large and diverse industry with a strong manufacturing and processing base. The sector comprises a large number of processing units, with Micro, Small and Medium Enterprises (MSMEs) accounting for a significant share of the industry. Plastics are used across a wide range of applications, including packaging, automotive components, agriculture, healthcare, construction, consumer goods, and electrical and electronics.

Packaging can broadly be classified into two major categories: **rigid packaging and flexible packaging**. Among these, flexible packaging has emerged as one of the fastest-growing segments. It includes products such as pouches, films, laminates, bags, sachets, and wrappers, and finds extensive applications in the food and beverage sector as well as in non-food industries such as cosmetics and personal care, pharmaceuticals and healthcare, automotive, agriculture, and household products.

Plastic remains one of the most widely used packaging materials because of its versatility, lightweight nature, durability, barrier properties, ease of processing, and cost-effectiveness. Compared with many conventional packaging materials, plastics can provide a favourable combination of strength, stiffness, flexibility, moisture and gas barrier properties, and product protection. Their lightweight nature also helps reduce transportation-related energy consumption. However, the increasing use of plastics, particularly single-use and short-life packaging, has also intensified concerns related to plastic waste, resource consumption, pollution, and end-of-life management.

India is among the major and rapidly expanding flexible packaging markets globally. Several factors are contributing to this growth, including urbanization, population growth, rising disposable incomes, changing lifestyles, and increasing demand for packaged and convenience foods with longer shelf life and improved quality. The expansion of organized retail, quick-commerce and e-commerce has further increased the demand for efficient, lightweight, protective, and customized packaging solutions. In addition, the growth of manufacturing and exports is creating new opportunities for packaging manufacturers and converting industries.

At the same time, sustainability, recycling, resource efficiency, and circularity have become central themes in the plastics and packaging industry. Governments, manufacturers, brand owners, and consumers are increasingly focusing on the principles of the 3Rs—Reduce, Reuse, and Recycle. In India, the Ministry of Environment, Forest and Climate Change (MoEFCC) has established a regulatory framework for plastic waste management through the Plastic Waste Management Rules, 2016, as amended from time to time. The framework has progressively strengthened the role of Extended Producer Responsibility (EPR), under which producers, importers, and brand owners have responsibilities for the environmentally sound management of plastic packaging waste.

Recent developments have further shifted the industry from simply managing plastic waste towards adopting a circular economy approach. Greater emphasis is being placed on recyclable packaging design, the use of recycled materials where technically and legally feasible, improved collection and recycling infrastructure, traceability of plastic packaging, and reduction of virgin plastic consumption. The introduction of EPR guidelines for plastic packaging and the growing focus on recycling targets and recycled-content requirements are encouraging companies to rethink packaging design and material selection.

Going forward, the Indian packaging industry is expected to balance two important priorities: meeting the growing demand for affordable, convenient, and high-performance packaging while minimizing its

environmental impact. Innovation in material science, mono-material flexible packaging, light weighting, mechanical and chemical recycling, bio-based materials, digital technologies, and improved waste-collection systems is likely to play an increasingly important role. The long-term growth of the sector will therefore depend not only on production capacity and market demand but also on its ability to adopt sustainable, resource-efficient, circular packaging solutions and adopting new technology including use of AI.

2. Threats, Risks and Concerns and opportunities

Flexible Packaging Industry in India is showing all positive signs, yet the industry faces some of the major challenges. The key issues can be grouped into five interconnected areas:

• Volatility in Raw Material Prices and Availability

One of the biggest challenges faced by the flexible packaging industry is the continuous fluctuation in raw material prices. Materials such as polymers, films, aluminium foil, adhesives, inks and other chemical inputs are influenced by crude oil prices, global supply-demand conditions, currency fluctuations and geopolitical developments. Sudden increases in input prices directly increase manufacturing costs.

At the same time, unpredictable availability of certain raw materials can disrupt production schedules and force manufacturers to maintain higher inventory levels. This increases working-capital requirements. Since packaging manufacturers often operate under highly competitive pricing conditions, it is difficult to pass the entire increase in raw-material costs on to customers. As a result, manufacturers have to absorb part of the increase, leading to pressure on operating margins and profitability.

• Working Capital and Financial Pressure

Flexible packaging is a working-capital-intensive industry. Manufacturers need to purchase raw materials in advance, maintain inventories, manufacture products and often provide customers with credit periods.

When raw-material prices increase or customers extend payment periods, the amount of money locked into the business increases substantially. Smaller manufacturers are particularly vulnerable because their access to affordable working-capital finance may be limited.

Therefore, companies need to focus not only on sales and production but also on inventory management, credit control, receivables collection, production efficiency and cash-flow management. Improving working-capital efficiency has become increasingly important for maintaining financial stability.

• Technology Gaps and Limited Automation

The global flexible packaging industry has experienced rapid technological development in areas such as high-speed printing, automation, digital printing, advanced coating and lamination, inspection systems, process control and recyclable packaging structures.

However, adoption of advanced technology in India remains uneven. Large and professionally managed companies are increasingly investing in modern equipment, but many small and medium-sized converters continue to operate with relatively older machinery and processes.

Limited access to advanced technology can affect product quality, consistency, productivity, material efficiency and the ability to manufacture sophisticated packaging structures. High initial investment costs, limited technical expertise and uncertainty about returns on investment can also discourage smaller companies from modernising their operations.

• Dominance of the Unorganized Sector

A significant portion of India's packaging ecosystem consists of small and unorganized manufacturers. These businesses play an important role in providing employment, serving regional markets and supplying packaging to smaller customers. However, many face limitations in areas such as professional management, quality systems, automation, branding, marketing and international market access.

The absence of standardized processes and professional business practices can make it difficult for such companies to compete with larger manufacturers, particularly when customers increasingly demand consistent quality, traceability, sustainability credentials and regulatory compliance.

There is therefore considerable scope for consolidation, modernization and professionalization within the industry.

- **Shortage and High Cost of Skilled Manpower**

The packaging industry requires skilled personnel for areas such as printing, extrusion, lamination, slitting, quality control, maintenance, colour management, pre-press and production planning.

However, manufacturers often face difficulty in finding employees with the required technical skills. Experienced personnel are also expensive to retain, particularly in regions where several packaging companies compete for the same talent.

The shortage of skilled manpower can lead to lower machine productivity, higher rejection rates, longer downtime and difficulties in adopting sophisticated equipment. Companies therefore need to invest more in technical training, employee development, automation and knowledge transfer.

- **Environmental Sustainability, Recycling, Technical and Cost Challenges in Flexible Packaging**

The growing use of plastic packaging has increased environmental and sustainability concerns. While flexible packaging offers benefits such as low material consumption, lightweight construction, efficient transportation, and reduced product wastage, multi-layer structures can be difficult to recycle. This has increased pressure on the packaging industry to develop recyclable, reusable, and lower-impact solutions.

However, sustainable packaging faces several challenges. Recyclability alone is insufficient without effective collection, segregation, sorting, processing, and recycling systems. In India, uneven waste-management infrastructure and inadequate source segregation often prevent recyclable materials from being recovered effectively. Strengthening recycling infrastructure and integrating the informal waste sector are therefore essential to improving material recovery and supporting waste workers.

Technical performance is another key challenge. Sustainable packaging must maintain barrier protection, seal strength, mechanical properties, printability, shelf life, machinability, and product compatibility. For food packaging, materials must protect against moisture, oxygen, light, and contamination. Environmental improvements must therefore be balanced with functional performance and product protection.

Cost is also a significant barrier. Sustainable materials and recycling-compatible technologies may require higher initial investment in materials, machinery, testing, research, process modifications, and employee training. The industry must develop solutions that are environmentally beneficial while remaining commercially viable.

Finally, sustainability claims such as “recyclable,” “compostable,” and “eco-friendly” must be supported by credible evidence. Environmental performance should be evaluated across the product lifecycle, including manufacturing, transportation, use, collection, and end-of-life treatment.

Overall, sustainable flexible packaging requires a coordinated approach involving material innovation, technical development, investment, improved waste-management infrastructure, integration of the informal sector, and credible lifecycle assessment. The key challenge is achieving genuine environmental benefits without compromising performance, affordability, or commercial viability.

- **Opportunities**

India's flexible packaging industry has strong long-term growth potential, driven by urbanization, changing lifestyles, packaged goods, pharmaceuticals, personal care and e-commerce. Realizing this potential will require cost control, productivity improvement, technology adoption, skilled manpower, working-capital management and sustainable packaging solutions. A coordinated approach involving industry, government, recyclers, brands and consumers will be essential to build a sector that is both economically competitive and environmentally responsible.

3. Business Performance/Outlook

The company after consecutive year of losses has shown profit in this financial year.

During the financial year 2025-26, the Company recorded a total revenue 3,282.17 and a net Profit of ₹34.98 lakhs, as compared to a revenue of ₹3,48.67 lakhs and a net loss of ₹71.51 lakhs in the previous financial year 2024-25.

The Company has faced various challenges in its business operations, including fluctuations in raw material prices, competitive pricing pressures, and changes in market dynamics. The flexi-packaging industry has also experienced periods of excess capacity and demand-supply imbalances, resulting in increased competition and pressure on margins. Additionally, expanding the customer base and increasing market share have required sustained efforts amid a competitive operating environment. These factors have, at times, impacted the Company's pricing flexibility, margins, and overall financial performance.

Despite these challenges, the Company has successfully navigated through the difficult period and has demonstrated a significant turnaround in its financial performance. Following the period of losses, the Company has now returned to profitability, reflecting the positive impact of its strategic initiatives and continued operational focus. The management remains committed to sustaining this momentum and further strengthening the Company's financial performance. Key initiatives include the development of new products, acquisition of new customers and diversification of the client base, along with optimization of procurement practices and operational efficiencies. These measures are expected to support sustainable growth, improve margins, and maintain the Company's profitability in the coming years.

4. Discussion on financial performance with respect to operational performance

The relevant financial details may be referred to in the preceding paragraph.

5. Segment Wise or Product wise performance:

The Company operates in a single segment - flexible packaging.

6. Internal Control system and their adequacy

The company has adequate internal control system in place which safeguards all its assets & properties and maintain accuracy of its financial transaction and records.

- a. By means of Secretarial Audit it is ensured that all compliances with various provisions of law, rules and regulation are all complied with.
- b. Internal Audits are conducted quarterly and report is presented to Audit Committee and based on that same corrective measures are taken.

Based on the recommendation of various auditors steps are being taken to ensure company adheres to corporate governance best practice.

7. Material developments in human resource/ industrial relations front, including number of people employed

There are no material developments in human resource/ industrial relations front, including number of people employed.

8. Details of changes in key financial ratios, along with detailed explanation thereof:

Particulars	2025-26	2024-25
Debtors turnover ratio	4.58	4.48
Inventory turnover ratio	5.37	6.26
Interest coverage ratio	2.23	(1.04)
Current ratio	2.85	3.16
Debt equity ratio	0.51	0.53
Operating profit margin (%)	4.33%	0.29%
Net Profit margin (%)	0.01	(0.02)
Return on Net worth (%)	0.02	(0.05)

Reason for more than 25% change in the ratio:

There are no significant change in the percentage of the ratios. There has been improvement in the Debtor Turnover Ratio, Interest Coverage Ratio and Operating profit margin and the Net Profit Margin.

9. Details of any change in return on net worth as compared to the immediately previous financial year:

There has been better return on Net worth in comparison to the Return on Networth in the previous Financial Year

10. Dividend:

The Company has not declared Dividend for the Financial Year

11. Credit Rating:

Not Applicable

12. Disclosure of Accounting Treatment:

Accounting Treatment of the company is in compliance with existing accounting standards, applicable laws and regulations.

CAUTIONARY STATEMENT

Cautionary Statement This report may contain "Forward Looking Statements" including, but without limitation, statements relating to the implementation of strategic initiatives, and other statements relating to Raj Packaging future business developments and economic performance. While these Forward-Looking Statements indicate the Company's assessment and future expectations concerning the development of the Company's business, a number of risks, uncertainties and other unknown factors could cause actual developments and results to differ materially from the expectations. These factors include, but are not limited to, general market, macro-economics, governmental and regulatory trends, movements in currency exchange and interest rates, competitive pressures, technological developments, changes in the financial conditions of third parties dealing with the Company, legislative developments, and other key factors that could affect the Company's business and financial performance. Raj Packaging undertakes no obligation to publicly revise any forward-looking statements to reflect future / likely events or circumstances.

INDEPENDENT AUDITOR'S REPORT**TO THE MEMBERS OF RAJ PACKAGING INDUSTRIES LIMITED****Report on the Audit of the Ind AS Financial Statements****Opinion**

We have audited the accompanying Ind AS financial statements of Raj Packaging Industries Limited ("the Company"), which comprise the Balance Sheet as at March 31, 2026 the Statement of Profit and Loss (including Other Comprehensive Income), the Statement of Changes in Equity and the Statement of Cash Flows for the year ended on that date, and a summary of the material accounting policies and other explanatory information (hereinafter referred to as "Ind AS Financial Statements").

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

Basis for Opinion

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

Key Audit Matters

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

Key Audit Matter	Auditor's Response
Appropriateness of the Expected Credit Loss ("ECL") provision in respect of trade receivables carried at amortized cost: (Refer Note 5 and Note 27 to the Ind AS financial statements. The Company has trade receivables aggregating to Rs. 778.27 lakhs as at March 31, 2026, in respect of which the Company applies the simplified approach permitted by Ind AS 109 Financial Instruments, and recognizes expected lifetime losses from initial recognition	Our procedures, in relation to testing of ECL provision recognized, included the following: Understanding and evaluating the design and testing the operating effectiveness of controls in respect of ECL provision for trade receivables carried at amortized cost. Reading of the underlying sale orders and invoices, as applicable to understand the nature of trade receivables, and the dates on which the payments fall due.

of the receivables. The provision for ECL as at March 31, 2026 is Rs. 59.10 lakhs. This is determined as a key audit matter as determination of the ECL provision involved application of judgment by Management in respect of matters such as maximum contractual period of credit risk and probability of credit loss given the significant number of aged receivables from customers.	Assessing the appropriateness of the credit loss provisioning methodology used by the Management, which involves the use of historical trends such as cash collection, performance of the current year against historical trends and the level of credit loss over time Based on the above procedures performed, we did not find any significant exceptions to the ECL provision recognized in respect of trade receivables carried at amortized cost.
--	--

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

The Company's Board of Directors is responsible for the preparation of the other information. The other information comprises the information included in the Board's Report including Annexures to Board's Report and Shareholder's Information, but does not include the Ind AS financial statements and our auditor's report thereon.

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

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

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

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

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

Auditor's Responsibilities for the Audit of the Ind AS Financial Statements

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

Materiality is the magnitude of misstatements in the financial statements that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the financial statements may be influenced.

We consider quantitative materiality and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the financial statements.

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

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

Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditor's Report) Order, 2020 (Revised 2022) ("the Order") issued by the Central Government in terms of Section 143(11) of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order.
2. As required by Section 143(3) of the Act, based on our audit we report that:
 - a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
 - b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
 - c) The Balance Sheet, the Statement of Profit and Loss including Other Comprehensive Income, Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account.
 - d) In our opinion, the aforesaid Ind AS financial statements comply with the Ind AS specified under Section 133 of the Act, read with the Companies (Ind AS) Rules, 2015, as amended.
 - e) On the basis of the written representations received from the directors as on March 31, 2026 taken on record by the Board of Directors, none of the directors is disqualified as on March 31, 2026 from being appointed as a director in terms of Section 164 (2) of the Act.
 - f) With respect to the adequacy of the internal financial controls over financial reporting of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B". Our report expresses an unmodified opinion on the adequacy and operating effectiveness of the Company's internal financial controls over financial reporting.
 - g) With respect to the other matters to be included in the Auditor's Report in accordance with the requirements of Section 197(16) of the Act, as amended:

In our opinion and to the best of our information and according to the explanations given to us, the remuneration paid by the Company to its directors during the year is in accordance with the provisions of Section 197 of the Act.
 - h) With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, as amended in our opinion and to the best of our information and according to the explanations given to us:
 - i. The Company has disclosed the impact of pending litigations on its financial position in its Ind AS financial statements – Refer Note 31.
 - ii. The Company did not have any long-term contracts including derivative contracts for which there were material foreseeable losses.
 - iii. There has been no delay in transferring amounts, required to be transferred, to the Investor Education and Protection Fund by the Company.

- iv. (a) The Management has represented that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (b) The Management has represented, that, to the best of its knowledge and belief, other than as disclosed in the notes to the accounts, no funds (which are material either individually or in the aggregate) have been received by the Company from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;
- (c) Based on the audit procedures that have been considered reasonable and appropriate in the circumstances, nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e), as provided under (a) and (b) above, contain any material misstatement.
- v. The Company has not declared any dividend in the current and the previous financial year. Accordingly, reporting under Rule 11(f) of Companies (Audit and Auditors) Rules, 2014 not applicable.
- vi. Based on our examination which included test checks, the Company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For NAC And Associates LLP
ICAI FRN: 119375W/S200011
Chartered Accountants

Nikhil Surana
Partner

Membership No.: 232997
UDIN: 26232997NOBUEM3311

Place: Hyderabad
Date: 23.05.2026

ANNEXURE A REFERRED TO IN PARAGRAPH 1 UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF M/s. RAJ PACKAGING INDUSTRIES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2026

On the basis of our examination of the books and records of the Company carried out in accordance with the auditing standards generally accepted in India and according to the information and explanations given to us, we state that:

- i) a) In respect of Company's Property, Plant and Equipment (PPE) and Intangible Assets:
 - 1. The Company has maintained proper records showing full particulars, including quantitative details and situation of Property, Plant and Equipment (PPE).
 - 2. The Company does not have any intangible assets for the year ended 31st March, 2026.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, all the PPE have been physically verified by the management at regular intervals during the year, which in our opinion is reasonable having regard to the size of the Company and nature of its PPE. No material discrepancies were noticed on such verification.
- c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the title deeds of all the immovable properties comprising of Freehold Land and Buildings are held in the name of the Company.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not carried out revaluation of its PPE and accordingly, reporting requirements of paragraph 3(i)(d) of the Order is not applicable to the Company.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, 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 (45 of 1988) (as amended in 2016) and rules made thereunder.
- ii) a) According to the information and explanations given to us and on the basis of our examination of the records, the inventories were physically verified during the year by the management at reasonable intervals. In our opinion, the coverage and procedure of such verification by the management is appropriate having regard to the size of the Company and the nature of its operation. Further, no discrepancies of 10% or more in the aggregate for each class of inventory were noticed on physical verification of inventories as compared to book records.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, at any point of time of the year, the Company has not been sanctioned working capital facility from banks or financial institutions on the basis of security of its current assets exceeding INR 5 crores, in aggregate during the year. Accordingly, the reporting requirements of clause 3(ii)(b) of the Order is not applicable to the Company.
- iii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not granted any loans, secured or unsecured, to Companies, Firms, Limited Liability Partnerships or any other parties during the year. Accordingly, the reporting requirements of clause 3(iii) of the Order is not applicable to the Company.

- iv) According to the information and explanations given to us and on the basis of our examination of the books and records, the Company has not granted any loans or given any guarantees or provided any securities or made any investments to/in the parties covered under Section 185 and Section 186 of the Act. Accordingly, the reporting requirements of clause 3(iv) of the Order is not applicable to the Company.
- v) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no deposits within the meaning of directives issued by RBI (Reserve Bank of India) and Sections 73 to 76 or any other relevant provisions of the Act and rules framed thereunder have been accepted by the Company. Accordingly, reporting requirements of paragraph 3(v) of the Order is not applicable to the Company.
- vi) According to the information and explanations given to us and based on our examination of the records of the Company, the turnover of the Company has not exceeded the prescribed threshold limits for maintenance of cost records during the year. Accordingly, the reporting requirements of clause 3(vi) of the Order is not applicable to the Company.
- vii) a) According to the information and explanations given to us and on the basis of our examination of the records, the Company is regular in depositing undisputed statutory dues including Goods and Services tax, provident fund, employees' state insurance, income tax, sales tax, custom duty, duty of excise, value added tax, cess and other statutory dues during the year with the appropriate authorities. No undisputed amounts payable in respect of the aforesaid statutory dues were outstanding as at 31st March, 2026 for a period of more than six months from the date they became payable.
- b) According to the information and explanations give to us and on the basis of our examination of the records of the Company, there are no statutory dues referred to in sub-clause (a) above which have not been deposited with the appropriate authorities on account of any dispute except the following:

Name of the Statute	Nature of Dues*	Amount (Rs. in lakhs)	Period to which the amount relates	Forum where the dispute is pending
Goods and Services Tax Act, 2017	Goods and Service Tax including interest and penalty	104.92	2020-21	Hon'ble High Court of Telangana
Goods and Services Tax Act, 2017	Goods and Service Tax including interest and penalty	61.72	2021-22	Commissioner of GST I Appeals, Telangana
Goods and Services Tax Act, 2017	Goods and Service Tax including interest and penalty	66.54	2022-23	Commissioner of GST I Appeals, Telangana
Goods and Services Tax Act, 2017	Goods and Service Tax including interest and penalty	35.96	2023-24	Commissioner of GST I Appeals, Telangana

* Interest is upto the date of the demand order.

- viii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, there were no transactions relating to previously unrecorded income that have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.
- ix) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not defaulted in repayment of loans or in the payment of interest thereon to any lender. Accordingly reporting requirements of paragraph 3(ix) of the order is not applicable to the Company.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that the Company has not been declared a wilful defaulter by any bank or financial institution or other lender.
- c) In our opinion and according to the information and explanations given to us, the term loans availed by the Company were, applied by the Company during the year for the purposes for which the loans were obtained.
- d) According to the information and explanations given to us and on the basis of our examination of the records of the Company, and on an overall examination of the Ind AS financial statements of the Company, we report that no funds raised on short-term basis have not been used for long-term purposes by the Company. Accordingly, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
- e) According to the information and explanations given to us and on the basis of our examination of the records of the Company, we report that the Company does not have any subsidiaries, associates or joint ventures and accordingly, reporting under Clause 3(ix)(e) and (f) of the Order is not applicable to the Company.
- x) a) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not raised any money by way of initial public offer or further public offer (including debt instruments) during the year and accordingly, reporting under clause 3(x)(a) of the Order is not applicable to the Company.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, the Company has not made any preferential allotment or private placement of shares or convertible debentures (fully or partly or optionally) during the year and accordingly, reporting under clause 3(x)(b) of the Order is not applicable to the Company.
- xi) a) According to the information and explanations given to us and based on our examination of the books and records of the Company, considering the principles of materiality outlined in Standards on Auditing, we report that no fraud by the Company or on the Company has been noticed or reported during the course of the audit.
- b) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no report under Section 143(12) of the Act has been filed in Form ADT-4 as prescribed under Rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government, during the year and upto the date of this report.

- xii) c) According to the information and explanations given to us and on the basis of our examination of the records of the Company, no whistle blower complaints have been received during the year by the Company.
 - d) The Company is not a Nidhi Company and accordingly, reporting requirements of paragraph 3(xii) of the Order are not applicable to the Company.
- xiii) According to the information and explanations given to us and on the basis of our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act, where applicable, and details of such transactions have been disclosed in the Ind AS financial statements as required by the applicable accounting standards. Refer Note 33 to the Ind AS financial statements.
- xiv) a) In our opinion, the Company has an adequate internal audit system commensurate with the size of the Company and nature of its business.
- b) We have considered, the report of the internal auditors for the year under audit, issued to the Company during the year and till date, in determining the nature, timing and extent of our audit procedures.
- xv) According to the information and explanations given to us and based on our examination of the records of the Company, the Company has not entered into non-cash transactions with directors or persons connected with them as per the provisions of Section 192 of the Act. Accordingly, reporting requirements under paragraph 3(xv) of the Order are not applicable to the Company.
- xvi) a) According to the information and explanations given to us and based on our examination of the records of the Company, the provisions of Section 45-IA of the Reserve Bank of India Act, 1934 (2 of 1934) are not applicable to the Company. Accordingly, the reporting requirements of paragraph 3(xvi)(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 not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid Certificate of Registration (CoR) from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.
- c) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not a Core Investment Company (CIC) as defined in the regulations made by Reserve Bank of India. Accordingly, the reporting requirements of paragraph 3(xvi)(c) of the Order is not applicable to the Company.
- d) According to the information and explanations given to us by the management and on the basis of our examination of the records of the Company, the Group has one CIC which is not required to be registered with the Reserve Bank of India.
- xvii) The Company has not incurred cash losses in the current financial year. However, the Company has incurred cash loss amounting to Rs. 32.11 lakhs in the immediately preceding financial year.
- viii) There has been no resignation of statutory auditors of the Company during the year. Accordingly, reporting requirements under paragraph 3(xviii) of the Order are not applicable to the Company.

- 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 Ind AS financial statements and our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that Company is not capable of meeting its liabilities existing as at the date of the 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, will get discharged by the Company as and when they fall due.
- xx) According to the information and explanations given to us and based on our examination of the records of the Company, the Company is not required to spent any amount towards CSR under Section 135 of the Act for the year. Accordingly, reporting under paragraph 3(xx) of the Order is not applicable to the Company.

For NAC And Associates LLP
ICAI FRN: 119375W/S200011
Chartered Accountants

Nikhil Surana
Partner

Membership No.: 232997
UDIN: 26232997NOBUEM3311

Place: Hyderabad
Date: 23.05.2026

ANNEXURE B REFERRED TO IN PARAGRAPH 2(f) UNDER THE HEADING “REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS” OF OUR REPORT OF EVEN DATE TO THE MEMBERS OF M/s. RAJ PACKAGING INDUSTRIES LIMITED FOR THE YEAR ENDED 31ST MARCH, 2026

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

We have audited the internal financial controls over financial reporting of **RAJ PACKAGING INDUSTRIES Limited** (“the Company”) as of March 31, 2026 in conjunction with our audit of the Ind AS financial statements of the Company for the year ended on that date.

Management’s Responsibility for Internal Financial Controls

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

Auditors’ Responsibility

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

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

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

Meaning of Internal Financial Controls over Financial Reporting

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

A company's internal financial control over financial reporting includes those policies and procedures that:

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

Inherent Limitations of Internal Financial Controls over Financial Reporting

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

Opinion

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

For NAC And Associates LLP
ICAI FRN: 119375W/S200011
Chartered Accountants

Place: Hyderabad
Date: 23.05.2026

Nikhil Surana
Partner
Membership No.: 232997
UDIN: 26232997NOBUEM3311

RAJ PACKAGING INDUSTRIES LIMITED CIN: L25209TG1987PLC007550 Balance Sheet as at 31st March, 2026 (₹ in lakhs, unless as otherwise stated)				
	Particulars	Note	As at 31st March, 2026	As at 31st March, 2025
A	ASSETS			
1	Non-Current Assets			
	(a) Property, Plant and Equipment	2	521.46	578.36
	(b) <u>Financial Assets:</u>			
	- Other Financial Assets	3	54.83	48.33
	(c) Deferred Tax Asset (Net)	13	-	3.93
2	Current Assets			
	(a) Inventories	4	603.07	529.99
	(b) <u>Financial Assets:</u>			
	(i) Trade Receivables	5	719.17	712.69
	(ii) Cash and Cash Equivalents	6	0.55	0.82
	(iii) Bank balances other than (ii) above	7	5.18	10.59
	(iv) Other Financials assets	8	14.76	14.22
	(c) Current Tax Assets (Net)		2.05	2.10
	(d) Other Current Assets	9	29.69	30.80
	Total Assets (1+2)		1,950.76	1,931.83
B	EQUITY AND LIABILITIES			
1	EQUITY			
	(a) Equity Share Capital	10	456.98	456.98
	(b) Other Equity	11	836.95	807.66
2	LIABILITIES			
	Non-Current liabilities			
	(a) <u>Financial Liabilities:</u>			
	- Borrowings	12	167.44	255.30
	(b) Deferred Tax Liabilities (Net)	13	6.33	-
3	CURRENT LIABILITIES			
	(a) <u>Financial Liabilities:</u>			
	(i) Borrowings	14	205.23	243.25
	(ii) Trade payables	15		
	(a) Total outstanding dues of micro and small enterprises; and		31.60	5.20
	(b) Total outstanding dues of creditors other than micro and small enterprises		196.36	136.84
	(iii) Other Financial Liabilities	16	16.29	15.16
	(b) Other Current Liabilities	17	33.58	11.44
	Total Equity and Liabilities (1+2+3)		1,950.76	1,931.83
	Material Accounting Policies	1		
	Other Notes	2-47		
Notes 1 to 47 form an integral part of the financial statements				
As per our attached report of even date				
For NAC And Associates LLP		For and on behalf of the Board		
Chartered Accountants				
Nikhil Surana		Prem Chand Kankaria		Neepa Kankaria
Partner		Managing Director		Director
		DIN: 00062584		DIN: 06637083
		M. Narsimha		K Swarupa Rani
		Chief Financial Officer		Company Secretary
				M. No. A73047
Place: Hyderabad		Place: Hyderabad		
Date: 23.05.2026		Date: 23.05.2026		

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Statement of Profit And Loss for the year ended 31st March, 2026****(₹ in lakhs, unless as otherwise stated)**

	Particulars	Note	For the Year ended 31st March, 2026	For the Year ended 31st March, 2025
I	Revenue from Operations	18	3,278.62	3,042.07
II	Other Income	19	3.55	6.60
III	Total Revenue (I + II)		3,282.17	3,048.67
IV	EXPENSES			
	Cost of Materials Consumed	20	2,530.36	2,342.42
	Changes in Inventories of Finished Goods, Work-in-and Progress	21	(78.61)	47.29
	Employee Benefits Expense	22	219.39	243.07
	Finance Costs	23	37.77	46.49
	Depreciation	2	57.15	57.36
	Other Expenses	24	468.96	406.94
	Total Expenses (IV)		3,235.02	3,143.57
V	Profit/ (Loss) before tax (III - IV)		47.15	(94.90)
VI	Tax Expense			
	- Deferred tax	25	12.17	(23.84)
	- Prior Years' Income Tax adjustments		-	0.44
VII	Profit/ (Loss) for the year (V - VI)		34.98	(71.51)
VIII	Other comprehensive income			
	Items that will not be reclassified to profit or loss			
	(a) Remeasurements of Defined Benefit Plans		(7.61)	8.51
	(b) Income Tax on Above		1.91	(2.14)
IX	Total comprehensive income for the Year (VII + VIII)		29.29	(65.14)
X	Earnings per equity share of face value of Rs. 10 each.			
	Basic and Diluted (in ₹)		0.77	(1.56)
	Weighted average number of Equity Shares (in Numbers)		45,69,750	45,69,750
	Material Accounting Policies	1		
	Other Notes	2-47		

Notes 1 to 47 form an integral part of the financial statements

As per our attached report of even date

For NAC And Associates LLP**Chartered Accountants****Nikhil Surana**
Partner**For and on behalf of the Board****Prem Chand Kankaria**
Managing Director
DIN: 00062584**Neepa Kankaria**
Director
DIN: 06637083**M. Narsimha**
Chief Financial
Officer**K Swarupa Rani**
Company Secretary
M. No. A73047

Place: Hyderabad

Date: 23.05.2026

Place: Hyderabad

Date: 23.05.2026

RAI PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Statement of Cash Flows for the year ended 31st March, 2026****(₹ in lakhs, unless as otherwise stated)**

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
A. CASH FLOW FROM OPERATING ACTIVITIES		
NET PROFIT/(LOSS) BEFORE TAX	47.15	(94.90)
<u>Adjustments for:</u>		
Depreciation	57.15	57.36
Provision for Expected Credit Losses	22.42	5.43
Finance Costs	37.77	46.49
Bad Debts writtten off	1.81	-
Gain on Foreign Exchange Fluctuation (Net)	(0.78)	(3.30)
Interest Income	(2.77)	(3.30)
OPERATING PROFIT BEFORE WORKING CAPITAL CHANGES	162.75	7.78
<u>Adjustments for:</u>		
Increase in Inventories	(73.08)	(87.78)
Increase in Trade Receivables	(6.48)	(68.23)
(Increase)/Decrease in Other Bank Balances	5.41	(3.15)
(Increase)/Decrease in Other Financial Assets	(7.05)	3.96
(Increase)/Decrease in Other Assets	1.11	(6.99)
Increase in Trade Payables	58.20	9.99
Increase/(Decrease) in Other Financials Liabilities	1.13	(6.07)
Increase/(Decrease) in Other Current Liabilities	22.14	(11.59)
CASH GENERATED FROM OPERATIONS	164.11	(162.07)
Less: Direct Taxes paid (Net of refund)	(0.49)	(2.10)
NET CASH FROM OPERATING ACTIVITIES (A)	163.62	(159.97)
B. CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of Property, Plant & Equipments (PPE)	(0.25)	(3.95)
(Purchase) / Sale of Investments	-	0.10
NET CASH USED IN INVESTING ACTIVITIES (B)	(0.25)	(3.85)
C. CASH FLOW FROM FINANCING ACTIVITIES		
Increase/(Decrease) in Non-Current Borrowings (Refer Note 28B)	(87.86)	62.83
Increase/(Decrease) in Current Borrowings (Refer Note 28B)	(38.02)	147.58
Finance Costs paid	(37.77)	(46.49)
NET CASH FROM/(USED IN) FINANCING ACTIVITIES (C)	(163.65)	163.92
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS (A+B+C)	(0.27)	0.10
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR	0.82	0.72
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR	0.55	0.82
Material Accounting Policies	1	
Other Notes	2-47	
Notes 1 to 47 form an integral part of the financial statements		
As per our attached report of even date		
For NAC And Associates LLP	For and on behalf of the board	
Chartered Accountants		
Nikhil Surana	Prem Chand Kankaria	Neepta Kankaria
Partner	Managing Director	Director
	DIN: 00062584	DIN: 06637083
	M. Narsimha	K Swarupa Rani
	Chief Financial Officer	Company Secretary
		M.No. A73047
Place: Hyderabad	Place: Hyderabad	
Date: 23.05.2026	Date: 23.05.2026	

RAJ PACKAGING INDUSTRIES LIMITED
CIN: L25209TG1987PLC007550

Statement of Changes in Equity for the year ended 31st March, 2026
(₹ in lakhs, unless as otherwise stated)

A. Equity Share Capital

Particulars	Amount
Balance as at April 01, 2024	456.98
Change in equity share capital	-
Balance as at March 31, 2025	456.98
Change in equity share capital	-
Balance as at March 31, 2026	456.98

B. Other Equity

Particulars	Securities Premium Reserve	General Reserve	Accumulated Other Comprehensive Income	Retained Earnings	Total
Balance as at April 01, 2024	99.00	3.36	26.64	743.82	872.82
Profit / (Loss) for the year	-	-	-	(71.51)	(71.51)
Remeasurement of post-employment benefit obligations (Net of tax)	-	-	6.35	-	6.35
Balance as at 31st March, 2025	99.00	3.36	32.99	672.31	807.66
Profit / (Loss) for the year	-	-	-	34.98	34.98
Remeasurement of post-employment benefit obligations (Net of tax)	-	-	(5.69)	-	(5.69)
Balance as at 31st March, 2026	99.00	3.36	27.30	707.29	836.95
Material Accounting Policies	1				
Other Notes	2-47				

Notes 1 to 47 form an integral part of the financial statements

As per our attached report of even date

For NAC And Associates LLP
Chartered Accountants

For and on behalf of the board

Nikhil Surana
Partner

Prem Chand Kankaria
Managing Director
DIN: 00062584

Neepa Kankaria
Director
DIN: 06637083

M. Narsimha
Chief Financial
Officer

K Swarupa Rani
Company Secretary
M. No. A73047

Place: Hyderabad
Date: 23.05.2026

Place: Hyderabad
Date: 23.05.2026

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind-AS Financial Statements for the year ended 31st March, 2026****NOTE 1: MATERIAL ACCOUNTING POLICIES****1.1 COMPANY OVERVIEW**

The Raj Packaging Industries Limited (the "Company") is a public limited company incorporated and shares domiciled in India and has its registered office at Flat No. 202 & 203, 6-3-1247, Metro Residency, Raj Bhavan Road, Hyderabad, Telangana – 500 082. It is incorporated under the Companies Act, 1956 and its shares are listed on the Bombay Stock Exchange.

The Company has got its manufacturing facility at Bibinagar Mandal, Nalgonda District, Telangana and is engaged in the manufacture of multilayer co-extruded plastic film and flexible packaging material.

The financial statements are approved for issue by the Company's Board of Directors on 23rd May, 2026.

1.2 BASIS OF ACCOUNTING AND STATEMENT OF COMPLIANCE

These financial statements have been prepared in accordance with the Indian Accounting Standards (hereinafter referred to as the 'Ind AS') as notified by the Ministry of Corporate Affairs pursuant to section 133 of the Companies Act, 2013 (the 'Act') read with rule 4 of the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time.

The financial statements of the Company are prepared in accordance with the Indian Generally Accepted Accounting Principal (GAAP) on accrual basis and under the historical cost convention, except for the following material items that have been measured at fair value as required by the relevant Ind AS:

- Certain financial assets and liabilities are measured at Fair value (refer accounting policy on financial instruments)
- Defined Benefit and other Long-term Employee Benefits,

1.3 USE OF ESTIMATES AND JUDGEMENTS

The preparation of the financial statements requires that the Management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent liabilities as at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. The recognition, measurement, classification or disclosure of an item or information in the financial statements is made relying on these estimates.

The estimates and judgements used in the preparation of the financial statements are continuously evaluated by the Company and are based on historical experience and various other assumptions and factors (including expectations of future events) that the Company believes to be reasonable under the existing circumstances. Actual results could differ from those estimates. Any revision to accounting estimates is recognised prospectively in current and future periods.

All the assets and liabilities have been classified as current or non-current as per the company's normal operating cycle of twelve months and other criteria set out in Schedule III to the Companies Act, 2013.

1.4 PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS

Property, Plant and Equipment

Property, Plant and Equipment are stated at cost net of recoverable taxes, trade discounts and rebates and include amounts added on revaluation, less accumulated depreciation (except Freehold Land) and impairment loss, if any. Costs include freight, import duties, non-refundable purchase taxes and other expenses directly attributable to the acquisition of the asset.

Capital Work-in-Progress

Assets which are not ready for their intended use are disclosed as Capital Work-in-Progress.

Depreciation / Amortisation:

Depreciation on Property, Plant and Equipment is provided to the extent of depreciable amount on the Straight-Line Method (SLM). Depreciation is provided based on useful life of the assets as prescribed in Schedule II of the Companies Act, 2013.

Individual Assets costing less than Rs. 5,000 are fully depreciated in the year of purchase.

Depreciation on assets added/sold or discarded during the year is being provided on pro-rata basis up to the date on which such assets are added/sold or discarded.

Gains/Losses on disposals/de-recognition of property, plant and equipment are determined by comparing proceeds with carrying amount and these are recognized in Statement of Profit & Loss.

1.5 IMPAIRMENT OF NON-FINANCIAL ASSETS

The Company assesses at each reporting date whether there is any objective evidence that a non-financial asset or a Group of non-financial assets are impaired. If any such indication exists, the Company estimates the amount of impairment loss. For the purpose of assessing impairment, the smallest identifiable group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows from other assets or groups of assets is considered as a cash generating unit. If any such indication exists, an estimate of the recoverable amount of the individual asset/cash generating unit is made.

An impairment loss is calculated as the difference between an asset's carrying amount and recoverable amount. Losses are recognised in profit or loss and reflected in an allowance account. When the Company considers that there are no realistic prospects of recovery of the asset, the relevant amounts are written off. If the amount of impairment loss subsequently decreases and the decrease can be related objectively to an event occurring after the impairment was recognised, then the previously recognised impairment loss is reversed through profit or loss.

1.6 REVENUE RECOGNITION

The Company recognizes revenue, when or as control over distinct goods or services is transferred to the customer; i.e. when the customer is able to direct the use of the transferred goods or services

and obtains substantially all of the remaining benefits, provided a contract with enforceable rights and obligations exists and amongst others collectability of consideration is probable taking into account customer's creditworthiness.

Revenue is the transaction price the Company expects to be entitled to. In determining the transaction price, the Company considers effects of variable consideration, the existence of significant financing contracts, non-cash consideration and consideration payable to the customer, if any. The Company considers whether there are other promises in the contract that are separate performance obligations to which the transaction price needs to be allocated.

Variable Consideration

If the consideration in a contract includes a variable amount, the company estimates the amount of consideration to which it will be entitled to in exchange for transferring goods to the customer. The variable consideration is estimated at contract inception and constrained until it is highly probable that a significant reversal of revenue will not occur once associated uncertainties are resolved.

The amount of variable consideration is calculated by either using the expected value or the most likely amount depending on which is expected to better predict the amount of variable consideration. Consideration is also adjusted for the time value of money if the period between the transfer of goods or services and the receipt of payment exceeds twelve months and there is a significant financing benefit either to the customer or the Company. If a contract contains more than one distinct good or service, the transaction price is allocated to each performance obligation based on relative stand-alone selling prices. If stand-alone selling prices are not observable, the Company reasonably estimates those.

Revenue is recognized for each performance obligation either at a point in time or over time.

Sale of goods:

Revenues are recognized at a point in time when control of the goods passes to the buyer, usually upon either at the time of dispatch or delivery. Export sales are recognized based on the shipped-on board date as per bill of lading, which is when substantial risks and rewards of ownership are passed to the customers. Revenue from sale of goods is net of taxes and recovery of charges collected from customers like transport, packing etc.

Other Income

Dividend income on investments is recognised when the right to receive dividend is established.

Interest income is recognized on a time proportionate basis taking into account the amounts invested and the rate of interest. For all financial instruments measured at amortised cost, interest income is recorded using the Effective interest rate method to the net carrying amount of the financial assets.

1.7 GOVERNMENT GRANTS

Government grants are recognised where there is reasonable assurance that the grant will be received and all attached conditions will be complied with.

Government grants related to revenue are recognised on a systematic basis in the statement of profit and loss over the periods necessary to match them with the related costs which they are intended to compensate. Such grants are deducted in reporting the related expense. When the grant relates to an asset, it is recognized as income over the expected useful life of the asset.

In case a non-monetary asset is given free of cost it is recognised at a fair value. When loan or similar assistance are provided by government or related institutions, with an interest rate below the current applicable market rate, the effect of this favorable interest is recognized as government grant. The loan or assistance is initially recognized and measured at fair value and the government grant is measured as the difference between the initial carrying value of the loan and the proceeds received.

1.8 INVENTORIES

Inventories include Raw Material, Work-in-Progress, Finished Goods and Consumables are valued at lower of cost and net realizable value.

Costs incurred in bringing each product to its present location and condition are accounted for as follows:

Raw Material – Cost include cost of purchases and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using Specific Identification Method.

Work-in-Progress – Cost includes cost of direct material, labour, other direct cost and a proportion of fixed manufacturing overheads allocated based on the normal operating capacity but excluding borrowing costs. Cost is determined on weighted average cost basis.

Consumables – cost is determined on weighted average cost basis.

Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and the estimated costs necessary to make the sale. Adequate allowance is made for obsolete and slow-moving items.

1.9 FINANCIAL INSTRUMENTS

Financial assets - Initial recognition

Financial assets are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial assets other than trade receivables are initially recognised at fair value plus transaction costs for all financial assets not carried at fair value through profit or loss. Financial assets carried at fair value through profit or loss are initially recognised at fair value, and transaction costs are expensed in the Statement of Profit and Loss.

Subsequent measurement

Financial assets, other than equity instruments, are subsequently measured at amortised cost, fair value through other comprehensive income or fair value through profit or loss on the basis of both:

- (a) the entity's business model for managing the financial assets and
- (b) the contractual cash flow characteristics of the financial asset.

(a) Measured at amortised cost:

A financial asset is measured at amortised cost, if it is held under the hold to collect business model i.e. held with an objective of holding the assets to collect contractual cash flows and the contractual cash flows are solely payments of principal and interest on the principal outstanding. Amortised cost is calculated using the effective interest rate ("EIR") method by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss. The losses arising from impairment are recognised in the Statement of Profit and Loss. On derecognition, gain or loss, if any, is recognised to Statement of Profit and Loss.

(b) Measured at fair value through other comprehensive income (FVOCI):

A financial asset is measured at FVOCI, if it is held under the hold to collect and sell business model i.e. held with an objective to collect contractual cash flows and selling such financial asset and the contractual cash flows are solely payments of principal and interest on the principal outstanding. It is subsequently measured at fair value with fair value movements recognised in the OCI, except for interest income which recognised using EIR method. The losses arising from impairment are recognised in the Statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in the OCI is reclassified from the equity to Statement of Profit and Loss.

(c) Measured at fair value through profit or loss (FVTPL):

Investment in financial asset other than equity instrument, not measured at either amortised cost or FVOCI is measured at FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income and dividend income if any, recognised in the Statement of Profit and Loss.

Equity Instruments:

All investments in equity instruments classified under financial assets are subsequently measured at fair value. Equity instruments which are held for trading are measured at FVTPL.

For all other equity instruments, the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument shall be recognised in Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognised in the OCI. Amounts recognised in Other Comprehensive Income (OCI) are not subsequently transferred to Statement of Profit and Loss. Dividend income on the investments in equity instruments is recognised in Statement of Profit and Loss.

Impairment

The Company recognises a loss allowance for Expected Credit Losses (ECL) on financial assets that are measured at amortised cost and at FVOCI. The credit loss is difference between all contractual

cash flows that are due to an entity in accordance with the contract and all the cash flows that the entity expects to receive (i.e. all cash shortfalls), discounted at the original effective interest rate. This is assessed on an individual or collective basis after considering all reasonable and supportable including that which is forward-looking. The Company's trade receivables or contract revenue receivables do not contain significant financing component and loss allowance on trade receivables is measured at an amount equal to life time expected losses i.e. expected cash shortfall, being simplified approach for recognition of impairment loss allowance.

Under simplified approach, the Company does not track changes in credit risk. Rather it recognizes impairment loss allowance based on the lifetime ECL at each reporting date right from its initial recognition. The Company uses a provision matrix to determine impairment loss allowance on the portfolio of trade receivables.

The provision matrix is based on its historically observed default rates over the expected life of the trade receivable and is adjusted for forward looking estimates. At every reporting date, the historical observed default rates are updated and changes in the forward-looking estimates are analysed.

For financial assets other than trade receivables, the Company recognises 12-month expected credit losses for all originated or acquired financial assets if at the reporting date the credit risk of the financial asset has not increased significantly since its initial recognition. The expected credit losses are measured as lifetime expected credit losses if the credit risk on financial asset increases significantly since its initial recognition. If, in a subsequent period, credit quality of the instrument improves such that there is no longer significant increase in credit risks since initial recognition, then the Company reverts to recognizing impairment loss allowance based on 12 months ECL.

The impairment losses and reversals are recognised in Statement of Profit and Loss. For equity instruments and financial assets measured at FVTPL, there is no requirement for impairment testing.

De-recognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers rights to receive cash flows from an asset, 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 recognise the transferred asset to the extent of the Company's continuing involvement. In that case, the Company also recognises 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.

Financial Liabilities

Initial Recognition and measurement

Financial liabilities are recognised when the Company becomes a party to the contractual provisions of the instruments. Financial liabilities are initially recognised at fair value net of transaction costs for all financial liabilities not carried at fair value through profit or loss.

The Company's financial liabilities include trade and other payables, loans and borrowings including bank overdrafts and derivative instruments.

Subsequent measurement

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

Loans & Borrowings:

After initial recognition, interest bearing loans and borrowings are subsequently measured at amortised cost using EIR method. Gains and losses are recognized in profit & loss when the liabilities are derecognized as well as through EIR amortization process.

De-recognition

A financial liability is de-recognised when the obligation under the liability is discharged or cancelled or expires. 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 recognised in the statement of profit or loss.

Derivative financial instruments

The Company uses derivative financial instruments, such as forward foreign exchange contracts, to hedge its foreign currency risks. Such derivative financial instruments are initially recognized at fair value on the date on which a derivative contract is entered into and are subsequently remeasured at fair value, with changes in fair value recognised in Statement of Profit and Loss.

Derivatives are carried as financial assets when the fair value is positive and as financial liabilities when the fair value is negative.

Offsetting of financial instruments

Financial assets and financial liabilities are offset and the net amount is reported in the Balance Sheet if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

1.10 FAIR VALUE MEASUREMENT

The Company measures financial instruments, such as, derivatives 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, maximising the use of relevant observable inputs and minimising the use of unobservable inputs.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised 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 recognised 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.

For the purpose of fair value disclosures, the Company has determined classes of assets and liabilities on the basis of the nature, characteristics and risks of the asset or liability and the level of the fair value hierarchy as explained above.

1.11 EMPLOYEE BENEFITS

The Company provides following post-employment plans:

- (a) Defined benefit plans such as gratuity and
- (b) Defined contribution plans such as Provident fund and Superannuation fund

a) Defined-benefit plan:

The liability or asset recognised in the balance sheet in respect of defined benefit gratuity plan is the present value of defined benefit obligations at the end of the reporting period less fair value of plan assets. The defined benefit obligations is calculated annually by actuaries through actuarial valuation using the projected unit credit method.

The Company recognises the following changes in the net defined benefit obligation as an expense in the statement of profit and loss:

- a) Service costs comprising current service costs, past-service costs, gains and losses on curtailment and non-routine settlements; and
- b) Net interest expense or income

The net interest cost is calculated by applying the discount rate to the net balance of the defined benefit obligation and fair value of plan assets. This cost is included in employee benefit expenses in the statement of the profit & loss.

Re-measurement comprising of actuarial gains and losses arising from

- (a) Re-measurement of Actuarial(gains)/losses
- (b) Return on plan assets, excluding amount recognized in effect of asset ceiling
- (c) Re-measurement arising because of change in effect of asset ceiling are recognised in the period in which they occur directly in Other comprehensive income. Re-measurement are not reclassified to profit or loss in subsequent periods.

Ind AS 19 requires the exercise of judgment in relation to various assumptions including future pay rises, inflation and discount rates and employee and pensioner demographics. The Company determines the assumptions in conjunction with its actuaries, and believes these assumptions to be in line with best practice, but the application of different assumptions could have a significant effect on the amounts reflected in the income statement, other comprehensive income and balance sheet. There may be also interdependency between some of the assumptions.

b) Defined-contribution plan:

Under defined contribution plans, provident fund, the Company pays pre-defined amounts to separate funds and does not have any legal or informal obligation to pay additional sums. Defined Contribution plan comprises of contributions to the employees' provident fund with the government, superannuation fund and certain state plans like Employees' State Insurance and Employees' Pension Scheme. The Company's payments to the defined contribution plans are recognised as expenses during the period in which the employees perform the services that the payment covers.

c) Other employee benefits:

- (a) Compensated absences which are not expected to occur within twelve months after the end of the period in which the employee renders the related services are recognised as a liability at the present value of the obligation as at the Balance sheet date determined based on an actuarial valuation.
- (b) Undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the period when the employee renders the related services.
- (c) Expenses incurred towards voluntary retirement scheme are charged to the statement of profit and loss as and when incurred.

- (d) Other benefits comprising of discretionary long service awards are recognized as and when determined.

1.12 LEASES

As a Lessee:

The Company's lease asset classes generally consist of leases for land and buildings. The Company assesses whether a contract contains a lease, at inception of a contract. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

To assess whether a contract conveys the right to control the use of an identified asset, the Company assesses whether:

- (i) the contract involves the use of an identified asset;
- (ii) the Company has substantially all of the economic benefits from use of the asset through the period of the lease; and
- (iii) the Company has the right to direct the use of the asset.

At the date of commencement of the lease, the Company recognizes a right-of-use asset ("ROU") and a corresponding lease liability for all lease arrangements in which it is a lessee, except for leases with a term of twelve months or less (short-term leases) and low value leases. For these short-term and low value leases, the Company recognizes the lease payments as an operating expense on a straight-line basis over the term of the lease.

The right-of-use assets are initially recognized at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at or prior to the commencement date of the lease plus any initial direct costs less any lease incentives. They are subsequently measured at cost less accumulated depreciation and impairment losses.

Certain lease arrangements include the options to extend or terminate the lease before the end of the lease term. ROU assets and lease liabilities include these options when it is reasonably certain that they will be exercised.

Right-of-use assets are depreciated from the commencement date on a straight-line basis over the shorter of the lease term and useful life of the underlying asset. Right of use assets are evaluated for recoverability whenever events or changes in circumstances indicate that their carrying amounts may not be recoverable. For the purpose of impairment testing, the recoverable amount (i.e. the higher of the fair value less cost to sell and the value-in-use) is determined on an individual asset basis unless the asset does not generate cash flows that are largely independent of those from other assets. In such cases, the recoverable amount is determined for the Cash Generating Unit (CGU) to which the asset belongs.

The lease liability is initially measured at amortized cost at the present value of the future lease payments. The lease payments are discounted using the interest rate implicit in the lease or, if not readily determinable, using the incremental borrowing rates in the country of domicile of these leases. Lease liabilities are remeasured with a corresponding adjustment to the related right of use

asset if the Company changes its assessment if whether it will exercise an extension or a termination option.

As a Lessor:

Lease income from operating leases where the Company is a lessor is recognised in income on a straight-line basis over the lease term unless the receipts are structured to increase in line with expected general inflation to compensate for the expected inflationary cost increases. The respective leased assets are included in the balance sheet based on their nature.

1.13 FOREIGN CURRENCY TRANSACTIONS

a) Initial Recognition

Transactions in foreign currency are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising on foreign exchange transactions settled during the year are recognized in the Statement of Profit and Loss of the year.

b) Measurement of Foreign Currency Items at the Balance Sheet Date

Foreign currency monetary items of the Company are restated at the closing exchange rates. Non-monetary items are recorded at the exchange rate prevailing on the date of the transaction. Exchange differences arising out of these transactions are charged to the Statement of Profit and Loss.

1.14 TAXES ON INCOME

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses, if any.

Income tax comprises current and deferred tax. Income tax expense is recognized in the statement of profit and loss except to the extent it relates to items directly recognized in equity or in other comprehensive income.

Current Tax:

Current tax is based on taxable profit for the year. Taxable profit is different from accounting profit due to temporary differences between accounting and tax treatments, and due to items that are never taxable or tax deductible. Tax provisions are included in current liabilities. Interest and penalties on tax liabilities are provided for in the tax charge. The Company offsets, the current tax assets and liabilities (on a year-on-year basis) where it has a legally enforceable right and where it intends to settle such assets and liabilities on a net basis or to realise the assets and liabilities on net basis.

Deferred Tax:

Deferred income tax is recognized using the balance sheet approach. Deferred income tax assets and liabilities are recognized for deductible and taxable temporary differences arising between the tax base of assets and liabilities and their carrying amount in financial statements. Deferred income tax asset is 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. Deferred tax assets are not recognised where it is more likely than not that the assets will not be realised in the future.

The carrying amount of deferred income 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 income tax asset to be utilized. Deferred income tax assets and liabilities are measured at the tax rates that are expected to apply in the period 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 items are recognised in correlation to the underlying transaction either in OCI or directly in equity.

1.15 PROVISIONS AND CONTINGENCIES

A provision is recognised when there is a present legal or constructive obligation as a result of past event; it is probable that an outflow of resources will be required to settle the obligation, and in respect of which a reliable estimate can be made. These are reviewed at each balance sheet date and adjusted to reflect the current best estimates.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract.

A disclosure for contingent liabilities is made where there is a possible obligation or a present obligation that may probably not require an outflow of resources or an obligation for which the future outcome cannot be ascertained with reasonable certainty. When there is a possible or a present obligation where the likelihood of outflow of resources is remote, no provision or disclosure is made.

Provisions for onerous contracts are recognized when the expected benefits to be derived by the Company from a contract are lower than the unavoidable costs of meeting the future obligations under the contract.

If the effect of the time value of money is material, provisions are discounted using a current pre-tax rate that reflects, when appropriate, the risks specific to the liability. When discounting is used, the increase in the provision due to the passage of time is recognised as a finance cost.

1.16 CASH AND CASH EQUIVALENTS

Cash and Cash equivalents include cash and Cheque in hand, bank balances, demand deposits with banks and other short-term highly liquid investments that are readily convertible to known amounts of cash & which are subject to an insignificant risk of changes in value where original maturity is three months or less.

1.17 CASH FLOW STATEMENT

Cash flows are reported using the indirect method where by the profit before tax is adjusted for the effect of the transactions of a non-cash nature, any deferrals or accruals of past and future

operating cash receipts or payments and items of income or expenses associated with investing or financing cash flows. The cash flows from operating, investing and financing activities of the company are segregated.

1.18 **BORROWING COST**

General and specific borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalized as a part of Cost of those assets, during the period till all the activities necessary to prepare the Qualifying assets for its intended use or sale are complete during the period of time that is required to complete and prepare the assets for its intended use or sale. Qualifying assets are assets that necessarily take a substantial period of time to get ready for their intended use or sale.

Other borrowing costs are recognized as an expense in the period in which they are incurred.

1.19 **EARNINGS PER SHARE**

Basic EPS is arrived at based on net profit after tax available to equity shareholders to the weighted average number of equity shares outstanding during the year.

The diluted EPS is calculated on the same basis as basic EPS, after adjusting for the effects of potential dilutive equity shares unless impact is anti-dilutive.

1.20 **SEGMENT REPORTING**

Operating segments are reported in a manner consistent with the internal reporting provided to Chief Operating Decision Maker (CODM).

The Company has identified its Managing Director as CODM which assesses the operational performance and position of the Company and makes strategic decisions.

1.21 **RECENT ACCOUNTING PRONOUNCEMENTS**

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

In May 2025, MCA notified amendments to Ind AS 21 - The Effects of Changes in Foreign Exchange Rates, applicable w.e.f. April 1, 2026. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any significant impact in its financial statements.

In August 2025, MCA notified the following amendments to:

1. Ind AS 1, Presentation of Financial Statements, applicable w.e.f. April 1, 2025 - The amendment relates to classification of liabilities as current or non-current and non-current liabilities with covenants. In the context of classifying a liability as current, it removes the requirement of existence of a right to defer settlement for at least 12 months after the reporting date and instead requires that the said right should exist on the reporting date and have substance. The amendment also introduces guidance on classification of liabilities with

covenants. The Company has no impact of these amendments in its classification criteria of current and non-current liabilities.

2. Ind AS 7, Statement of Cash Flows and Ind AS 107, Financial Instruments: Disclosures, applicable w.e.f. April 1, 2025 – The amendment in Ind AS 7 requires to inform users of financial statements of the existence of supplier finance arrangements and explain the nature of the arrangements, the carrying amount of liabilities and the range of payment due dates. Ind AS 107 has been amended to add supplier finance arrangements as a factor that may cause concentration of liquidity risk. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any impact in its financial statements.
3. Ind AS 12, International Tax Reform – OECD Pillar Two Model Rules applicable immediately - The amendments provide a temporary mandatory relief from deferred tax accounting for top-up tax and disclose that they have applied the relief. This relief is immediate and applies retrospectively. The Company has reviewed the amendment and based on its evaluation has determined that it does not have any impact on its financial statements.

RAJ PACKAGING INDUSTRIES LIMITED
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Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

Note 2 - Non - Current Assets - Property, Plant and Equipment*

Property, Plant & Equipment	Freehold Land	Buildings	Leasehold Improvements	Plant and Machinery	Data Processing Equipment	Office Equipment	Furniture and Fixtures	Vehicles	Total
Gross carrying amount									
Balance as at April 1, 2024	4.96	265.33	19.60	1,351.55	2.61	2.15	26.79	24.95	1,697.94
Additions	-	-	-	3.95	-	-	-	-	3.95
Deductions/ Adjustment	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2025	4.96	265.33	19.60	1,355.50	2.61	2.15	26.79	24.95	1,701.89
Accumulated Depreciation at at April 1, 2024	-	105.23	11.76	921.14	2.46	2.05	13.30	10.25	1,066.18
Additions	-	7.71	1.96	42.89	0.01	-	2.49	2.30	57.36
Deductions/ Adjustment	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2025	-	112.93	13.72	964.03	2.47	2.05	15.79	12.54	1,123.54
Net carrying amount as at March 31, 2024	4.96	160.10	7.84	430.41	0.15	0.11	13.49	14.70	631.77
Net carrying amount as at March 31, 2025	4.96	152.40	5.88	391.47	0.14	0.11	11.00	12.41	578.36
Gross carrying amount									
Balance as at April 1, 2025	4.96	265.33	19.60	1,355.50	2.61	2.15	26.79	24.95	1,701.94
Additions	-	-	-	-	-	0.25	-	-	0.25
Deductions/ Adjustment	-	-	-	-	-	-	-	-	-
Balance as at March 31, 2026	4.96	265.33	19.60	1,355.50	2.61	2.40	26.79	24.95	1,702.19
Accumulated Depreciationas at April 1, 2025	-	112.93	13.72	964.03	2.47	2.05	15.79	12.54	1,123.53
Additions	-	7.71	1.96	42.61	0.02	0.07	2.49	2.30	57.15
Deductions/ Adjustment	-	-	-	-	-	-	-	-	-
Accumulated Depreciationas at March 31, 2026	-	120.64	15.68	1,006.64	2.49	2.12	18.28	14.84	1,180.69
Net carrying amount as at March 31, 2025	4.96	152.40	5.88	391.47	0.14	0.11	11.00	12.41	578.36
Net carrying amount as at March 31, 2026	4.96	144.69	3.92	348.86	0.12	0.28	8.51	10.11	521.46

Footnote:

*Property, Plant and Equipment have been mortgaged / hypothecated against loans taken. Refer Note 14 for details.

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Note 3 - Other Non-Current Financial Assets**

Particulars	As at 31st March, 2026	As at 31st March, 2025
<u>Security Deposits:</u>		
Electricity Deposit	29.08	29.08
Balance in Gratuity Fund*	10.83	19.25
Deposits with GST Appellate Authorities	14.93	-
Total	54.83	48.33
* Refer Note 29		
Note 4 - Current Assets - Inventories*		
Raw Materials (includes Stock-in-Transit of Rs. 59.59 Lacs; PY Rs. 80.02 Lacs)	411.84	430.36
Finished Goods	17.62	16.46
Work-in- Progress	136.15	58.70
Consumables	37.46	24.47
Total	603.07	529.99

Notes

*Inventories have been hypothecated as Security against loans taken. Refer Note 14 for details.

RAI PACKAGING INDUSTRIES LIMITED
CIN: L25209TG1987PLC007550

Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

Note 5 - Current Assets - Financial Assets - Trade Receivables

Particulars	As at 31st March, 2026	As at 31st March, 2025
Trade Receivables		
Trade Receivables considered good - Unsecured	641.68	620.73
Trade Receivables which have significant increase in credit risk	77.49	91.96
Trade Receivables - Credit Impaired	59.10	36.68
	778.27	749.37
Less: Provision for Expected Credit Loss	(59.10)	(36.68)
Total	719.17	712.69

Refer Note 14 for details of Trade receivables pledged as security

Trade receivables ageing schedule as at March 31st, 2026

Particulars	Not Due	Outstanding for following periods from due date of Receipts					Total
		Less than 6 months	6 months - 1 year	1-2 years years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	573.19	-	68.49	-	-	-	641.68
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	-	77.49	-	-	77.49
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables – considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	1.33	6.08	51.69	-	59.10
	573.19	-	69.82	83.57	51.69	-	778.27
Less: Allowance for bad and doubtful debts (Disputed + Undisputed)	-	-	(1.33)	(6.08)	(51.69)	-	(59.10)
Total	573.19	-	68.49	77.49	-	-	719.17

Trade receivables ageing schedule as at March 31st, 2025

Particulars	Not Due	Outstanding for following periods from due date of Receipts					Total
		Less than 6 months	6 months - 1 year	1-2 years years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	444.73	128.86	47.14	-	-	-	620.73
(ii) Undisputed Trade Receivables –which have significant increase in credit risk	-	-	-	91.96	-	-	91.96
(iii) Undisputed Trade Receivables – credit impaired	-	-	-	-	-	-	-
(iv) Disputed Trade Receivables–considered good	-	-	-	-	-	-	-
(v) Disputed Trade Receivables – which have significant increase in credit risk	-	-	-	-	-	-	-
(vi) Disputed Trade Receivables – credit impaired	-	-	-	36.68	-	-	36.68
	444.73	128.86	47.14	128.64	-	-	749.37
Less: Allowance for bad and doubtful debts (Disputed + Undisputed)	-	-	-	(36.68)	-	-	(36.68)
Total	444.73	128.86	47.14	91.96	-	-	712.69

Note 6 - Current Assets - Financial Assets - Cash and Cash Equivalents

Particulars	As at 31st March, 2026	As at 31st March, 2025
Cash in hand	0.55	0.82
Total	0.55	0.82

Note 7 - Current Assets - Financial Assets - Other Balances with Banks

Margin Money deposits with original maturity of more than 3 months but less than 12 months	3.41	8.05
Unclaimed Dividend	1.77	2.53
Total	5.18	10.59

Note 8 - Current Assets - Other Financial Assets

Unsecured, considered good		
Loan to Employees	2.43	2.33
Earnest Money Deposits	1.50	1.00
Interest accrued on Deposits	1.79	2.19
Discount Receivable from Suppliers	9.04	8.71
Total	14.76	14.22

Note 9 - Current Assets - Other Current Assets

Prepaid Expenses	3.59	3.39
Advance to Suppliers	-	12.00
Balance with GST Authorities	9.17	-
Power Subsidy Receivable	1.08	1.08
Sales Tax Reimbursement Receivable	11.40	11.40
Other Advances	4.45	2.94
Total	29.69	30.80

RAJ PACKAGING INDUSTRIES LIMITED
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Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

Note 10 - Equity - Equity Share Capital

Particulars	As at March 31st, 2026		As at March 31st, 2025	
	Number	Amount	Number	Amount
Authorised:- Equity shares of ₹ 10 each	60,00,000	6,00,00,000	60,00,000	6,00,00,000
Issued, Subscribed and Fully Paid: Equity shares of ₹ 10 each	45,69,750	4,56,97,500	45,69,750	4,56,97,500
Total	45,69,750	4,56,97,500	45,69,750	4,56,97,500

(i) The Company has only one class of Equity Shares having a par value of ₹ 10 per share. Each Shareholder is eligible for one vote per share held. In the event of liquidation, the equity shareholders are eligible to receive the residual assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

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

Particulars	As at March 31st, 2026		As at March 31st, 2025	
	Number	Amount	Number	Amount
Shares at the beginning of the year	45,69,750	4,56,97,500	45,69,750	4,56,97,500
Issued during the year	-	-	-	-
Shares outstanding at the end of the year	45,69,750	4,56,97,500	45,69,750	4,56,97,500

(iii) Details of shares held by each share holder holding more than 5% shares

Name of shareholder	As at March 31st, 2026		As at March 31st, 2025	
	Number of shares held	% holding	Number of shares held	% holding
Mr. Prem Chand Kankaria (Promoter)	6,28,000	13.74%	6,28,000	13.74%
Mr. Shyama Kankaria (Promoter Group)	2,46,508	5.39%	2,46,508	5.39%
Mr. Madhanchand Prasanchand (Public)	5,01,176	10.97%	5,09,653	11.15%
M/s. Highline Finance and Investments Pvt.Limited (Promoter Group)	2,61,561	5.72%	1,90,451	4.17%
M/s. Chetanya Securities Private Limited (Promoter Group)	2,98,000	6.52%	3,67,000	8.03%

As per records of the Company, including its Register of Shareholders/Members and other declarations received from shareholders regarding beneficial interest, the above shareholding represents both legal and beneficial ownership of shares.

(iv) Details of Shares held by Promoters at the end of the year :

Name of the Promoter	31 March 2026			31 March 2025		
	No. of Shares	% of total shares	% Change during the year	No. of Shares	% of total shares	% Change during the year
Mr. Prem Chand Kankaria	6,28,000	13.74%	-	6,28,000	13.74%	0.48%
Ms. Neepa Kankaria	1,51,000	3.30%	0.01	1,50,992	3.30%	0.00%
Total	7,79,000	17.05%		7,78,992	17.05%	

(v) Aggregate number of bonus shares issued and shares issued for consideration other than cash during the period of five years immediately preceeding the reporting date - Nil.

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Note 11 - Equity - Other Equity**

Particulars	As at 31st March, 2026	As at 31st March, 2025
(a) Securities Premium		
As per last Balance Sheet	99.00	99.00
(b) General Reserve		
As per last Balance Sheet	3.36	3.36
(c) Other Comprehensive Income		
As per last Balance Sheet	33.00	26.64
Add: Remeasurement of post-employment benefit obligations (Net of Tax)	(5.69)	6.36
Sub-Total	27.31	33.00
(d) Retained Earnings		
As per last Balance Sheet	672.31	743.82
Add: Net Profit/(Loss) for the current year	34.98	(71.51)
Sub-Total	707.29	672.31
Total	836.95	807.66

Footnotes: Nature and purpose of reserves**Securities Premium:**

Securities premium is created due to premium on issue of shares. This reserve is utilised in accordance with the provisions of the Act.

General Reserve:

General Reserve is used from time to time to transfer profits from retained earnings for appropriation purposes. As the General Reserve is created by a transfer from one component of equity to another and is not an item of other comprehensive income, items included in the General Reserve will not be reclassified subsequently to statement of profit or loss.

Retained Earnings:

The balance in the Retained Earnings represents the surplus after payment of dividend and transfer to reserves.

Note 12 - Non-Current Liabilities - Financial Liabilities - Borrowings

Particulars	As at 31st March, 2026	As at 31st March, 2025
<u>Unsecured</u>		
Loan from a Related Party* (Interest rate 9% p.a.; Previous year 9% p.a)	167.44	255.30
Total	167.44	255.30

* Refer Note 32

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Note 13 - Deferred Tax (Assets)/ Liabilities (Net)**

Particulars	As at 31st March, 2026	As at 31st March, 2025
<u>Deferred Tax Liability/(Asset) on account of:</u>		
Depreciation on Property, Plant and Equipment	57.66	61.02
Disallowances under various sections of Income Tax Act, 1961	(17.69)	(12.21)
Business Loss	(33.65)	(52.74)
Total	6.33	(3.93)

Note 14 - Financial Liabilities - Borrowings

Cash Credit Facility from a Bank (Interest rate - 8.40% p.a. to 9.40% p.a; Previous year - 9.40% p.a to 9.65% p.a.)	205.23	243.25
Total	205.23	243.25

Notes**Security Clause:**

a) Cash Credit Loan from a Bank is secured by a charge on the current assets of the Company, hypothecation of existing plant and machinery and equitable mortgage of Land & Building of the Company. Further, the Cash Credit Loan is personally guaranted by Managing Director.

b) There were no material differences between the books of account and the stock statements submitted by the Company to the bank in relation to the aforesaid working capital limits.

RAI PACKAGING INDUSTRIES LIMITED
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Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

Note 15 - Trade Payables

Particulars	As at 31st March, 2026	As at 31st March, 2025
Total outstanding dues of micro enterprises and small enterprises *	31.60	5.20
Total outstanding dues of creditors other than micro and small enterprises	196.36	136.84
Total	227.96	142.04

***Note:**

Disclosure of payable to vendors as defined under the "Micro, Small and Medium Enterprises Development Act, 2006" is based on the information available with the Company regarding the status of registration of such vendors under the said Act, as per the intimation received from them on requests made by the Company. There are no overdue principal amounts / interest payable amounts for delayed payments to such vendors at the Balance Sheet date. There are no delays in payment made to such suppliers during the year or for any earlier years and accordingly there is no interest paid or outstanding interest in this regard in respect of payment made during the year or on balance brought forward from previous year. The Company has certain dues to suppliers registered under Micro, Small and Medium Enterprises Development Act, 2006 ('MSMED Act'). The disclosure pursuant to the said MSMED Act are as follows:

The principal amount remaining unpaid to any supplier at the end of the year	31.60	5.20
Interest due remaining unpaid to any supplier at the end of the year	-	-
The amount of interest paid by the buyer in terms of section 16 of the MSMED Act, 2006, along with the amount of the payment made to the supplier beyond the appointed day during the year	-	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under the MSMED Act, 2006	-	-
The amount of interest accrued and remaining unpaid at the end of each accounting year	-	-
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues above are actually paid to the small enterprises, for the purpose of disallowance of a deductible expenditure under section 23 of the MSMED Act, 2006	-	-

Trade Payables ageing schedule as at March 31, 2026

Particulars	Not Due	Outstanding for following periods from the due date of transaction				
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	31.60	-	-	-	-	31.60
(ii) Disputed dues – MSME	-	-	-	-	-	-
(iii) Others	31.19	165.17	-	-	-	196.36
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	62.79	165.17	-	-	-	227.96

Trade Payables ageing schedule as at March 31, 2025

Particulars	Not Due	Outstanding for following periods from the due date of transaction				
		Less than 1 Year	1-2 Years	2-3 Years	More than 3 Years	Total
(i) MSME	5.20	-	-	-	-	5.20
(ii) Disputed dues – MSME	-	-	-	-	-	-
(iii) Others	31.46	105.39	-	-	-	136.84
(iv) Disputed dues - Others	-	-	-	-	-	-
Total	36.66	105.39	-	-	-	142.04

* Refer Note 32

Note 16 - Current Liabilities - Financial Liabilities - Other Financial Liabilities

Particulars	As at 31st March, 2026	As at 31st March, 2025
Unclaimed Dividends	1.77	2.53
Salaries and Wages Payable	14.52	12.63
Total	16.29	15.16

Note 17 - Current Liabilities - Other Current Liabilities

Particulars	As at 31st March, 2026	As at 31st March, 2025
Advances Received from Customers	30.46	0.78
Statutory Dues	3.11	9.91
Printing Cylinder Deposits	-	0.75
Total	33.58	11.44

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Note 18 - Revenue from Operations**

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
<u>Sale of Products</u>		
Manufactured Goods	3,273.27	3,040.88
<u>Other Operating Revenue</u>		
Job Work Charges	5.35	1.19
Total	3,278.62	3,042.07
Note 19 - Other Income		
Interest Income	2.66	3.03
Interest on Income Tax Refund Received	0.11	0.27
Gain on Foreign Exchange Fluctuations (Net)	0.78	3.30
Total	3.55	6.60

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Note 20 - Cost of Materials Consumed**

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Opening Stock	430.36	293.90
Add: Purchases	2,511.84	2,478.89
	2,942.20	2,772.78
Less: Closing Stock	411.84	430.36
Total	2,530.36	2,342.42

Note 21 - Changes in Inventory

<u>Opening Stock:</u>		
Finished Goods	16.46	8.36
Work-in-Progress	58.70	114.10
Total (a)	75.16	122.45
<u>Closing Stock:</u>		
Finished Goods	17.62	16.46
Work-in-Progress	136.15	58.70
Total (b)	153.77	75.16
Total (a-b)	(78.61)	47.29

RAI PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Note 22 - Employee Benefits Expense**

Particulars	For the year ended 31st March, 2026	For the year ended 31st March, 2025
Salaries, Wages and Bonus	202.61	225.03
Contribution to Provident and Other Funds	13.05	14.44
Workmen & Staff Welfare Expenses	3.73	3.59
Total	219.39	243.07

Note 23 - Finance Cost

<u>Interest Expenses on:</u>		
- Cash Credit	12.00	21.60
- Unsecured Loans	24.60	20.92
- Delayed payment of Income Tax	0.35	0.31
Other Borrowing Costs	0.81	3.66
Total	37.77	46.49

Note 24 - Other Expenses

<u>Manufacturing Expenses:</u>		
Packing Material Consumed	41.23	37.55
Inks and Chemicals Consumed	110.65	96.47
Stores and Spares Consumed	13.74	15.34
Power and Fuel	149.64	137.95
Job Work Charges	0.81	0.76
<u>Repairs & Maintenance for:</u>		
- Plant and Machinery	9.15	7.76
- Building	0.22	0.05
Printing Cylinder Charges	4.15	2.61
Sub-total (a)	329.58	298.49

Administration and Other Expenses

Office Rent	8.34	8.34
Payment to Auditors*	1.25	1.25
Legal and Professional Expenses	7.81	2.32
Directors' Sitting Fees	2.00	2.20
Insurance	3.88	3.14
Rates and Taxes	4.42	10.17
Security Services	12.14	10.99
Telephone, Postage and Telegram	1.10	1.03
Bad debts written off	1.81	-
Provision for Expected Credit Losses	22.42	5.43
Freight & Forwarding Charges	38.79	34.19
Discount, Rebate and Rejections (Net)	0.71	0.03
Miscellaneous Expenses	34.73	29.38
Sub-total (b)	139.38	108.45
Total (a + b)	468.96	406.94

Payment to Auditors*

- for Statutory Audit	1.00	1.00
- for Tax Audit	0.15	0.15
- for Limited review and Certification fees	0.10	0.10

Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

25 INCOME TAXES

a) Tax expense recognised in the statement of Profit and Loss:

	2025-26	2024-25
Current tax		
Current year	-	-
Total current tax	-	-
Deferred tax		
Origination and reversal of temporary differences	10.25	(21.70)
Total deferred income tax expense/(credit)	10.25	(21.70)
Total income tax expense/(credit)	10.25	(21.70)

b) A reconciliation of the income tax amount between the enacted income tax rate and the effective income tax of the Company is as follows :

	2025-26	2024-25
Enacted income tax rate in India	25.17	25.17
Profit before tax	47.15	(94.90)
Income tax as per above rate	11.87	-
Adjustments:		
Expenses not deductible for tax purposes	0.30	-
Others	1.31	(21.70)
Income tax as per Statement of Profit and Loss	10.25	(21.70)

c) The movement in deferred tax assets and liabilities during the year ended March 31st, 2025 and March 31st, 2026:

	As at 31st March, 2024	(Credit)/charge in statement of Profit and Loss	As at 31st March, 2025	(Credit)/charge in statement of Profit and Loss	As at March 31st, 2026
Deferred tax (assets)/liabilities					
Depreciation	(62.64)	1.62	(61.02)	3.36	(57.66)
Disallowances under Income Tax Act, 1961	11.05	1.16	12.21	5.48	17.69
Unabsorbed Losses	33.83	18.91	52.74	(19.09)	33.65
			-		
Total	(17.76)	21.70	3.94	(10.25)	(6.32)

Notes to the Ind AS Financial Statements

(₹ in lakhs, unless as otherwise stated)

26 FINANCIAL INSTRUMENTS

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Quoted (unadjusted) prices in active markets for identical assets or liabilities.

Level 2: Other techniques for which all inputs which have a significant effect on the recorded fair value are observable, either directly or indirectly.

Level 3: Techniques which use inputs that have a significant effect on the recorded fair value that are not based on observable market data.

The carrying amounts and fair values of financial instruments by category are as follows:

a. Financial assets

			Instruments carried at fair value	Instruments carried at amortized cost		
	Note	At Cost	FVTOCI	Carrying amount	Total carrying amount (A+B)	Total fair value
As at March 31st, 2025						
Trade Receivables	5	-	-	712.69	712.69	712.69
Cash and Cash Equivalents	6	-	-	0.82	0.82	0.82
Other Bank Balances	7	-	-	10.59	10.59	10.59
Other Financial Assets	3,8	-	-	62.55	62.55	62.55
Total		-	-	786.64	786.64	786.64
As at March 31st, 2026						
Trade Receivables	5	-	-	719.17	719.17	719.17
Cash and Cash Equivalents	6	-	-	0.55	0.55	0.55
Other Bank Balances	7	-	-	5.18	5.18	5.18
Other Financial Assets	3,8	-	-	69.60	69.60	69.60
Total		-	-	794.50	794.50	794.50

b. Financial liabilities

			Instruments carried at fair value	Instruments carried at amortized cost		
	Note	FVTPL	Total carrying amount and fair value	Carrying amount	Total carrying amount	Fair value
As at March 31st, 2025						
Borrowings	12,14	-	-	498.55	498.55	498.55
Trade Payables	15	-	-	142.04	142.04	142.04
Other Financial Liabilities	16	-	-	15.16	15.16	15.16
Total		-	-	655.76	655.76	655.76
As at March 31st, 2026						
Borrowings	12,14	-	-	372.67	372.67	372.67
Trade Payables	15	-	-	227.96	227.96	227.96
Other Financial Liabilities	16	-	-	16.29	16.29	16.29
Total		-	-	616.93	616.93	616.93

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Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

27 RISK MANAGEMENT

Financial risk management objectives and policies

The Company's financial risk management is an integral part of how to plan and execute its business strategies. The Company's activity expose it to market risk, liquidity risk, commodity risk and credit risk. In order to minimise any adverse effects on the financial performance of the Company, the Company evaluates various options. The Company's financial risk management policy is set by the Managing Director and governed by overall direction of Board of Directors of the Company.

Market risk is the risk of loss of future earnings, fair values or future cash flows that may result from a change in the price of a financial instrument. The value of a financial instrument may change as a result of changes in the interest rates, foreign currency exchange rates, equity prices and other market changes that affect market risk sensitive instruments. Market risk is attributable to all market risk sensitive financial instruments including investments and deposits, foreign currency receivables, payables and loans and borrowings.

S.No.	Risk	Exposure arising from	Measurement	Management Steps
A	Credit risk	Cash and cash equivalents, trade receivables, derivative financial instruments, financial assets measured at amortised cost.	Ageing analysis Credit ratings	Credit limits, letters of credit and Performance guarantees.
B	Liquidity risk	Borrowings and other liabilities	Rolling cash flow forecasts	Availability of committed credit lines and borrowing facilities
C	Market risk - foreign exchange	Future commercial transactions recognised financial assets and liabilities not denominated in INR.	Cash flow forecasting Sensitivity analysis	Foreign exchange contracts
D	Commodity risk	Purchase of Raw Material	Fluctuation of Crude Price, Plastic Polymers and Currency rates	Procurement and inventory strategy

A. CREDIT RISK

Credit risk arises from the possibility that the counter party may not be able to settle their obligations as agreed. To manage this, the Company periodically assess financial reliability of customers, taking into account the financial condition, current economic trends, and analysis of historical bad debts and ageing of accounts receivable. Individual risk limits are set accordingly.

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis through each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on asset as at the reporting date with the risk of default as at the date of initial recognition. It considers reasonable and supportive forward-looking information such as:

- Actual or expected significant adverse changes in business
- Actual or expected significant changes in the operating results of the counterparty
- Financial or economic conditions that are expected to cause a significant change to the counterparty's ability to meet its obligations
- Significant increase in credit risk on other financial instruments of the same counterparty

The company categorises financial assets based on the assumptions, inputs and factors specific to the class of financial assets into High-quality assets, negligible credit risk; Quality assets, low credit risk; Standard assets, moderate credit risk; Substandard assets, relatively high credit risk; Low quality assets, very high credit risk; Doubtful assets, credit-impaired.

Financial assets are written off when there is no reasonable expectations of recovery, such as a debtor failing to engage in a repayment plan with the Company. The Company categorises a loan or receivable for write off when a debtor fails to make contractual payments greater than one year past due. Where loans or receivables have been written off, the Company continues engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognized in profit or loss.

Provision for expected credit losses:

Description of category	Category	Basis for recognition of expected credit loss provision		
		Investments	Loans and deposits	Trade Receivable
Assets where the counter-party has strong capacity to meet the obligations and where the risk of default is negligible or nil	High-quality assets, negligible credit risk	12 month expected credit losses	12 month expected credit losses	Life time expected credit losses (simplified approach)
Assets where there is low risk of default and where the counter-party has sufficient capacity to meet the obligations and where there has been low frequency of defaults in the past	Quality assets, low credit risk			
Assets where the probability of default is considered moderate, counter-party where the capacity to meet the obligations is not strong	Standard assets, moderate credit risk			
Assets where there has been a significant increase in credit risk since initial recognition. Assets where the payments are more than 365 days past due	Substandard assets, relatively high credit risk	Life-time expected credit losses	Life-time expected credit losses	
Assets where there is a high probability of default. In general, assets where contractual payments are more than 730 days past due are categorised as low quality assets. Also includes assets where the credit risk of counter-party has increased significantly though payments may not be more than 730 days past due	Low quality assets, very high credit risk			
Assets are written off when there is no reasonable expectation of recovery, such as a debtor declaring bankruptcy or failing to engage in a repayment plan with the company. Where loans or receivables have been written off, the company continues to engage in enforcement activity to attempt to recover the receivable due. Where recoveries are made, these are recognised in profit or loss.	Doubtful assets, credit-impaired	Asset is written off		

Expected credit loss for security deposits and investments:

As at March 31st, 2026

Particulars	Asset group	Estimated gross carrying amount	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Security deposits	54.83	-	-	54.83
Loss allowance measured at life-time expected credit losses	NA	-	-	-	-

As at March 31st, 2025

Particulars	Asset group	Estimated gross carrying amount	Expected probability of default	Expected credit losses	Carrying amount net of impairment provision
Loss allowance measured at 12 month expected credit losses	Security deposits	48.33	-	-	48.33
Loss allowance measured at life-time expected credit losses	NA	-	-	-	-

Reconciliation of loss allowance provision - Trade receivables

	As at March 31st, 2026	As at March 31st, 2025
Opening provision	36.68	31.25
Additional provision made/reversal (Net)	22.42	5.43
Closing provision	59.10	36.68

LIQUIDITY RISK

- B. Liquidity risk is defined as the risk that the Company will not be able to settle or meet its obligations on time, or at a reasonable price. The Company's treasury department is responsible for liquidity, funding as well as settlement management. In addition, processes and policies related such risk are overseen by senior management. Management monitors the Company's net liquidity position through rolling forecasts on the basis of expected cash flows.

Financing arrangements

The Company had access to following undrawn Borrowing facilities at end of reporting period which could be used by the Management to mitigate its Liquidity Risk:

Particulars	As at 31st March, 2026	As at 31st March, 2025
Drawing Power	500.00	500.00
Amount utilised	205.23	243.25
Undrawn Limits available	294.77	256.75

Contractual maturity pattern of borrowings

	As at 31st March, 2026		
	0-1 years	1-5 years	Total
Short term borrowings	205.23	-	205.23
Total	205.23	-	205.23

	As at 31st March, 2025		
	0-1 years	1-5 years	Total
Short term borrowings	243.25	-	243.25
Total	243.25	-	243.25

Contractual maturity pattern of Financial Liabilities

	As at 31st March, 2026	As at 31st March, 2025
	0-12 Months	0-12 Months
Trade Payables	227.96	142.04
Other Financial liabilities	16.29	15.16
Total	244.25	157.20

C. MARKET RISK- INTEREST RATE RISK

Interest rate risk is the risk that the fair value of future cash flows of the financial instruments will fluctuate because of changes in market interest rates. In order to optimize the Company's position with regards to interest income and interest expenses and to manage the interest rate risk, treasury performs a comprehensive corporate interest rate risk management by balancing the proportion of fixed rate and floating rate financial instruments in its total portfolio.

Exposure to interest rate risk

Particulars	As at 31st March'26	As at 31st March'25
Borrowings bearing fixed rate of interest	167.44	255.30
Borrowings bearing variable rate of interest	205.23	243.25

Interest rate sensitivity

A change of 50 bps in interest rates would have following Impact on profit before tax

	2025-2026	2024-2025
50 bp increase- decrease in profits	0.18	0.21
50 bp decrease- Increase in profits	(0.18)	(0.21)

D. MARKET RISK- FOREIGN CURRENCY RISK

The Company operates internationally and portion of the business is transacted in several currencies and consequently the Company is exposed to foreign exchange risk through its purchases from overseas suppliers in various foreign currencies. Exports of the company are negligible in comparison to its imports. Foreign currency exchange rate exposure is balanced by and prudent hedging policy.

Foreign Currency Exposure

Name of the Instrument	2025-2026		2024-2025	
	Foreign Currency	INR	Foreign Currency	INR
Open Foreign Exchange Exposures - Payable-USD	0.25	23.66	0.31	26.37

Foreign Currency Risk Sensitivity

A change of 1% in Foreign currency would have following Impact on profit before tax:

Particulars of Currency	2025-2026		2024-2025	
	1% Increase	1% decrease	1% Increase	1% decrease
USD	(0.24)	0.24	(0.26)	0.26
Increase / (decrease) in profit or loss	(0.24)	0.24	(0.26)	0.26

The Company enjoys natural hedge to the extent of: a) Exports effected and b) Inventory held (being sensitive to exchange rate fluctuations). Although the Company believes that these derivatives constitute hedges from a economic prospective, they might not qualify for hedge accounting under Ind AS 109.

E. COMMODITY RISK

- (a) Principal Raw Material for Company's products is variety of plastic polymers which are primarily derivatives of Crude Oil. Company sources its raw material requirement from across the globe. Domestic market prices are also generally remain in sync with international market price scenario.
- (b) Volatility in Crude Oil prices, Currency fluctuation of Rupee vis-à-vis other prominent currencies coupled with demand-supply scenario in the world market affect the effective price and availability of polymers for the Company. Company effectively manages deals with availability of material as well as price volatility through:
1. Widening its sourcing base
 2. Appropriate contracts and commitments
 3. Well planned procurement & inventory strategy and
 4. Prudent hedging policy on foreign currency exposure

Risk committee of the Company comprising members from Board of Directors and operations has developed and enacted a risk management strategy regarding commodity Price risk and its mitigation.

28 Capital risk management

- A The Company's objectives when managing capital are to
- ◆ safeguard their ability to continue as a going concern, so that they can continue to provide returns for shareholders and benefits for other stakeholders
 - ◆ maintain an optimal capital structure to reduce the cost of capital

The Company monitors capital on the basis of the following debt equity ratio:

	As at 31st March'26	As at 31st March'25
Net Debt	372.67	498.55
Total Equity	1293.93	1264.63
Net Debt to Total Equity	0.29	0.39

Company believes in conservative leverage policy. Its debt equity ratio is significantly lower than the industry average. Company's moderate capex plan over the medium term shall be largely funded through internal accruals and term loans from banks.

B Net Debt Reconciliation

Particulars	As at 31st March, 2026		As at 31st March, 2025	
	Term Loans	Working Capital Loan	Term Loans	Working Capital Loan
Opening Net Debt	255.30	243.25	192.47	95.67
Proceeds from Borrowings	-	-	62.83	147.58
Repayment of Borrowings	87.86	38.02	-	-
Closing Net Debt	167.44	205.23	255.30	243.25

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Notes to the Ind AS Financial Statements
(₹ in lakhs, unless as otherwise stated)

29 DISCLOSURE PURSUANT TO IND AS - 19 "EMPLOYEE BENEFITS"

i) **Gratuity:** In accordance with the applicable laws, the Company provides for gratuity, a defined benefit retirement plan ("The Gratuity Plan") covering eligible employees. The Gratuity Plan provides for a lump sum payment to vested employees on retirement (subject to completion of five years of continuous employment), death, incapacitation or termination of employment that are based on last drawn salary and tenure of employment. Liabilities with regard to the Gratuity Plan are determined by actuarial valuation on the reporting date and the Company makes annual contribution to the gratuity fund administered by life Insurance Companies under their respective Group Gratuity Schemes. The disclosure in respect of the defined Gratuity Plan are given below:

A. Balance Sheet

	Defined benefit plans	
	As at	As at
	31st March, 2026	31st March, 2025
Present value of plan liabilities	49.43	50.45
Fair value of plan assets	60.26	69.70
Asset/(Liability) recognised	10.83	19.25

B. Movements in plan assets and plan liabilities

	Present value of obligations	Fair Value of Plan assets
As at 1st April, 2025	50.45	69.70
Current service cost	5.42	-
Past service cost	-	-
Interest Cost	3.34	-
Opening Balance Difference	-	-
Investment Income	-	-
Return on plan assets excluding amounts included in net finance income/cost	-	4.82
Return on plan assets excluding amounts included in net finance income/cost		(0.41)
Benefits Paid	(16.98)	-
Actuarial (gain)/loss arising from changes in demographic assumptions	(2.44)	-
Actuarial (gain)/loss arising from changes in Experience Variance	9.63	-
Actuarial (gain)/loss arising from Others	-	-
Employer contributions	-	3.12
Expenses	-	(16.97)
As at 31st March, 2026	49.43	60.26

	Present value of obligations	Fair Value of Plan assets
As at 1st April, 2024	50.08	58.80
Current service cost	4.99	-
Past service cost	-	-
Interest Cost	3.53	4.38
Opening Balance Difference	-	-
Investment Income	-	-
Return on plan assets excluding amounts included in net finance income/cost	-	-
Return on plan assets excluding amounts included in net finance income/cost	-	0.36
Benefits Paid	-	-
Actuarial (gain)/loss arising from changes in demographic assumptions	2.05	-
Actuarial (gain)/loss arising from changes in Experience Variance	(10.20)	-
Actuarial (gain)/loss arising from Others	-	-
Employer contributions	-	6.17
Expenses	-	-
As at 31st March, 2025	50.45	69.70

C. Statement of Profit and Loss

	2025 - 2026	2024 - 2025
Employee Benefit Expenses:		
Current service cost	5.42	4.99
Interest cost/(income)	(1.48)	(0.85)
Total amount recognised in Statement of profit & loss	3.94	4.14

Remeasurement of the net defined benefit liability:

Return on plan assets excluding amounts included in net finance income/(cost)	0.41	(0.36)
Re-measurement (or Acturial)(gain)/loss arising because of change in effect of asset ceiling/expenses	(2.44)	2.05
Experience gains/(losses)	9.63	(10.20)
Opening Balance Difference	-	-
Total amount recognised in Other Comprehensive Income	7.61	(8.50)

D. Assumptions

With the objective of presenting the plan assets and plan liabilities of the defined benefits plans at their fair value on the balance sheet, assumptions under Ind AS 19 are set by reference to market conditions at the valuation date.

The significant actuarial assumptions were as follows:

	As at 31st March, 2026	As at 31st March, 2025
Financial Assumptions		
Discount rate	7.25%	6.75%
Salary Escalation Rate	6.00%	6.00%
Attrition Rate	3.00%	3.00%
Demographic Assumptions		
Mortality in Service : Indian Assured Lives Mortality (2012-14)		

E. Sensitivity

The sensitivity of the overall plan liabilities to changes in the weighted key assumptions are:

Impact on defined benefit obligation	Change in assumption	As at 31st March, 2026	
		Increase in assumption	Decrease in assumption
Discount rate	1.00%	49.43	(52.32)
Salary Escalation Rate	1.00%	53.62	(50.18)
Attrition Rate	0.50%	52.21	(51.51)
As at 31st March, 2025			
Impact on defined benefit obligation	Change in assumption	Increase in assumption	Decrease in assumption
Discount rate	1.00%	48.18	(52.32)
Salary Escalation Rate	1.00%	52.10	(48.86)
Attrition Rate	0.50%	50.79	(50.10)

The sensitivity analyses above have been determined based on reasonably possible changes of the respective assumptions occurring at the end of the reporting period and may not be representative of the actual change. It is based on a change in the key assumption while holding all other assumptions constant. When calculating the sensitivity to the assumption, the same method used to calculate the liability recognised in the balance sheet has been applied. The methods and types of assumptions used in preparing the sensitivity analysis did not change compared with the previous period.

F. The defined benefit obligations shall mature as follows:

Particulars	As at 31st March, 2026	As at 31st March, 2025
1-5 years	1.23	3.79
6-10 years	10.33	13.84
More than 10 Years	37.87	32.81

ii) **Compensated Absences:** The Company permits encashment of compensated absence accumulated by their employees on retirement, separation and during the course of service. The liability in respect of the Company, for outstanding balance of leave at the balance sheet date is determined and provided as at the Balance Sheet date. The Company is of the opinion that compensated absences are payable within 12 months of their accrual and thus, are not required to be actuarially valued.

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30 EARNINGS PER SHARE (EPS)	2025 - 2026	2024 - 2025
Profit/(Loss) after tax (PAT) available for equity shareholders	34.98	(71.51)
Weighted average number of equity Shares	45,69,750	45,69,750
Nominal value of equity Shares (In Rs.)	10.00	10.00
Basic & diluted earning per share (in Rs.)	0.77	(1.56)

31 CONTINGENT LIABILITIES AND COMMITMENTS

(a) Contingent Liabilities - not acknowledged as debts:

Disputed amount on Goods and Services Tax	269.52	104.92
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Note:

The issues of litigation pertaining to Indirect Taxes are based on interpretation of the respective Law & Rules thereunder. Management has been opined by its counsel that many of the issues raised by revenue will not be sustainable in law as they are covered by judgments of respective judicial authorities which supports its contention. As such no material impact on the financials of the Company is envisaged.

(b) Commitments:

Estimated amount of contracts remaining to be executed on Capital Account and not provided for (net of advances) - Nil; (Previous year Nil).

32 DISCLOSURE ON RELATED PARTY TRANSACTIONS

Names of related parties with whom the Company has entered into transactions during the year and description of relationship:

(i) **Key Managerial Personnel ('KMP'):**

Prem Chand Kankaria - Managing Director
 Neepa Kankaria - Whole-time Director
 M. Narsimha - Chief Financial Officer
 K Swarupa Rani - Company Secretary

(ii) **Enterprises having Common Key Managerial Personnel ('KMP')**

Chetanya Securities Private Limited
 Highline Finance and Investments Private Limited

(iii) **Relative of KMP:**

Neha Kankaria

I Transaction with related parties during the year:

Sl. No.	Nature of Transactions	Key Management Personnel	Enterprises having Common Key Managerial Personnel	Relative of Key Management Personnel
1	Interest Paid to			
	Highline Finance and Investments Private Limited		24.60 (20.92)	
2	Rent Paid to			
	Mr. Prem Chand Kankaria	3.47 (3.47)		
	Ms. Neha Kankaria			4.86 (4.86)
3	Loan Repaid to			
	Highline Finance and Investments Private Limited		110.00 (-)	
4	Loan Taken from			
	Highline Finance and Investments Private Limited		- (62.83)	
5	Managerial Remuneration Paid to			
	Mr. Prem Chand Kankaria	42.00 (44.25)		
	Ms. Neepa Kankaria	25.20 (25.20)		
	Mr. M. Narasimha	14.10 (13.34)		
	Ms. K Swarupa Rani	3.96 (0.33)		
II	Outstanding Balances as at the year ended 31.03.2026:			
(i)	Non-Current Borrowings - Note 12			
	Highline Finance and Investments Private Limited		167.44 (255.30)	
(ii)	Current Liabilities - Financial Liabilities - Trade Payables - Note 15			
	Ms. Neepa Kankaria	1.84 (1.35)		
	Mr. Prem Chand Kankaria	3.08 (2.08)		
	Mr. M. Narsimha	0.96 (0.88)		
	Ms. K Swarupa Rani	0.33 (0.33)		
III	Guarantee given for Cash Credit Facility taken by the Company (to the extent of loan payable)			
	Mr. Prem Chand Kankaria	205.23 (243.25)		

Notes:

- No amounts in respect of related parties have been written off/written back during the year.
- Related party relationship is as identified by the management and relied upon by the auditors
- Figures in brackets relate to those of previous year.
- Terms and Conditions for sales and purchases: All sale and purchase transactions with the related parties are in the ordinary course of business based on normal commercial terms, conditions and market rates with the related parties. For the year ended 31st March, 2026, the Company has not recorded any loss allowances for the transaction between the related parties.
- All the material transactions stated above with related parties are on arms length basis.

- In terms of Ind AS 108 "Operating Segments", the Company has only single reportable segment i.e., Plastic Films and has its production facilities and all other assets located in India. The Company does not have any sales outside India.

RAJ PACKAGING INDUSTRIES LIMITED**CIN: L25209TG1987PLC007550****Notes to the Ind AS Financial Statements****(₹ in lakhs, unless as otherwise stated)****Other statutory information:**

- 34 The title in respect of self-constructed buildings and title deeds of all other immovable properties, disclosed in the financial statements included under Property, Plant and Equipment are held in the name of the Company as at the balance sheet date.
- 35 The Company does not hold any Benami property where any proceeding has been initiated or pending against the Company for holding any Benami property.
- 36 The Company has not been declared a wilful defaulter (as defined by RBI Circular) by any bank or financial Institution or other lender.
- 37 The Company does not have any transactions with companies struck off under Section 248 of the Companies Act, 2013 or Section 560 of Companies Act, 1956, during the year.
- 38 The Company does not have any charges or satisfaction which is yet to be registered with ROC beyond the statutory period.
- 39 The Company does not have any subsidiary. Hence, the provisions of clause (87) of Section 2 of the Act read with the Companies (Restriction on number of Layers) Rules, 2017 are not applicable to the Company
- 40 The Company has not entered into any scheme of arrangement during the current year and previous year.
- 41 Utilisation of Borrowed funds and share premium:**
- (i) The Company has not advanced or loaned or invested funds to any other person(s) or entity(ies), including foreign entities (Intermediaries) with the understanding that the Intermediary shall:
- (a) directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the company (Ultimate Beneficiaries) or
- (b) provide any guarantee, security or the like to or on behalf of the Ultimate Beneficiaries.
- (ii) 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.
- 42 The Company does not have any undisclosed income that has been surrendered or disclosed as income during the year (previous year) in the tax assessments under the Income Tax Act, 1961 (such as, search or survey or any other relevant provisions of the Income Tax Act, 1961.
- 43 The provisions specified under Section 135 of the Act are not applicable to the Company for the current financial year.
- 44 The Company has not traded or invested in Crypto currency or Virtual Currency during the financial year.

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Notes to the Ind AS Financial Statements
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45 Ratios

Sl. No.	Ratio	Formula	Particulars		March 31, 2026		March 31, 2025		Ratio as on	Ratio as on	Variation	Reason (If variation is more than 25%)
			Numerator	Denominator	Numerator	Denominator	Numerator	Denominator	March 31, 2026	March 31, 2025		
(a)	Current Ratio	Current Assets / Current Liabilities	Current Assets= Inventories + Current Investment + Trade Receivable + Cash & Cash Equivalents + Other Current Assets + Contract Assets + Assets held for Sale	Current Liability= Short term borrowings + Trade Payables + Other financial Liability+ Current tax (Liabilities) + Contract Liabilities+ Provisions + Other Current Liability	1,374.48	483.07	1,301.20	411.89	2.85	3.16	-9.93%	NA
(b)	Debt-Equity Ratio	Debt / Equity	Debt= long term borrowing and current maturities of long-term borrowings and redeemable preference shares treated as financial liability	Equity= Equity + Reserve and Surplus	167.44	1,293.93	255.30	1,264.63	0.13	0.20	-35.90%	On account of repayment in long term borrowings.
(c)	Debt Service Coverage Ratio	Net Operating Income / Debt Service	Net Operating Income= Net profit after taxes + Non-cash operating expenses + finance cost	Debt Service = Interest & Lease Payments + Principal Repayments	129.90	125.63	32.34	(16.34)	1.03	(1.98)	152.22%	On account of the increase in operating income resulting from better sales realisation.
(d)	Return on Equity Ratio	Profit after tax less pref. Dividend x 100 / Shareholder's Equity	Net Income= Net Profits after taxes - Preference Dividend	Shareholder's Equity	34.98	1,293.93	(71.51)	1,264.63	0.03	(0.06)	147.81%	On account of the increase in net income resulting from better sales realisation.
(e)	Inventory Turnover Ratio	Cost of Goods Sold / Average Inventory	Cost of Goods Sold	(Opening Inventory + Closing Inventory)/2	2,451.75	566.53	2,389.72	486.10	4.33	4.92	-11.97%	NA
(f)	Trade Receivables Turnover Ratio	Net Credit Sales / Average Trade Receivables	Net Credit Sales	(Opening Trade Receivables + Closing Trade Receivable)/2	3,278.62	719.17	3,042.07	712.69	4.56	4.27	8.80%	NA
(g)	Trade Payables Turnover Ratio	Net Credit Purchases / Average Trade Payables	Net Credit Purchases	(Opening Trade Payables + Closing Trade Payables)/2	2,511.84	227.96	2,478.89	142.04	11.02	17.45	-31.86%	On account of the increase in the average payment period to creditors.
(h)	Net Capital Turnover Ratio	Revenue / Average Working Capital	Revenue	Average Working Capital= Average of Current assets - Current liabilities	3,282.17	445.71	3,048.67	444.65	7.36	6.86	10.40%	NA
(i)	Net Profit Ratio	Net Profit / Net Sales	Net Profit	Net Sales	34.98	3,278.62	(71.51)	3,042.07	0.01	(0.02)	-145.39%	On account of improved profitability driven by better sales realisation.
(j)	Return on Capital Employed	EBIT / Capital Employed	EBIT = Earnings before interest and taxes	Capital Employed= Total Assets - Current Liability	84.92	1,467.70	(48.41)	1,519.94	0.06	(0.03)	-281.66%	On account of improved profitability driven by better sales realisation.
(k)	Return on Investment	Net Profit / Net Investment	Net Profit	Net Investment= Net Equity	34.98	1,293.93	(71.51)	1,264.63	0.03	(0.06)	-147.81%	On account of improved profitability driven by better sales realisation.

46 Pursuant to the notification and enforcement of substantial provisions of the four Labour Codes by the Government of India on 21st November 2025, the Company has undertaken an assessment of the impact of the Code on Social Security, 2020, particularly with respect to the revised definition of "wages" for statutory benefit computations. Based on the above review, the Company's existing salary structure is already in compliance with the revised definition of "wages" prescribed under the Code, including the requirement relating to the 50% threshold. No incremental gratuity liability arises on account of the revised wage definition and the Company does not have any fixed term employees (as defined under the Code) as at the reporting date. Accordingly, there is no material impact on gratuity or other employee benefit obligations.

47 Previous year's figures have been re-grouped/re-classified wherever required to conform to current year's classification. All figures of financials have been rounded to nearest lacs of rupees.

Signatures to Note 1 to 47
For and on behalf of the Board

Prem Chand Kankaria
Managing Director
DIN: 00062584

Neepa Kankaria
Director
DIN: 06637083

M. Narsimha
Chief Financial
Officer

K Swarupa Rani
Company Secretary
M. No. A73047

Place: Hyderabad
Date: 23.05.2026

REGISTERED OFFICE:
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